THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 578

Session of 2015

INTRODUCED BY DELOZIER, CALTAGIRONE, COHEN, CONKLIN, DeLUCA, GRELL, MARSICO, McNEILL, PICKETT AND SAINATO, FEBRUARY 23, 2015

REFERRED TO COMMITTEE ON GAMING OVERSIGHT, FEBRUARY 23, 2015

AN ACT

Amending the act of December 19, 1988 (P.L.1262, No.156), entitled, as amended, "An act providing for the licensing of 2 eligible organizations to conduct games of chance, for the 3 licensing of persons to distribute games of chance, for the registration of manufacturers of games of chance, and for suspensions and revocations of licenses and permits; requiring records; providing for local referendum by electorate; and prescribing penalties, " providing for social 8 card games. The General Assembly of the Commonwealth of Pennsylvania 10 11 hereby enacts as follows: Section 1. The act of December 19, 1988 (P.L.1262, No.156), 12 13 known as the Local Option Small Games of Chance Act, is amended 14 by adding a chapter to read: 15 CHAPTER 8 16 SOCIAL CARD GAMES Section 801. Definitions. 17 18 The following words and phrases when used in this chapter 19 shall have the meanings given to them in this section unless the 20 context clearly indicates otherwise: "Nonbanking card game." A card game where players play 21

- 1 against one another rather than against the house. Nonbanking
- 2 card games may include any of the following:
- 3 <u>(1) Poker games.</u>
- 4 <u>(2) Hearts.</u>
- 5 (3) Rummy.
- 6 (4) Pinochle.
- 7 <u>(5) Bid Whist.</u>
- 8 "Nonbanking card game tournament" or "tournament." A series
- 9 of card games held by a licensed eligible organization during a
- 10 consecutive period of time of not more than 24 hours and not
- 11 <u>held as part of any other games of chance.</u>
- 12 "Pyramid" or "build-up." A card game in which a prize must
- 13 <u>be returned in order to play another game or to be eligible for</u>
- 14 <u>another bigger prize</u>, or a game in which the prize must be
- 15 <u>forfeited if a later game is lost.</u>
- 16 "Social card game" or "card game." A nonbanking card game
- 17 that is played by members at the licensed premises of an
- 18 <u>eliqible organization</u>.
- 19 Section 802. Authorization to conduct social card games.
- 20 <u>(a) Authorization.--Notwithstanding any provision of 18</u>
- 21 Pa.C.S. (relating to crimes and offenses) or of this act or any
- 22 other law or regulation to the contrary, social card games may
- 23 be played at the licensed premises of an eligible organization
- 24 in accordance with the requirements of this chapter.
- 25 (b) Conditions. -- The following shall apply:
- 26 (1) Card games may only be played by and between members
- 27 <u>of the eliqible organization.</u>
- 28 (2) The eligible organization or any other person shall
- 29 not have an interest, financial or otherwise, in the outcome
- of any card game.

| 1 | (3) Only nonbanking card games may be played with |
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| 2 | members playing against each other. |
| 3 | (4) Wagering shall be entirely at the discretion of each |
| 4 | player. |
| 5 | (5) The maximum prize or payout for a card game shall be |
| 6 | limited to \$100. |
| 7 | (6) The eligible organization shall not charge a fee for |
| 8 | play. |
| 9 | (7) Not more than 10 members may play at any table in a |
| 10 | card game. |
| 11 | (8) Card games may only be played in a room set aside |
| 12 | for those activities at the licensed premises of the eligible |
| 13 | organization. |
| 14 | (9) Not more than five gaming tables may be made |
| 15 | available for the play of card games by the eligible |
| 16 | organization. |
| 17 | (10) No card games may be played between the hours of 1 |
| 18 | a.m. and 1 p.m. |
| 19 | (11) No eligible organization or any other person shall |
| 20 | collect, obtain or charge any percentage of or shall collect |
| 21 | or obtain any portion of any wager or winnings of any player |
| 22 | in a card game, except a player may collect his winnings. |
| 23 | (12) No eligible organization or any other person shall |
| 24 | collect, or obtain any money from or charge or impose any fee |
| 25 | upon, any person that either enables the person to play or |
| 26 | results in or from the person playing a card game, except |
| 27 | that this paragraph shall not preclude the collection of a |
| 28 | membership fee by the eligible organization that is unrelated |
| 29 | to participation in the play of a card game authorized under |
| 30 | this chapter. |

| 1 | (13) An eligible organization that allows the use of its |
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| 2 | premises for the play of card games by its members in |
| 3 | accordance with this chapter shall submit a schedule of the |
| 4 | proposed dates of such card games and any card game |
| 5 | tournament to the licensing authority. |
| 6 | (c) Required postings An eligible organization that |
| 7 | permits the play of card games at its licensed premises shall |
| 8 | prominently post the following in close proximity of card game |
| 9 | tables in the room designated to play card games: |
| 10 | (1) The wagering limits for each type of card game. |
| 11 | (2) The rules of play. |
| 12 | (3) Information on where a person can obtain help for |
| 13 | problem gambling, including the telephone number for the |
| 14 | Pennsylvania Compulsive Gambling Hotline. |
| 15 | (d) Prohibitions |
| 16 | (1) It shall be unlawful for an eligible organization |
| 17 | to: |
| 18 | (i) Obtain or collect any money or thing of value |
| 19 | from the conduct of card games at its licensed premises. |
| 20 | (ii) Knowingly permit a card game to be played in |
| 21 | violation of this chapter. |
| 22 | (iii) Fail to comply with the posting requirement in |
| 23 | accordance with subsection (c). |
| 24 | (iv) Engage in any act, practice or course of |
| 25 | conduct that would constitute fraud or deceit upon any |
| 26 | player in a card game. |
| 27 | (v) Allow a person under 21 years of age to play a |
| 28 | card game at its licensed premises. |
| 29 | (vi) Knowingly allow any person to employ or attempt |
| 30 | to employ any device, scheme or artifice to cheat or |

- 1 <u>defraud any player in a card game.</u>
- 2 (vii) Advertise any card game in violation of
- 3 section 704.
- 4 (2) A licensed organization that violates paragraph (1)
- 5 <u>shall be subject to the penalties imposed under section</u>
- 6 702(d).
- 7 (e) Applicability. -- The requirements of sections 502 and 503
- 8 shall not apply to social card games authorized under this
- 9 <u>chapter.</u>
- 10 <u>Section 803. Card game tournaments.</u>
- 11 (a) Authorization. -- Notwithstanding any other provision of
- 12 <u>law or regulation to the contrary, an eligible organization may</u>
- 13 <u>conduct nonbanking card game tournaments. A card game tournament</u>
- 14 conducted by an eligible organization shall comply with all of
- 15 the following:
- 16 (1) Only nonbanking card games shall be played in a card
- 17 game tournament.
- 18 (2) Each card game shall be conducted in a fair and
- 19 honest manner and shall not be operated on a build-up or
- 20 <u>pyramid basis.</u>
- 21 (3) Every player in a tournament shall be given the same
- 22 <u>chance of winning the tournament. Second-chance entries or</u>
- 23 <u>multiple entries shall be prohibited.</u>
- 24 (4) The eligible organization shall conduct each
- 25 tournament and shall not contract with or permit another
- 26 <u>person to conduct the tournament or any card game during the</u>
- 27 <u>tournament</u>.
- 28 (5) Only the eligible organization may receive or have
- 29 any fixed or contingent right to receive, directly or
- indirectly, any profit, remuneration or compensation from or

| 1 | related to a card game in a card game tournament, except any |
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| 2 | amount that a person may win as a player on the same basis as |
| 3 | the other players. |
| 4 | (6) The eligible organization shall not hold more than |
| 5 | five card game tournaments annually. |
| 6 | (7) The eligible organization shall not hold a card game |
| 7 | tournament within seven calendar days of another tournament |
| 8 | conducted by the eligible organization. |
| 9 | (8) The eligible organization may hold only one card |
| L 0 | game tournament during any period of 24 consecutive hours, |
| 1 | starting from the time the tournament begins. |
| _2 | (9) At the conclusion of each tournament, the eligible |
| 13 | organization conducting the tournament shall announce the |
| _4 | name of the winning player and the amount of winnings. |
| 15 | (10) The eligible organization shall limit the number of |
| 16 | tables used in the tournament to not more than five with not |
| L 7 | more than 10 players at each table. |
| _8 | (11) A card game tournament shall only be held in a room |
| _9 | at the licensed premises designated by the eligible |
| 20 | organization for the conduct of card games. |
| 21 | (12) Players in tournaments shall be limited to the |
| 22 | members of the eligible organization. |
| 23 | (13) Players shall be 21 years of age or older. |
| 24 | (14) The card game tournament shall not provide any |
| 25 | direct financial benefit to the eligible organization or any |
| 26 | other person, except winning players in the tournament. |
| 27 | (15) The value of all prizes awarded for each |

exceed \$200.

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tournament, except for a Texas Hold'em tournament, shall not

(16) For a tournament involving Texas Hold'em, all of

| 1 | the following shall apply: |
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| 2 | (i) The payment of an entry fee or other |
| 3 | consideration for participating is prohibited. |
| 4 | (ii) The value of all prizes awarded to an |
| 5 | individual winner of a tournament or contest at a single |
| 6 | table shall not exceed \$200 each day. |
| 7 | (17) The eligible organization shall ensure that |
| 8 | reasonable accommodations are made for players with |
| 9 | disabilities. |
| 10 | (b) Required postings Notwithstanding subsection (a), the |
| 11 | eligible organization shall prominently post the tournament |
| 12 | rules on a sign in the tournament playing room at least 24 hours |
| 13 | before the tournament begins. The sign shall be at least 30 |
| 14 | inches by 30 inches, and the rules shall be easily readable. The |
| 15 | sign shall include all of the following: |
| 16 | (1) In permanent letters three inches high, the words |
| 17 | "Tournament Rules." |
| 18 | (2) Card game or games to be played in the tournament |
| 19 | and the rules of each card game. |
| 20 | (3) The prize for each card game and tournament. |
| 21 | (4) How winners will be determined. |
| 22 | (5) Any other tournament rules. |
| 23 | (c) PrizesCash or merchandise prizes may be awarded for |
| 24 | each card game tournament. All of the following shall apply: |
| 25 | (1) The eligible organization shall distribute the |
| 26 | prizes awarded on the day the prizes are won. |
| 27 | (2) Donated or merchandise prizes shall not be |
| 28 | repurchased by the eligible organization. |
| 29 | (3) Only prizes that can be won shall be displayed in |
| 3.0 | the room where the tournament will be held. |

1 Section 2. This act shall take effect immediately.