STATE OF OKLAHOMA<br>2nd Session of the 52nd Legislature (2010)

COMMITTEE SUBSTITUTE FOR
HOUSE BILL NO. 3344
By: Christian

## COMMITTEE SUBSTITUTE

An Act relating to intoxicating liquors; amending 3A O.S. 2001, Section 402, which relates to the Charity Games Act; modifying definition; amending 37 O.S. 2001, Section 514, which relates to the ABLE Commission; expanding the disciplinary powers of the ABLE Commission; allowing recoupment of certain costs; and providing an effective date.

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
SECTION 1. AMENDATORY 3A O.S. 2001, Section 402, is
amended to read as follows:
Section 402. As used in the Oklahoma Charity Games Act, Section 401 et seq. of this title:

1. "Bingo" means a game in which each player receives a bingo face and covers the squares according to the numbers, letters, or combination of numbers and letters that have been announced by the caller. The numbers and letters called are on an object selected at random either manually or mechanically from a receptacle in which have been placed the objects bearing the numbers, letters, or
combinations of numbers and letters corresponding to the system used for designating the bingo face squares. The winner of each bingo game is the player who first properly covers a predetermined and announced pattern of squares upon the bingo face being used by the player;
2. "Bingo face" means a flat piece of paper which is marked off into any number of squares in any arrangement of rows, with each square being designated by number, letter or combination of numbers and letters and with one or more squares designated as a "free" space with the word "Oklahoma" and a facsimile outline of a map of Oklahoma in it, which cannot be reused after the game in which a player has used it is over;
3. "Breakopen ticket card" means a single folded or banded ticket or a card, whether dispensed by an employee or an approved electronic machine, the face of which is initially covered or otherwise hidden from view to conceal a number, letter, symbol, or set of letters or symbols, a few of which numbers, letters or symbols out of every set of charity game tickets have been designated in advance at random as prize winners and which is used in a breakopen ticket game; provided, only those electronic machines that dispense traditional breakopen ticket cards shall be construed as an approved electronic machines. Electronic machines that are determined to be a computerized version of a breakopen ticket game or an electronic facsimile of a Class III gaming device by the

Indian Gaming Regulatory Act, 25 U.S.C., Section 2721 et seq., shall not be construed as an approved electronic machine;
4. "Breakopen ticket game" means a game wherein a player receives a breakopen ticket card. A breakopen ticket game shall meet the following criteria:
a. the game shall be assembled so that no placement of winners or losers exists that allows the possibility of prize manipulation,
b. the concealed numbers, letters, or symbols shall not be visible from the outside of the game using high intensity lamps. Protection shall be provided by the opaque paper stock employed, with the possible addition of colors and printed blockout patterns or by use of an aluminum foil laminate,
c. a unique symbol or printed security device, such as a specific number keyed to particular winners or the name of the symbol or some of the symbol colors changed for a window, or other similar protection shall be placed in the winning windows of prize windows to ensure that the winner image is unique,
d. it shall not be possible to detect or pick out winning from losing tickets through variations in printing graphics, color, or use of different printing plates,
e. it shall not be possible to isolate winning or potential winning tickets from minor variations in size or cutting of the tickets comprising a particular packet, and
f. each ticket in a game shall have a serial number. All tickets in a game shall have the same serial number appearing in a conspicuous place on the ticket;
5. "Business entity" means a person, company, corporation, or partnership organized for profit;
6. "Charity game" means a bingo game, U-PIK-EM bingo game, or breakopen ticket game conducted by an organization pursuant to the provisions of the Oklahoma Charity Games Act;
7. "Charity game equipment" means any object uniquely designed for use in the conducting of a charity game including, but not limited to, bingo faces, U-PIK-EM bingo game sets, and breakopen ticket cards. Items used in conducting charity games which are not charity game equipment are ink markers, furniture and general furnishings of rooms where charity games are conducted;
8. "Commission" or "ABLE Commission" means the Alcoholic Beverage Laws Enforcement Commission;
9. "Day session" means the set time frame within which conducting of charity games is authorized beginning no earlier than 10:00 a.m. and ending no later than 5:00 p.m.;
10. "Deal" means one series of breakopen ticket game cards which has a stated number of winner payouts and a stated amount of the payouts;
11. "Distributor" means a person or business entity that sells, markets, or otherwise provides charity game equipment to an organization;
12. "Doing business" means either conducting a charity game by an organization or providing goods or services to an organization by a business entity;
13. "Employee" means a person who works for compensation in a licensed charity game establishment;
14. "Immediate family member" means a spouse, parent, child or sibling or spouse of a parent, child or sibling of a resident of a facility exempt from specific provisions of the Oklahoma Charity Games Act as provided in subsection $C$ of Section 405 of this title;
15. "Licensee" means any person, organization, or business entity which has received a license from the Commission;
16. "Location" means the building, including the individual rooms and equipment in the rooms, grounds, and appurtenances, including adjacent premises if subject to the direct or indirect control of the organization while conducting a charity game, which are used in connection with or in furtherance of the conducting of a charity game;
17. "Manager" means a person who:
a. is an employee of an organization,
b. has supervisory authority over other employees or over the conduct of charity games, and
c. has been designated as such by the organization pursuant to the provisions of subsection $D$ of Section 408 of this title;
18. "Manufacturer" means a person or business entity that assembles from raw materials, supplies, or subparts to form a completed series of charity game equipment for use in charity games and that sells, markets, or otherwise provides such equipment to a distributor;
19. "Night session" means the set time frame within which conducting of charity games is authorized beginning no earlier than 5:00 p.m. and ending no later than 12:00 p.m. midnight;
20. "Organization" means a religious, charitable, labor, fraternal, educational, or other type of association or any branch, lodge, chapter, or auxiliary of such association which:
a. operates without profit to its members,
b. has been in existence and been operating as a nonprofit organization for not less than two (2) years prior to applying for an organization license,
c. is exempt from taxation pursuant to the provisions of paragraphs (3), (4), (5), (6), (7), (8), (9), (10), or (19) of subsection (c) of Section 501 or paragraph (1) of subsection (a) of Section 509 of the United States Internal Revenue Code of 1986, as amended, 26 U.S.C., Section $501(c)$ et seq. or Section 509(a)(1), and
d. formulates bylaws which clearly identify and establish:
(1) method of electing officers and their duties,
(2) method by which members are elected, initiated or admitted,
(3) the rights and privileges of each member,
(4) that each member has one vote, and
(5) that membership rights are personal to the member and not assignable;
21. "Progressive game" means a game in which prizes are allowed to be carried over and increased from session to session;
22. "U-PIK-EM bingo game" means a game played wherein a player writes the numbers on a U-PIK-EM bingo game set. The player retains one sheet of the set and deposits the second sheet in a receptacle in the control of the organization. The player then covers the numbers as the caller announces a number. The numbers called are on an object selected at random either manually or mechanically from a receptacle in which have been placed the objects bearing the numbers. The winner of each U-PIK-EM bingo game is the player who first covers all the numbers appearing on the retained sheet in accordance with the pattern as designated on the sheet; and
23. "U-PIK-EM bingo game set" means two paper sheets of carbonless paper both bearing identical serial numbers on which a player writes numbers or letters, wherein one sheet is retained by the player and used for playing and one sheet is held by the organization and used for verifying winners.

SECTION 2. AMENDATORY 37 O.S. 2001, Section 514, is amended to read as follows:

Section 514. The Alcoholic Beverage Laws Enforcement Commission shall have the following powers and duties:

1. To supervise, inspect, and regulate every phase of the business of manufacturing, importing, exporting, transporting, storing, selling, distributing, and possessing for the purpose of sale, all alcoholic beverages which shall be necessary and proper to carry out the purposes of the Oklahoma Alcoholic Beverage Control Act;
2. To promulgate rules and regulations, in the manner herein provided, to carry out the purposes of the Oklahoma Alcoholic Beverage Control Act;
3. To have the sole authority to issue any license provided for in the Oklahoma Alcoholic Beverage Control Act;
4. To refuse to issue any license provided for in the Oklahoma Alcoholic Beverage Control Act for cause provided for in said act;
5. To revoke or, suspend, reprimand, fine or take whatever disciplinary action it deems appropriate, for cause after hearing,
against any license issued under the authority of the oklahoma Alcoholic Beverage Control Act, which shall include the power to assess costs against a respondent in order to recoup investigative and administrative costs incurred by the Commission in connection with the administrative hearing;
6. To prescribe the forms of applications for licenses and the information to be shown thereon, and of all reports which it deems necessary in administering the Oklahoma Alcoholic Beverage Control Act;
7. To fix standards, not in conflict with those prescribed by any law of this state or of the United states, to secure the use of proper ingredients and methods of manufacture and dispensing of alcoholic beverages;
8. To make seizures of alcoholic beverages manufactured, sold, possessed, imported, or transported in violation of the Oklahoma Alcoholic Beverage Control Act, and apply for the confiscation thereof whenever required by said act, and cooperate in the prosecution of offenders before any court of competent jurisdiction;
9. To submit to the Governor and members of the state Legislature annual or semiannual reports upon request of the Governor ;
10. To inspect or cause to be inspected any premises where alcoholic beverages are manufactured, stored, distributed, sold, dispensed or served;
11. In the conduct of any hearing authorized to be held by the ABLE Commission, to examine or cause to be examined, under oath, any person, and to examine or cause to be examined books and records of any licensee; to hear testimony and take proof material for the ABLE Commission's information and the discharge of its duties hereunder; to administer or cause to be administered oaths; and for any such purposes to issue subpoenas for the attendance of witnesses and the production of books or records which shall be effective in any part of the state; and any district court or any judge thereof, either in term or vacation, may by order duly entered require the attendance of witnesses and the production of relevant books or records subpoenaed by the $A B L E$ Commission, and the court or judge may compel obedience to its or his order by proceedings for contempt;
12. To prescribe the kind and size of retail containers of alcoholic beverages other than beer which may be purchased, possessed and sold by a licensee;
13. To prescribe by regulations, in addition to those herein required, the kinds of records to be kept and reports to be rendered by licensees, and the information to be shown therein; provided, that the period for which all such records and reports be retained shall not be less than five (5) years;
14. To gather, compile and print such statistical data as may in the opinion of the ABLE Commission be needed or useful, and prescribe charges or fees to be collected from any person or company
to whom such data shall be provided. No reports shall contain sales information of either wholesalers, retailers, mixed beverage licensees, caterers or special event licensees by name or license number;
15. To educate persons employed by licensees to serve alcoholic beverages as to the provisions of Article XXVIII of the Oklahoma Constitution and the Oklahoma Alcoholic Beverage Control Act, with emphasis on recognizing and preventing intoxication and particular emphasis on those provisions prohibiting the serving of alcoholic beverages to minors. The ABLE Commission may contract with one or more persons to perform the duties specified in this paragraph; and
16. To exercise all other powers and duties conferred by the Oklahoma Alcoholic Beverage Control Act, and all powers incidental, convenient or necessary to enable it to administer or carry out any of the provisions of the Oklahoma Alcoholic Beverage Control Act.

SECTION 3. This act shall become effective November 1, 2010.

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