SENATE, No. 2631 **STATE OF NEW JERSEY** 219th LEGISLATURE

INTRODUCED JUNE 29, 2020

Sponsored by: Senator VIN GOPAL District 11 (Monmouth) Senator STEVEN V. OROHO District 24 (Morris, Sussex and Warren)

Co-Sponsored by: Senator Bateman

SYNOPSIS

Permits conduct of bingos and raffles remotely.

CURRENT VERSION OF TEXT As introduced.



(Sponsorship Updated As Of: 8/27/2020)

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1 AN ACT concerning the conduct of certain games of chance 2 remotely and amending P.L.1954, c.6 and P.L.1954, c.5. 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. Section 2 of P.L.1954, c.6 (C.5:8-25) is amended to read as 8 follows: 9 2. <u>a.</u> It shall be lawful for the governing body of any 10 municipality, at any time after this act shall become operative 11 within such municipality and except when prohibited by this act, to 12 license bona fide organizations or associations of veterans of any 13 war in which the United States has been engaged, churches or 14 religious congregations and religious organizations, charitable, educational and fraternal organizations, civic and service clubs, 15 16 senior citizen associations and clubs, officially recognized volunteer 17 fire companies, and officially recognized volunteer first aid or 18 rescue squads, to hold and operate games of chance of, and 19 restricted to, the specific kind of game of chance commonly known 20 as bingo or lotto played for prizes with cards bearing numbers or 21 other designations, five or more in one line, the holder covering 22 numbers, as objects, similarly numbered, are drawn from a 23 receptacle and the game being won by the person who first covers a 24 previously designated arrangement of numbers on such a card, by 25 selling shares or tickets or rights to participate in such games and 26 by conducting the games accordingly, when the entire net proceeds 27 of such games of chance are to be devoted to educational, 28 charitable, patriotic, religious or public-spirited uses, and, in the 29 case of organizations or associations of veterans, and senior citizen 30 associations or clubs, to the support of such organizations, and for 31 any such organization, association, church, congregation, society, 32 club, fire company, first aid or rescue squad, or senior citizen 33 association or club, when so licensed, to hold, operate and conduct 34 such games of chance by its active members pursuant to this act and 35 such license, and under such conditions and regulations for the 36 supervision and conduct thereof as shall be prescribed by rules and 37 regulations duly adopted from time to time by the Legalized Games 38 of Chance Control Commission, hereinafter designated as the 39 control commission, not inconsistent with the provisions of this act, 40 but only when the entire net proceeds thereof are devoted to the 41 uses aforesaid and for any person or persons to participate in and 42 play such games of chance conducted under any such license. 43 b. (1) The control commission shall, pursuant to regulations 44 promulgated by it, authorize the use in conducting bingo or lotto of

EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

electronic devices that are the functional equivalent of the cards,

Matter underlined <u>thus</u> is new matter.

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1 numbered objects, and receptacle described herein to the extent that 2 the use of such devices is not inconsistent with any other provision 3 of this act or the provisions of subparagraph A of the New Jersey 4 Constitution, Article IV, Section 7, paragraph 2. Any such 5 electronic device shall comply with specifications prescribed by the 6 commission and shall be approved by the commission prior to use. 7 Such devices shall not include any device into which currency, 8 coins or tokens may be inserted or from which currency, coins or 9 tokens, or any receipt for monetary value, can be dispensed or 10 which, once provided to a person participating in bingo, is capable 11 of communicating with other such devices. Nothing contained in 12 this [section] <u>paragraph</u> shall be construed as allowing electronic 13 devices used by a qualified organization in conducting bingo or 14 lotto to be linked to electronic devices used by any other qualified 15 organization in conducting bingo or lotto.

16 (2) The control commission shall adopt regulations permitting 17 the conduct of bingo or lotto remotely using communication 18 technology in a manner consistent the provisions of P.L.1954, c.6 19 (C.5:8-24 et seq.) and to the extent not inconsistent with the 20 provisions of subparagraph A of the New Jersey Constitution, 21 Article IV, Section 7, paragraph 2. Such technology shall comply 22 with specifications prescribed by the commission and shall be 23 approved by the commission prior to use. A licensee conducting 24 bingo or lotto pursuant to this paragraph shall verify that the 25 physical location of each participant, irrespective of the location of 26 any server or intermediate routing of electronic data, is within a 27 municipality in which the majority of voters voting therein voted in 28 favor of the adoption of the provisions of P.L.1954, c.6 (C.5:8-29 24 et seq.) and in which such provisions are still in effect. For the 30 purpose of conducting bingo or lotto pursuant to this paragraph, the 31 location of the active member or other person approved by the 32 control commission to hold, operate, or conduct the game shall be 33 deemed the licensed premises.

- 34 (cf: P.L.2013, c.85, s.1)
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36 2. Section 2 of P.L.1954, c.5 (C.5:8-51) is amended to read as 37 follows:

38 2. a. It shall be lawful for the governing body of any 39 municipality, at any time after this act shall become operative 40 within such municipality and except when prohibited by this act, to 41 license bona fide organizations or associations of veterans of any 42 war in which the United States has been engaged, churches or 43 religious congregations and religious organizations, charitable, 44 educational and fraternal organizations, civic and service clubs, 45 senior citizen associations and clubs, officially recognized volunteer fire companies, and officially recognized volunteer first aid or 46 47 rescue squads, to hold and operate the specific kind of game or 4

1 games of chance commonly known as a raffle or raffles played by 2 drawing for prizes or the allotment of prizes by chance, by the 3 selling of shares or tickets or rights to participate in such game or 4 games and by conducting the game or games accordingly, when the 5 entire net proceeds of such games of chance are to be devoted to 6 educational, charitable, patriotic, religious or public-spirited uses, 7 and in the case of organizations or associations of veterans, and 8 senior citizen associations and clubs to the support of these 9 organizations, and for any such organization or association, church, 10 congregation, society, club, company or squad, when so licensed or 11 without any license when and as hereinafter prescribed, to hold, 12 operate and conduct such game of chance pursuant to this act and 13 such license, in such municipality and to sell shares or tickets or 14 rights to participate in such game or games of chance therein and in 15 any other municipality which shall have adopted this act and under 16 such conditions and regulations for the supervision and conduct 17 thereof as shall be prescribed by rules and regulations duly adopted 18 from time to time by the Legalized Games of Chance Control 19 Commission, hereinafter designated as the control commission, not 20 inconsistent with the provisions of this act, but only when the entire 21 net proceeds thereof are devoted to the uses aforesaid and for any 22 person or persons to participate in and play such games of chance 23 conducted under any such license.

b. The control commission may adopt regulations authorizinglicensees to hold events known as:

26 "armchair races" at which wagers are placed on the outcome of
27 previously-filmed horse races and wagerers do not know the results
28 in advance, when the prize awarded consists of merchandise or
29 raffle tickets only, and not cash; and

"casino nights" at which players use chips or script purchased
from the licensee to wager in games of chance known as blackjack,
under/over, beat-the-dealer, chuck-a-luck, craps, roulette, bingo or
similar games approved by the commission, when the chips or
script are redeemable for merchandise or raffle tickets only, and not
for cash.

The regulations shall establish the frequency with which these events may be held, the rules of the games, the specific type and value of prizes which may be offered, the qualifications of the individuals conducting the games and other requirements which the commission may deem pertinent.

c. No license shall be required for the holding, operating or
conducting of a raffle for a door prize of merchandise of the total
retail value of \$200.00 or less, or a higher amount as established by
regulation of the control commission, for which no extra charge is
made at an assemblage, if the proceeds of such assemblage are
devoted to the uses described in this section.

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1 d. The control commission shall adopt regulations permitting 2 the conduct of raffles remotely using communication technology in 3 a manner consistent the provisions of P.L.1954, c.5 (C.5:8-4 50 et seq.) and to the extent not inconsistent with the provisions of 5 subparagraph A of paragraph 2 of Section 7 of Article IV of the 6 New Jersey Constitution. Such technology shall comply with 7 specifications prescribed by the commission and shall be approved 8 by the commission prior to use. A licensee conducting a raffle 9 pursuant to this subsection shall verify that the physical location of 10 each participant, irrespective of the location of any server or intermediate routing of electronic data, is within a municipality in 11 12 which the majority of voters voting therein voted in favor of the 13 adoption of the provisions of P.L.1954, c.5 (C.5:8-50 et seq.) and in 14 which such provisions are still in effect. For the purpose of 15 conducting raffles pursuant to this subsection, the location of the 16 active member or other person approved by the control commission 17 to hold, operate, or conduct the game shall be deemed the licensed 18 premises. This subsection shall not be applicable to raffles 19 conducted pursuant to section 1 of P.L.2018, c.79 (C.5:8-51.6). 20 (cf: P.L.2015, c.80, s.1) 21 22 3. The rules and regulations established pursuant to this act, 23 (pending before the Legislature as this bill) shall be P.L. , c. 24 effective immediately upon filing with the Office of Administrative 25 Law for a period not to exceed 18 months, and may, thereafter, be 26 amended, adopted or readopted in accordance with the provisions of 27 the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-28 1 et seq.). 29 30 This act shall take effect immediately. 4. 31 32 33 **STATEMENT** 34 35 This bill permits the conduct of bingos and raffles remotely. The 36 bill directs the Legalized Games of Chance Control Commission to 37 adopt regulations permitting the conduct of raffles remotely using 38 communication technology, to the extent its use is not inconsistent 39 with the New Jersey Constitution. The control commission must 40 approve the technology prior to use by an eligible organization. A 41 licensee conducting a raffle remotely is required to verify that the 42 physical location of each participant, irrespective of the location of 43 any server or intermediate routing of electronic data, is within a 44 municipality that has authorized the conduct of bingos and raffles. 45 The bill deems the location of the person conducting the game to be 46 the licensed premises. The bill is not applicable to raffles conducted

47 at large sporting venues.

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Under current law, eligible organizations include veterans 1 organizations or associations, churches or religious congregations 2 charitable, fraternal 3 organizations, educational and and 4 organizations, civic and service clubs, senior citizen associations 5 and clubs, and volunteer fire companies, first aid, and rescue 6 squads.