To: Finance

SENATE BILL NO. 2673

AN ACT TO AMEND SECTION 75-76-5, MISSISSIPPI CODE OF 1972, TO
 EXCLUDE CRANE GAMES OR DEVICES FROM THE TERMS "GAME" AND "GAMING
 DEVICE" UNDER THE GAMING CONTROL ACT; TO DEFINE THE TERM CRANE
 GAME OR DEVICE; AND FOR RELATED PURPOSES.
 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
 SECTION 1. Section 75-76-5, Mississippi Code of 1972, is

7 amended as follows:

8 75-76-5. As used in this chapter, unless the context9 requires otherwise:

10 (a) "Applicant" means any person who has applied for or 11 is about to apply for a state gaming license, registration or 12 finding of suitability under the provisions of this chapter or 13 approval of any act or transaction for which approval is required 14 or permitted under the provisions of this chapter.

15 (b) "Application" means a request for the issuance of a 16 state gaming license, registration or finding of suitability under 17 the provisions of this chapter or for approval of any act or 18 transaction for which approval is required or permitted under the 19 provisions of this chapter but does not include any supplemental 20 forms or information that may be required with the application.

21 "Associated equipment" means any equipment or (C) mechanical, electromechanical or electronic contrivance, component 22 23 or machine used remotely or directly in connection with gaming or with any game, race book or sports pool that would not otherwise 24 be classified as a gaming device, including dice, playing cards, 25 26 links which connect to progressive slot machines, equipment which affects the proper reporting of gross revenue, computerized 27 28 systems of betting at a race book or sports pool, computerized *SS26/R857* S. B. No. 2673 G1/2 05/SS26/R857 PAGE 1

29 systems for monitoring slot machines, and devices for weighing or 30 counting money.

31 (d) "Chairman," through September 30, 1993, means the
32 Chairman of the State Tax Commission, and thereafter means the
33 Chairman of the Mississippi Gaming Commission.

34 (e) "Commission" or "Mississippi Gaming Commission,"
35 through September 30, 1993, means the State Tax Commission, and
36 thereafter means the Mississippi Gaming Commission.

37 (f) "Commission member," through September 30, 1993,
38 means a member of the State Tax Commission, and thereafter means a
39 member of the Mississippi Gaming Commission.

(g) "Credit instrument" means a writing which evidences
a gaming debt owed to a person who holds a license at the time the
debt is created, and includes any writing taken in consolidation,
redemption or payment of a prior credit instrument.

(h) "Enforcement division" means a particular division
supervised by the executive director that provides enforcement
functions.

47 (i) "Establishment" means any premises wherein or48 whereon any gaming is done.

(j) "Executive director," through September 30, 1993,
means the director appointed by the State Tax Commission pursuant
to Section 75-76-15(1), and thereafter means the Executive
Director of the Mississippi Gaming Commission.

53 (k) Except as otherwise provided by law, "game," or 54 "gambling game" means any banking or percentage game played with 55 cards, with dice or with any mechanical, electromechanical or 56 electronic device or machine for money, property, checks, credit 57 or any representative of value, including, without limiting the generality of the foregoing, faro, monte, roulette, keno, fan-tan, 58 59 twenty-one, blackjack, seven-and-a-half, big injun, klondike, 60 craps, poker, chuck-a-luck (dai shu), wheel of fortune, chemin de fer, baccarat, pai gow, beat the banker, panguingui, slot machine, 61 *SS26/R857* S. B. No. 2673 05/SS26/R857 PAGE 2

or any other game or device approved by the commission. However, 62 63 "game" or "gambling game" shall not include bingo games or raffles 64 which are held pursuant to the provisions of Section 97-33-51, or 65 crane games.

66 The commission shall not be required to recognize any game 67 hereunder with respect to which the commission determines it does 68 not have sufficient experience or expertise.

(1) "Gaming" or "gambling" means to deal, operate, carry 69 on, conduct, maintain or expose for play any game as defined in 70 71 this chapter.

(m) "Gaming device" means any mechanical,

72

85

73 electromechanical or electronic contrivance, component or machine 74 used in connection with gaming or any game which affects the result of a wager by determining win or loss. The term includes a 75 76 system for processing information which can alter the normal 77 criteria of random selection, which affects the operation of any 78 game, or which determines the outcome of a game. The term does 79 not include:

(i) A system or device which affects a game solely 80 81 by stopping its operation so that the outcome remains undetermined * * *; 82 83 (ii) Any antique coin machine as defined in Section 27-27-12; or 84

(iii) Any crane game machine or device. 86 (n) "Gaming employee" means any person connected directly with the operation of a gaming establishment licensed to 87 88 conduct any game, including:

89 (i) Boxmen; 90 (ii) Cashiers; (iii) Change personnel; 91 92 (iv) Counting room personnel; 93 (v) Dealers; 94 (vi) Floormen; *SS26/R857* S. B. No. 2673 05/SS26/R857 PAGE 3

95 (vii) Hosts or other persons empowered to extend 96 credit or complimentary services; 97 (viii) Keno runners; 98 (ix) Keno writers; 99 (x) Machine mechanics; 100 (xi) Security personnel; 101 (xii) Shift or pit bosses; 102 (xiii) Shills; 103 (xiv) Supervisors or managers; and 104 (xv) Ticket writers. 105 The term "gaming employee" also includes employees of 106 manufacturers or distributors of gaming equipment within this 107 state whose duties are directly involved with the manufacture, 108 repair or distribution of gaming equipment. 109 "Gaming employee" does not include bartenders, cocktail waitresses or other persons engaged in preparing or serving food 110 111 or beverages unless acting in some other capacity. 112 (O) "Gaming license" means any license issued by the state which authorizes the person named therein to engage in 113 114 gaming. "Gross revenue" means the total of all of the 115 (q) 116 following, less the total of all cash paid out as losses to patrons and those amounts paid to purchase annuities to fund 117 losses paid to patrons over several years by independent financial 118 119 institutions: 120 (i) Cash received as winnings; 121 (ii) Cash received in payment for credit extended 122 by a licensee to a patron for purposes of gaming; and 123 (iii) Compensation received for conducting any 124 game in which the licensee is not party to a wager. 125 For the purposes of this definition, cash or the value of 126 noncash prizes awarded to patrons in a contest or tournament are 127 not losses. *SS26/R857* S. B. No. 2673 05/SS26/R857

PAGE 4

128 The term does not include: 129 (i) Counterfeit money or tokens; 130 (ii) Coins of other countries which are received 131 in gaming devices; 132 (iii) Cash taken in fraudulent acts perpetrated 133 against a licensee for which the licensee is not reimbursed; or 134 (iv) Cash received as entry fees for contests or 135 tournaments in which the patrons compete for prizes. 136 "Hearing examiner" means a member of the (q) Mississippi Gaming Commission or other person authorized by the 137 138 commission to conduct hearings. "Investigation division" means a particular 139 (r) 140 division supervised by the executive director that provides 141 investigative functions. 142 "License" means a gaming license or a (s) manufacturer's, seller's or distributor's license. 143 144 (t) "Licensee" means any person to whom a valid license 145 has been issued. "License fees" means monies required by law to be 146 (11) 147 paid to obtain or continue a gaming license or a manufacturer's, seller's or distributor's license. 148 149 (v) "Licensed gaming establishment" means any premises 150 licensed pursuant to the provisions of this chapter wherein or 151 whereon gaming is done. 152 "Manufacturer's," "seller's" or "distributor's" (w) license means a license issued pursuant to Section 75-76-79. 153 154 (x) "Navigable waters" shall have the meaning ascribed 155 to such term under Section 27-109-1. 156 "Operation" means the conduct of gaming. (y) 157 "Party" means the Mississippi Gaming Commission and (z) 158 any licensee or other person appearing of record in any proceeding 159 before the commission; or the Mississippi Gaming Commission and 160 any licensee or other person appearing of record in any proceeding *SS26/R857* S. B. No. 2673 05/SS26/R857 PAGE 5

161 for judicial review of any action, decision or order of the 162 commission.

163 (aa) "Person" includes any association, corporation, 164 firm, partnership, trust or other form of business association as 165 well as a natural person.

(bb) "Premises" means land, together with all buildings, improvements and personal property located thereon, and includes all parts of any vessel or cruise vessel.

169 (cc) "Race book" means the business of accepting wagers 170 upon the outcome of any event held at a track which uses the 171 pari-mutuel system of wagering.

(dd) "Regulation" means a rule, standard, directive or statement of general applicability which effectuates law or policy or which describes the procedure or requirements for practicing before the commission. The term includes a proposed regulation and the amendment or repeal of a prior regulation but does not include:

(i) A statement concerning only the internal
management of the commission and not affecting the rights or
procedures available to any licensee or other person;

181 (ii) A declaratory ruling;

182 (iii) An interagency memorandum;

183 (iv) The commission's decision in a contested case184 or relating to an application for a license; or

185 (v) Any notice concerning the fees to be charged186 which are necessary for the administration of this chapter.

187 (ee) "Respondent" means any licensee or other person188 against whom a complaint has been filed with the commission.

(ff) "Slot machine" means any mechanical, electrical or other device, contrivance or machine which, upon insertion of a coin, token or similar object, or upon payment of any consideration, is available to play or operate, the play or operation of which, whether by reason of the skill of the operator S. B. No. 2673 *SS26/R857 D5/SS26/R857 PAGE 6 or application of the element of chance, or both, may deliver or entitle the person playing or operating the machine to receive cash, premiums, merchandise, tokens or anything of value, whether the payoff is made automatically from the machine or in any other manner. The term does not include any antique coin machine as defined in Section 27-27-12.

(gg) "Sports pool" means the business of accepting wagers on sporting events, except for athletic events, by any system or method of wagering other than the system known as the "pari-mutuel method of wagering."

(hh) "Temporary work permit" means a work permit which is valid only for a period not to exceed ninety (90) days from its date of issue and which is not renewable.

207 (ii) "Vessel" or "cruise vessel" shall have the208 meanings ascribed to such terms under Section 27-109-1.

(jj) "Work permit" means any card, certificate or permit issued by the commission, whether denominated as a work permit, registration card or otherwise, authorizing the employment of the holder as a gaming employee. A document issued by any governmental authority for any employment other than gaming is not a valid work permit for the purposes of this chapter.

(kk) "School or training institution" means any school or training institution which is licensed by the commission to teach or train gaming employees pursuant to Section 75-76-34.

218 (11) "Cheat" means to alter the selection of criteria 219 that determine:

220

(i) The rules of a game; or

(ii) The amount or frequency of payment in a game.
(mm) "Crane game or device" means an amusement device
involving skill, if it rewards the player exclusively with
merchandise contained within the amusement device and limited to
noncash toys, novelties and prizes, each having a wholesale value

226 of not more than ten (10) times the cost of playing the amusement 227 device once or Ten Dollars (\$10.00), whichever is less.

228 **SECTION 2.** This act shall take effect and be in force from 229 and after July 1, 2005.