By: Representative Watson

To: Gaming

HOUSE BILL NO. 1254

AN ACT TO AMEND SECTION 79-11-505, MISSISSIPPI CODE OF 1972, 1 TO PROVIDE THAT PATRIOTIC ORGANIZATIONS MAY UTILIZE NONMEMBERS TO 2 3 ASSIST DESIGNATED SUPERVISORS IN THE CONDUCT OF BINGO UNDER THE 4 CHARITABLE BINGO LAW AND BE EXEMPT FROM REQUIREMENTS OF SECTIONS 79-11-501 THROUGH 79-11-529, MISSISSIPPI CODE OF 1972, WHICH 5 REQUIRE REGISTRATION WITH THE SECRETARY OF STATE TO SOLICIT б 7 CONTRIBUTIONS, IF THE ORGANIZATIONS OTHERWISE MEET THE 8 REOUIREMENTS FOR THE EXEMPTION; AND FOR RELATED PURPOSES.

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 10 SECTION 1. Section 79-11-505, Mississippi Code of 1972, is 11 amended as follows:

12 79-11-505. (1) The provisions of Sections 79-11-501 through
13 79-11-529 shall not apply to the following organizations:

14 (a) All educational institutions that are recognized by the State Board of Education or that are accredited by a regional 15 16 accrediting association or by an organization affiliated with the National Commission on Accrediting, any foundation having an 17 18 established identity with any of the aforementioned educational 19 institutions, any other educational institution which makes the solicitation of contributions solely by its student body, alumni, 20 faculty and trustees and their families or a library established 21 under the laws of this state. 22

(b) Fraternal, patriotic, social, educational, alumni
organizations and historical societies when solicitation of
contributions is made solely by their membership; however,
patriotic organizations may utilize nonmembers to assist
designated supervisors in the conduct of bingo under the
Charitable Bingo Law and qualify for this exemption. This
exemption shall be extended to any subsidiary of a parent or

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30 superior organization if such solicitation is made solely by the 31 membership of the subsidiary, parent or superior organization.

32 (c) Persons requesting any contributions for the relief 33 or benefit of any individual, specified by name at the time of the 34 solicitation, if the contributions collected are turned over to 35 the named beneficiary, first deducting reasonable expenses for 36 costs of banquets or social gatherings, if any, provided all 37 fund-raising functions are carried on by persons who are unpaid, 38 directly or indirectly, for such services.

39 (d) Any charitable organization which does not intend 40 to solicit and receive and does not actually receive contributions in excess of Four Thousand Dollars (\$4,000.00) during any 41 twelve-month period ending June 30 of any year, provided all of 42 43 its fund-raising functions are carried on by persons who are unpaid for such services. However, if the gross contributions 44 45 received by such charitable organization during any twelve-month 46 period ending June 30 of any year shall be in excess of Four Thousand Dollars (\$4,000.00) it shall, within thirty (30) days 47 after the date it shall have received total contributions in 48 49 excess of Four Thousand Dollars (\$4,000.00), register with and 50 report to the Secretary of State as required by this chapter.

51 (e) Any charitable organization receiving an allocation 52 from an incorporated community chest or united fund, provided such chest or fund is complying with the provisions of Sections 53 79-11-501 through 79-11-529 relating to registration and filing of 54 annual reports with the Secretary of State, and provided such 55 56 organization does not actually receive, in addition to such allocation, contributions in excess of Four Thousand Dollars 57 58 (\$4,000.00) during any twelve-month period ending June 30 of any 59 year, and provided further, that all the fund-raising functions of such organization are carried on by persons who are unpaid for 60 61 such services. However, if the gross contributions other than 62 such allocation received by such charitable organization during * HR40/ R1904*

H. B. No. 1254 07/HR40/R1904 PAGE 2 (TBT\BD) any twelve-month period ending June 30 of any year shall be in excess of Four Thousand Dollars (\$4,000.00), it shall, within thirty (30) days after the date it shall have received such contributions in excess of Four Thousand Dollars (\$4,000.00), register with and report to the Secretary of State as required by this chapter.

(f) All volunteer fire departments or rescue units,
rural or otherwise, chartered under the laws and statutes of the
State of Mississippi as nonprofit corporations.

(g) Any humane society organized under the laws of
Mississippi which contracts with counties or municipalities for
the care and keeping of estrays.

(h) Any other organization which the Secretary of State by rule or order exempts from the registration requirements of this chapter upon finding that (i) such registration is neither necessary in the public interest nor for the protection of contributors, or (ii) such exemption shall further the objectives of compatibility with uniformity among the states.

(2) Prior to any solicitations for contributions, each
charitable <u>organization</u> claiming to be exempt shall file a Notice
of Exemption on the forms prescribed by the Secretary of State.
In any proceeding under this chapter, the burden of proving an
exemption, or an exception from a definition, is upon the person
claiming it.

87 **SECTION 2.** This act shall take effect and be in force from 88 and after its passage.

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* HR40/ R1904* ST: Bingo; certain organizations using nonmembers to conduct are exempt from S.O.S. registration as charitable organization.