

1 HOUSE BILL NO. 548

2 INTRODUCED BY J. PATELIS, W. GALT

3
4 A BILL FOR AN ACT ENTITLED: "AN ACT GENERALLY REVISING GAMBLING LAWS RELATING TO DICE
5 GAMES; ALLOWING PATRON DICE GAMES; REVISING THE DICE GAME OF CEE-LO TO BE INCLUDED
6 IN PATRON DICE GAMES; PROVIDING DEFINITIONS; AND AMENDING SECTIONS 23-5-112 AND 23-5-
7 160, MCA."

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9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

10
11 **Section 1.** Section 23-5-112, MCA, is amended to read:

12 **"23-5-112. Definitions.** Unless the context requires otherwise, the following definitions apply to parts
13 1 through 8 of this chapter:

14 (1) "Antique gambling device" means:

- 15 (a) an illegal gambling device manufactured prior to 1994; or
16 (b) any gambling device which, at any present time, is 30 years old or older.

17 (2) "Applicant" means a person who has applied for a license or permit issued by the department
18 pursuant to parts 1 through 8 of this chapter.

19 (3) "Application" means a written request for a license or permit issued by the department. The
20 department shall adopt rules describing the forms and information required for issuance of a license.

21 (4) "Associated gambling business" means a person who provides a service or product to a licensed
22 gambling business and who:

- 23 (a) has a reason to possess or maintain control over gambling devices;
24 (b) has access to proprietary information or gambling tax information; or
25 (c) is a party in processing gambling transactions.

26 (5) "Authorized equipment" means, with respect to live keno or bingo, equipment that may be
27 inspected by the department and that randomly selects the numbers.

28 (6) "Bingo" means a gambling activity played for prizes with a card bearing a printed design of 5

1 columns. The letters B-I-N-G-O must appear above the design, with each letter above one of the columns.
2 More than 75 numbers may not be used. One or more numbers may appear in each square, except for the
3 center square, which may be considered a free play. Numbers must be randomly drawn using authorized
4 equipment until the game is won by the person or persons who first cover one or more previously designated
5 arrangements of numbers on the bingo card.

6 (7) "Bingo caller" means a person 18 years of age or older who, using authorized equipment,
7 announces the order of the numbers drawn in live bingo.

8 (8) "Bingo session" means all activities incidental to a series of bingo games conducted by a licensed
9 operator beginning when the first bingo ball is drawn in the first game of bingo.

10 (9) "Card game table" or "table" means a live card game table:

11 (a) authorized by permit and made available to the public on the premises of a licensed gambling
12 operator; or

13 (b) operated by a senior citizen center.

14 (10) "Card game tournament" means a gambling activity for which a permit has been issued involving
15 participants who pay valuable consideration for the opportunity to compete against each other in a series of live
16 card games conducted over a designated period of time.

17 (11) "Dealer" means a person with a dealer's license issued under part 3 of this chapter.

18 (12) "Department" means the department of justice.

19 (13) "Distributor" means a person who:

20 (a) purchases or obtains from a licensed manufacturer, distributor, route operator, or operator
21 equipment of any kind for use in gambling activities; and

22 (b) sells the equipment to a licensed manufacturer, distributor, route operator, or operator.

23 (14) (a) "Gambling" or "gambling activity" means risking any money, credit, deposit, check, property,
24 or other thing of value for a gain that is contingent in whole or in part upon lot, chance, or the operation of a
25 gambling device or gambling enterprise.

26 (b) The term does not mean conducting or participating in:

27 (i) promotional games of chance;

28 (ii) amusement games regulated by Title 23, chapter 6, part 1; or

1 (iii) social card games of bridge, cribbage, hearts, pinochle, pitch, rummy, solo, and whist played solely
2 for prizes of minimal value, as defined by department rule; or

3 (iv) patron dice games as defined in this section.

4 (15) "Gambling device" means a mechanical, electromechanical, or electronic device, machine, slot
5 machine, instrument, apparatus, contrivance, scheme, or system used or intended for use in any gambling
6 activity.

7 (16) "Gambling enterprise" means an activity, scheme, or agreement or an attempted activity, scheme,
8 or agreement to provide gambling or a gambling device to the public.

9 (17) (a) "Gift enterprise" means a gambling activity in which persons have qualified to obtain property
10 to be awarded by purchasing or agreeing to purchase goods or services.

11 (b) The term does not mean:

12 (i) a cash or merchandise attendance prize or premium that county fair commissioners of agricultural
13 fairs and rodeo associations may give away at public drawings at fairs and rodeos;

14 (ii) a promotional game of chance;

15 (iii) an amusement game regulated under Title 23, chapter 6;

16 (iv) a savings promotion raffle offered by a bank, trust company, mutual savings bank, savings and
17 loan association, or credit union authorized to do business and accept deposits in this state under state or
18 federal law and conducted in compliance with 23-5-413 that entitles individual members or depositors equal
19 chances to win a designated prize by depositing a sum of money during a specified savings period; or

20 (v) an entry into a raffle as a result of paying membership dues or making a purchase of an item
21 offered during a fundraising event held by a nonprofit organization.

22 (18) "Gross proceeds" means gross revenue received less prizes paid out.

23 (19) "Heads or tails" means a gambling activity in which players attempt to predict the outcome of a
24 coin toss. Those who are incorrect are eliminated and those who are correct continue to another round until one
25 winning player remains and is awarded a prize.

26 (20) "House player" means a person participating in a card game who has a financial relationship with
27 the operator, card room contractor, or dealer or who has received money or chips from the operator, card room
28 contractor, or dealer to participate in a card game.

1 (21) "Illegal gambling device" means a gambling device not specifically authorized by statute or by the
2 rules of the department. The term includes:

3 (a) a ticket or card, by whatever name known, containing concealed numbers or symbols that may
4 match numbers or symbols designated in advance as prize winners, including a pull tab, punchboard, push
5 card, tip board, pickle ticket, break-open, or jar game, except for one used under Title 23, chapter 7, under part
6 5 of this chapter, in a bingo game approved by the department under part 4 of this chapter, or in a promotional
7 game of chance approved by the department; and

8 (b) an apparatus, implement, or device, by whatever name known, specifically designed to be used in
9 conducting an illegal gambling enterprise, including a faro box, faro layout, roulette wheel, roulette table, craps
10 table, or slot machine, except as provided in 23-5-153.

11 (22) "Illegal gambling enterprise" means a gambling enterprise that violates or is not specifically
12 authorized by a statute or a rule of the department. The term includes:

13 (a) a card game, by whatever name known, involving any bank or fund from which a participant may
14 win money or other consideration and that receives money or other consideration lost by the participant and
15 includes the card games of blackjack, twenty-one, jacks or better, baccarat, or chemin de fer;

16 (b) ~~a dice game games, by whatever name known, in which a participant wagers on the outcome of~~
17 ~~the roll of one or more dice, including known as~~ craps, hazard, or chuck-a-luck, but not including patron dice
18 games or activities authorized by 23-5-160;

19 (c) credit gambling; and

20 (d) internet gambling.

21 (23) (a) "Internet gambling", by whatever name known, includes but is not limited to the conduct of any
22 legal or illegal gambling enterprise through the use of communications technology that allows a person using
23 money, paper checks, electronic checks, electronic transfers of money, credit cards, debit cards, or any other
24 instrumentality to transmit to a computer information to assist in the placing of a bet or wager and
25 corresponding information related to the display of the game, game outcomes, or other similar information.

26 (b) The term does not include the operation of a simulcast facility or advance deposit wagering with a
27 licensed advance deposit wagering hub operator allowed by Title 23, chapter 4, the state lottery provided for in
28 Title 23, chapter 7, or a raffle authorized under Title 23, chapter 5, part 4, that is sponsored by a nonprofit

1 organization and that is registered with the department. If all aspects of the gaming are conducted on Indian
2 lands in conformity with federal statutes and with administrative regulations of the national Indian gaming
3 commission, the term does not include class II gaming or class III gaming as defined by 25 U.S.C. 2703.

4 (24) "Keno" means a game of chance in which prizes are awarded using a card with 8 horizontal rows
5 and 10 columns on which a player may pick up to 10 numbers. A keno caller, using authorized equipment, shall
6 select at random at least 20 numbers out of numbers between 1 and 80, inclusive.

7 (25) "Keno caller" means a person 18 years of age or older who, using authorized equipment,
8 announces the order of the numbers drawn in live keno.

9 (26) "License" means a license for an operator, dealer, card room contractor, manufacturer of devices
10 not legal in Montana, sports tab game seller, manufacturer of electronic live bingo or keno equipment, other
11 manufacturer, distributor, or route operator that is issued to a person by the department.

12 (27) "Licensee" means a person who has received a license from the department.

13 (28) "Live card game" or "card game" means a card game that is played in public between persons on
14 the premises of a licensed gambling operator or in a senior citizen center.

15 (29) (a) "Lottery" means a scheme, by whatever name known, for the disposal or distribution of
16 property among persons who have paid or promised to pay valuable consideration for the chance of obtaining
17 the property or a portion of it or for a share or interest in the property upon an agreement, understanding, or
18 expectation that it is to be distributed or disposed of by lot or chance.

19 (b) The term does not mean lotteries authorized under Title 23, chapter 7.

20 (30) "Manufacturer" means a person who:

21 (a) assembles from raw materials or subparts a completed piece of equipment or pieces of equipment
22 of any kind to be used as a gambling device and who sells the equipment directly to a licensed distributor, route
23 operator, or operator;

24 (b) possesses gambling devices or components of gambling devices for the purpose of testing them;

25 or

26 (c) purchases gambling devices or components from licensed manufacturers, distributors, route
27 operators, or operators as trade-ins or to refurbish, rebuild, or repair to sell to licensed manufacturers,
28 distributors, route operators, or operators.

1 (31) "Nonprofit organization" means an organization established as a nonprofit to support charitable,
2 religious, scholastic, educational, veterans', fraternal, beneficial, civic, senior citizens', or service organizations'
3 charitable activities, scholarships or educational grants, or community service projects.

4 (32) "Operator" means a person who purchases, receives, or acquires, by lease or otherwise, and
5 operates or controls for use in public a gambling device or gambling enterprise authorized under parts 1
6 through 8 of this chapter.

7 (33) (a) "Patron dice games" means dice games involving wagers played by two or more patrons
8 over 18 years of age on the premises of a licensed gambling operator that the licensee does not promote, and
9 in which the licensee does not participate or acquire a financial interest either as the bank of the game or as the
10 source of credit for players.

11 (b) The term does not include:

12 (i) an illegal gambling enterprise as defined in this section; or

13 (ii) activities authorized by 23-5-160.

14 ~~(33)~~(34) "Permit" means approval from the department to make available for public play a gambling
15 device or gambling enterprise approved by the department pursuant to parts 1 through 8 of this chapter.

16 ~~(34)~~(35) "Person" or "persons" means both natural and artificial persons and all partnerships,
17 corporations, associations, clubs, fraternal orders, and societies, including religious and charitable
18 organizations.

19 ~~(35)~~(36) "Premises" means the physical building or property within or upon which a licensed gambling
20 activity occurs, as stated on an operator's license application and approved by the department.

21 ~~(36)~~(37) "Promotional game of chance" means a scheme, by whatever name known, for the disposal
22 or distribution of property among persons who have not paid or are not expected to pay any valuable
23 consideration or who have not purchased or are not expected to purchase any goods or services for a chance
24 to obtain the property, a portion of it, or a share in it. The property is disposed of or distributed by simulating a
25 gambling enterprise authorized by parts 1 through 8 of this chapter or by operating a device or enterprise
26 approved by the department that was manufactured or intended for use for purposes other than gambling.

27 ~~(37)~~(38) "Public gambling" means gambling conducted in:

28 (a) a place, building, or conveyance to which the public has access or may be permitted to have

1 access;

2 (b) a place of public resort, including but not limited to a facility owned, managed, or operated by a
3 partnership, corporation, association, club, fraternal order, or society, including a religious or charitable
4 organization; or

5 (c) a place, building, or conveyance to which the public does not have access if players are publicly
6 solicited or the gambling activity is conducted in a predominantly commercial manner.

7 ~~(38)~~(39) "Raffle" means a form of lottery in which each participant pays valuable consideration for a
8 ticket to become eligible to win a prize. Winners must be determined by a random selection process approved
9 by department rule.

10 ~~(39)~~(40) "Route operator" means a person who:

11 (a) purchases from a licensed manufacturer, route operator, or distributor equipment of any kind for
12 use in a gambling activity;

13 (b) leases the equipment to a licensed operator for use by the public; and

14 (c) may sell to a licensed operator equipment that had previously been authorized to be operated on a
15 premises and may sell gambling equipment to a distributor or manufacturer.

16 ~~(40)~~(41) "Senior citizen center" means a facility operated by a nonprofit or governmental organization
17 that provides services to senior citizens in the form of daytime or evening educational or recreational activities
18 and does not provide living accommodations to senior citizens. Services qualifying under this definition must be
19 recognized in the state plan on aging adopted by the department of public health and human services.

20 ~~(41)~~(42) (a) "Slot machine" means a mechanical, electrical, electronic, or other gambling device,
21 contrivance, or machine that, upon insertion of a coin, currency, token, credit card, or similar object or upon
22 payment of any valuable consideration, is available to play or operate, the play or operation of which, whether
23 by reason of the skill of the operator or application of the element of chance, or both, may deliver or entitle the
24 person playing or operating the gambling device to receive cash, premiums, merchandise, tokens, or anything
25 of value, whether the payoff is made automatically from the machine or in any other manner.

26 (b) This definition does not apply to video gambling machines authorized under part 6 of this chapter.

27 ~~(42)~~(43) "Video gambling machine" is a gambling device specifically authorized by part 6 of this
28 chapter and the rules of the department."

1

2 **Section 2.** Section 23-5-160, MCA, is amended to read:

3 **"23-5-160. Shaking dice for a drink or music or in a shake-a-day game -- cee-lo authorized.** (1) It
4 is legal for a customer in an establishment licensed for the sale of alcoholic beverages to be consumed on the
5 premises to shake or choose one or more dice, alone or with an owner or employee of the establishment, to
6 determine whether the customer or the establishment shall pay for the customer's drink or to determine whether
7 the customer or the establishment shall immediately pay a predetermined amount of money, not to exceed \$2,
8 for music from a jukebox in the establishment.

9 (2) It is legal for a customer in an establishment licensed for the sale of alcoholic beverages to be
10 consumed on the premises to play the dice game commonly known as shake-a-day, in which a customer may
11 once each day pay an amount of money predetermined by the establishment, but not more than 50 cents, and
12 shake a number of dice predetermined by the establishment in an attempt to roll certain combinations
13 simulating poker hands predetermined by the establishment. If one of the combinations is rolled, the customer
14 may win merchandise or a portion or all of the money paid to play the game since the last winning combination
15 was rolled. The establishment may, before a game begins, limit the amount that will be won set and post a
16 percentage of the pot that will be set aside and use the remaining money played on that game to start the pot
17 for the next game, thus enhancing the incentive to play the next game in the early stages of the next game. All
18 money paid to play games must be paid out as winnings. An establishment may offer to the public more than
19 one shake-a-day game at any given time.

20 ~~(3) (a) It is legal for a customer in an establishment licensed for the sale of alcoholic beverages to be~~
21 ~~consumed on the premises to play a dice game commonly known as cee-lo in which customers may play with~~
22 ~~three six-sided dice, with or without a bank, in which the first player to roll a winning combination wins. The dice~~
23 ~~combination of 4-5-6 is treated as a winning combination. Customers shall agree on rules before playing cee-lo.~~
24 ~~Games of cee-lo may include dice rolls that establish a point and may include games in which two or more~~
25 ~~players will roll and compare their points to determine a winner. Cee-lo may also be known as "see-low", "four-~~
26 ~~five-six", "three dice game", and "pair and a point".~~

27 ~~(b) (i) In banking games, one customer serves as a banker on a rotating basis. The banker covers~~
28 ~~the individual bets of the other customers who are playing, each of whom competes directly with the bank.~~

1 ~~Customers bet against the banker, and dice rolls establish a point for the customer.~~

2 ~~(ii) In nonbanking games, each customer has equal status and rules must be agreed upon for the~~
3 ~~customers to pool their bets, bet amount, and attempt to win from a common pot. Each customer shall then roll~~
4 ~~all dice at once and shall continue until a recognized combination is rolled. Whichever customer rolls the best~~
5 ~~combination wins the entire pot and a new round may begin.~~

6 ~~(c) A person under 18 years of age may not play cee-lo.~~

7 ~~(d) An establishment in which cee-lo is played under this section may not:~~

8 ~~(i) have a financial interest in the game, including but not limited to being the bank in the game;~~

9 ~~(ii) extend credit to any customer who wishes to participate in the game; or~~

10 ~~(iii) participate or otherwise be involved in the game.~~

11 ~~(4) Nothing in this section authorizes the dice game of craps or any other dice game not specifically~~
12 ~~described in this section."~~

13 ~~- END -~~