5:8-53 and 5:8-62

LEGISLATIVE HISTORY CHECKLIST

NJSA <u>5:8-53</u> and 5:8-6	2	(Raffle r ^a ffles	sallows for non	s off premis -profit orga	se for 50-50 anizations)
LAWS 1982		'CHAPT	ER 110		·
Bill No. A685					
Sponsor(s) <u>Littell an</u>	d Haytaian				
Date Introduced Feb	ruary 1, 1	982			
Committee: Assembly		· · · · · · · · · · · · · · · · · · ·			
Senate	Law, Publi	c Safety and D	efense		
Amended during passage		Yes	XXX	Amendments denoted by	during passage
Date of Passage: Assem	bly Febr	uary 8, 1982		denoted by	
Senat	e June	10, 1982			
Date of approval_	August	5, 1982	n tracendos qualitars		
Following statements ar	e attached	if available:		•	S r
Sponsor statement		Yes	ХХХХХ	•	
Committee Statement: A	ssembly	KKK	No		
S	enate	Yes	XXX	-	
Fiscal Note		*XXX	No		-
Veto Message		XXX	No	. **	
Message on signing	yes	XXX	XX		
Following were printed:	•				
Reports	•	XXX	No		
Hearings		X XX	No	•	•

[OFFICIAL COPY REPRINT] ASSEMBLY, No. 685

STATE OF NEW JERSEY

INTRODUCED FEBRUARY 1, 1982

By Assemblymen LITTELL and HAYTAIAN

(Without Reference)

An Acr to amend the "Raffles Licensing Law," approved February 20, 1954 (P. L. 1954, c. 5) *[and repealing section 11 thereof]*.

BE IT ENACTED by the Senate and General Assembly of the State

2 of New Jersey:

1 1. Section 4 of P. L. 1954, c. 5 (C. 5:8-53) is amended to read

2 as follows:

3 4. The governing body of the municipality shall make an investi-

4 gation of the qualifications of each applicant and the merits of the

application, with due expedition after the filing of the application,

6 and if it shall determine that the applicant is duly qualified to be

7 licensed under this act to hold, operate and conduct games of

3 chance under the provisions of this act and the rules and regula-

9 tions governing the holding, operation and conduct thereof in the

10 municipality; that the member or members of the applicant desig-

11 nated in the application to hold, operate or conduct the game or

12 games of chance, to hold, operate and conduct which the license is

13 applied for, are bona fide active members of the applicant and

14 persons of good moral character and have never been convicted of

15 crime; that such game or games of chance are to be held, operated

16 and conducted in accordance with the provisions of this act and

17 in accordance with the rules and regulations governing the holding,

18 operation and conduct thereof and that the proceeds thereof are

19 to be disposed of as provided by this act, and if the governing body

20 is satisfied that no commission, salary, compensation, reward or

21 recompense whatever will be paid or given to any person holding,

22 operating or conducting or assisting in the holding, operation or

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

Matter printed in italics thus is new matter.

Matter enclosed in asterisks or stars has been adopted as follows:

*—Senate committee amendments adopted June 3, 1982.

23 conduct of any such game of chance except as in this act otherwise 24 provided; that any rental to be paid for any equipment to be used 25 in or in connection with the holding, operation and conduct of such 26 game or games of chance conforms to the schedule of authorized 27 rentals prescribed by rules of the Legalized Games of Chance 28 Control Commission and that such lessor or lessors have been ap-29 proved as to good moral character and freedom from conviction 30 of crime by said commission; that no prize will be offered or given 31 in cash except as otherwise provided in this act or of greater value **3**2 than is provided in this act in any game or games of chance held, 33 operated and conducted under the license, it shall issue a license to 34 the applicant for the holding, operation and conduct of the specific kind, or one or more of the specific kinds, of games of chance 35 36 applied for accordingly, upon the payment of a license fee of \$5.00 *per day* for Leach day upon which a raffle with respect to which 37 38 all tickets or rights to participate are sold only to persons present 39 at the place of the drawing on the occasion of the all raffles held 40 with a drawing, a license fee of \$5.00 for all raffles concurrently 41 held, without a drawing, at one location on any 1 day or any series 42 of consecutive days not exceeding 6 in any 1 week, [at one location] and unless the prizes are in cash \$10.00 for each \$1,000.00 of the 43 value of the prizes above the original \$1,000.00 value of prizes 44 awarded in each raffle with respect to which tickets or rights to 45 participate may be sold in advance of the occasion of the drawing 46 or allotment of prizes. Five dollars of the aforesaid \$10.00 fee for 47 48 each \$1,000.00 of the value of the prizes above the original \$1,000.00 value of prizes awarded in each raffle with respect to which tickets **4**9 or rights to participate may be sold in advance of the occasion of 50 the drawing or allotment of prizes shall be payable to the Treasurer 51 of the State of New Jersey. 52

2. Section 13 of P. L. 1954, c. 5 (C. 5:8-62) is amended to read as follows:

3 13. No prize shall be offered and given in cash except as herein-4 after provided.

5 The aggregate retail value of all prizes to be offered and given by raffles held, operated and conducted under any license issued 6 7 under this act in any calendar year shall not exceed \$15,000.00 except that in the case of licensees having one or more organizations 8 9 which are auxiliary to it, said licensees shall not exceed \$7,500.00 10 for the principal licensee, and \$7,500.00 for each auxiliary organization thereto, but in lieu thereof there may be offered and given 11 as a prize or award one article of merchandise having a retail 12 value in excess of \$15,000.00, except that in the case of licensees

14 having one or more organizations which are auxiliary to it, said 15 licensees shall not exceed \$7,500.00 for the principal licensee and 16 \$7,500.00 for each auxiliary organization thereto, but the limits 17 so fixed shall not apply to any raffle conducted by a drawing with respect to which all tickets are sold only to persons present at 18 the place of the drawing, the winners determined, and the prizes 19 20 awarded, on the occasion of the drawing, if the prizes are wholly 21 donated. *The aggregate retail value of all prizes to be offered 22and given be raffles held, operated and conducted under any license 23issued under P. L. 1954, c. 5 (C. 5:8-50 et seq.) in any calendar year 24 shall not exceed \$15,000.00 except that in the case of licensees hav-25ing one or more organizations which are auxiliary to it, said 26 licensees shall not exceed \$7,500.00 for the principal licensee, and 27\$7,500.00 for each auxiliary organization thereto, but in lieu thereof 28there may be offered and given as a prize or award one article of 29merchandise having a retail value in excess of \$15,000.00, except that in the case of licensees having one or more organizations which 30 31 are auxiliary to it, said licensees shall not exceed \$7,500.00 for the principal licensee and \$7,500.00 for each auxiliary organization 32thereto, but the limits so fixed shall not apply to any raffle con-33 ducted by a drawing with respect to which all tickets are sold only 3435 to persons present at the place of the drawing, the winners determined, and in the prizes awarded, on the occasion of the drawing, 36 37 if the prizes are wholly donated. a.* Cash prizes may be offered 38 or given in a raffle [with respect to which all tickets are sold only to persons present at the place of the drawing, the winners deter-39mined, and the prizes awarded, on the occasion of the drawing 40 *with respect to which all tickets are sold only to persons present 41 at the place of the drawing, the winners determined, and the prizes 42 awarded, on the occasion of the drawing*, if the prizes equal 50% 43 of the total received for the tickets or rights to participate in the 44 drawing, and the monetary limits prescribed above shall not 45 apply thereto] *; and b. Cash prizes may also be offered or given 46 in a raffle in which tickets may be sold in advance of the occasion 47 and at which the winner need not be present when the winner is 48 determined, if the prizes equal 50% of the total received for the 49 tickets or rights to participate in the drawing, provided that no 50 such raffle authorized by this subsection shall be held, operated or 51 conducted under any license issued under P. L. 1954, c. 5 (C. 5:8-50 52 et seq.) more than once in any 1 calendar month. The monetary 53 limits prescribed above shall not apply to subsection a. of this 54 section*.55

- No prize having a retail value greater than \$100.00 shall be
- 57 awarded in any raffle, not conducted by a drawing, for each spin
- 58 of the wheel or other allotment by chance.
- *[3. Section 11 of P. L. 1954, c. 5 (C. 5:8-60) is repealed.]*
- 1 *[4.]* *3.* This act shall take effect immediately.

- 14 having one or more organizations which are auxiliary to it, said
- 15 licensees shall not exceed \$7,500.00 for the principal licensee and
- 16 \$7,500.00 for each auxiliary organization thereto, but the limits
- 17 so fixed shall not apply to any raffle conducted by a drawing with
- 18 respect to which all tickets are sold only to persons present at
- 19 the place of the drawing, the winners determined, and the prizes
- 20 awarded, on the occasion of the drawing, if the prizes are wholly
- 21 donated.] Cash prizes may be offered or given in a raffle [with
- 22 respect to which all tickets are sold only to persons present at the
- 23 place of the drawing, the winners determined, and the prizes
- 24 awarded, on the occasion of the drawing, if the prizes equal 50%
- 25 of the total received for the tickets or rights to participate in the
- 26 drawing , and the monetary limits prescribed above shall not
- 27 apply thereto].
- No prize having a retail value greater than \$100.00 shall be
- 29 awarded in any raffle, not conducted by a drawing, for each spin
- 30 of the wheel or other allotment by chance.
- 1 3. Section 11 of P. L. 1954, c. 5 (C. 5:8-60) is repealed.
- 1 4. This act shall take effect immediately.

STATEMENT

This bill amends section 13 of the "Raffles Licensing Law" (P. L. 1954, c. 5, C. 5:8-62) to allow nonprofit organizations to sell raffle tickets to persons not in attendance at the drawing of a raffle in which cash in an amount equal to 50% of the total received from ticket sales is awarded as prizes. Current law requires that tickets can only be sold to persons attending the drawing. It also removes the restrictions on the aggregate retail value of all prizes to be offered.

The bill also amends section 4 of P. L. 1954, c. 5 (C. 5:8-53) to clarify how raffle fees shall be paid. It provides that fees for all raffles shall be \$5.00 and that for raffles which award prizes other than cash the fee shall be \$10.00 for each \$1,000.00 of the value of the prizes above \$1,000.00

The bill also repeals the statutory limitation on the frequency of raffles.

A685 (1982)

SENATE LAW, PUBLIC SAFETY AND DEFENSE COMMITTEE

STATEMENT TO

ASSEMBLY, No. 685

STATE OF NEW JERSEY

DATED: FEBRUARY 25, 1982

This bill amends and repeals sections of the "Raffles Licensing Law." Section 1 of the bill clarifies the way raffle license fees shall be paid. It provides that the license fee for all raffles shall be \$5.00, and that for raffles which award prizes other than cash, the license fee shall be \$10.00 for each \$1,000.00 of the value of the prizes above \$1,000.00.

Section 2 of the bill permits non-profit organizations to sell raffle tickets to people not present at the drawing when cash equal to 50% of the total received from ticket sales is awarded as prizes. Current law stipulates that when such an amount of cash is offered in prizes, tickets must be sold only to persons present at the drawing. Section 1 also removes restrictions now in the law governing the aggregate retail value of all prizes to be offered.

Section 3 of the bill repeals the section of law that limits the frequency of raffles held under a given license to 6 days per calendar month.

OFFICE OF THE GOVERNOR

FOR IMMEDIATE RELEASE
AUGUST 5, 1982

FOR FURTHER IMFORMATION
KATHERINE BROKAW

Governor Thomas H. Kean today signed the following two bills concerning the administration of raffles.

A-659, sponsored by Assemblyman Thomas Deverin (D-Union), amends the raffles licensing law to raise the limit on cash prizes which may be awarded by a single licensee from \$15,000 to \$25,000; the limit applies to the aggregate sum of all prizes awarded. The limit on prizes which may be awarded by a group of organizations sponsoring a raffle has been raised from \$7,500 to \$12,500 apiece for each of the organizations involved, both the principal licensee and the auxiliary organizations

A-685, sponsored by Robert Littel (R-Warren), provides that in a 50-50 raffle, one in which cash equal to 50% of the total received from ticket sales, run by a non-profit organization, the winner need not be present at the drawing in order to be awarded the prize. Current law requires the presence of the winner at the drawing.

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