HOUSE BILL NO. 573

INTRODUCED BY MCCORMICK, PAVLOVICH, DAILY, NISBET, BACHINI

BY REQUEST OF THE COMMITTEE ON BUSINESS AND ECONOMIC DEVELOPMENT

IN THE HOUSE

FEBRUARY 4, 1989 INTRODUCED AND REFERRED TO COMMITTEE ON BUSINESS & ECONOMIC DEVELOPMENT.

FIRST READING.

- FEBRUARY 10, 1989 COMMITTEE RECOMMEND BILL DO PASS. REPORT ADOPTED.
- FEBRUARY 11, 1989 PRINTING REPORT.
- FEBRUARY 13, 1989 SECOND READING, DO PASS.
- FEBRUARY 14, 1989 ENGROSSING REPORT.
- FEBRUARY 15, 1989 THIRD READING, PASSED. AYES, 82; NOES, 16.

TRANSMITTED TO SENATE.

IN THE SENATE

FEBRUARY 16, 1989

FIRST READING.

ON BUSINESS & INDUSTRY.

MARCH 8, 1989 COMMITTEE RECOMMEND BILL BE CONCURRED IN AS AMENDED. REPORT ADOPTED.

MARCH 9, 1989 SECOND READING, CONCURRED IN.

MARCH 11, 1989 THIRD READING, CONCURRED IN. AYES, 36; NOES, 8.

RETURNED TO HOUSE WITH AMENDMENTS.

INTRODUCED AND REFERRED TO COMMITTEE

IN THE HOUSE

MARCH 13, 1989

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RECEIVED FROM SENATE.

SECOND READING, AMENDMENTS CONCURRED IN.

MARCH 14, 1989 THIRD READING, AMENDMENTS CONCURRED IN.

SENT TO ENROLLING.

REPORTED CORRECTLY ENROLLED.

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1 INTRODUCED BY /// (a 2 3 BY REQUEST OF THE COMAITTEE ON BUSINESS AND 4 ECONOMIC DEVELOPMENT 5 6 A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING MACHINE 7 MANUFACTURER BILL ACCEPTORS ON VIDEO DRAW POKER AND KENO 8 MACHINES; AMENDING SECTIONS 23-5-606 AND 23-5-609, MCA; AND 9 PROVIDING AN IMMEDIATE EFFECTIVE DATE." 10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 11 12 Section 1. Section 23-5-606, MCA, is amended to read: 13 *23-5-606. Description and specifications. Each video 14 draw poker machine must: 15 (1) be inspected in the state of Montana for certification and licensure by the department; 16 17 (2) be connected with a system consisting of 18 player-operated terminals. The terminals must be intelligent 19 devices operated by the players in the manner specified in 20 this part. 21 (3) not have any switches, jumpers, wire posts, or any 22 other means of manipulation that could affect the operation 23 or outcome of a game; 24 (4) offer only the game of draw poker and have the 25 following method of operation: otana Legislatuve Counci

 (a) the cards must be shuffled after each hand of poker is dealt;

3 (b) the game must have one memory location for each 4 card in the deck. The deck must be shuffled by use of a 5 random number generator to exchange each card in the deck 6 with another randomly selected card.

7 (c) after shuffling, five cards must be dealt from the8 top of the deck;

9 (d) any discarded cards must be replaced by remaining 10 cards in the deck, starting with the sixth card and using 11 the cards in the order of the deck;

(e) after the first five cards of a hand have been
dealt, the player may be allowed to raise his wager up to
the amount of his initial ante, not to exceed eight
quarters;

16 (f) each quarter must represent one credit;

17 (g) the game must display the hands for which free 18 games or credits will be awarded and the number of free 19 games or credits for each hand;

(h) the machine must have doors to two locking areas,
one area containing the logic board and software for the
game draw poker and the other housing the cash compartment
and mechanical meters. These areas must be locking and
separated. Access to one from the other must not be allowed
at any time.

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(i) (i) the machine must have two mechanisms,
 hereinafter referred to as "mechanism 1" and "mechanism 2",
 that accept quarters;

4 (ii) the machine may have a <u>machine manufacturer</u> 5 mechanism that accepts cash in the form of bills not to 6 exceed \$5;

7 (j) the machine must use a color display with images
8 of cards that closely resemble standard poker playing cards;
9 (k) the machine must be capable of printing a ticket
10 voucher for the player at the completion of each game. If
11 credits are owed the player, a valid ticket must contain:

12 (i) the name of the licensed establishment;

(ii) the name of the city, town, or county in which thelicensed establishment is located;

15 (iii) the value of the prize in numbers;

16 (iv) the value of the prize in words;

17 (v) the time of day, in hours and minutes in a 24-hour 18 format;

19 (vi) the date;

20 (vii) the machine license number or serial number up to21 eight digits;

(viii) the sequential number of the ticket voucher; and
(ix) an encrypted validation number from which the
validity of the prize can be determined;

25 (1) an exact copy of each printed ticket voucher must

1 be printed and retained within the machine;

2 (m) the machine must have nonresettable mechanical
3 meters housed in a readily accessible area that keep a
4 permanent record of:

5 (i) total coins accepted by both coin acceptors;

6 (ii) total credits in the bill acceptor if the machine
7 has a bill acceptor;

8 (iii) credits played by player;

9 (iv) credits won by player; and

10 (v) credits printed out by the ticket voucher printer;

11 (n) the machine must contain electronic metering,
12 using meters that record the following and display them on
13 the video screen:

14 (i) total coins in <u>accepted by mechanism 1 and</u>
15 <u>mechanism 2 combined</u>, total coins-in-mechanism-2 credits in
16 <u>the bill acceptor</u>, and total coins-in-mechanisms <u>credits</u>
17 <u>accepted by mechanism 1, and mechanism 2, and the bill</u>
18 <u>acceptor</u> combined;

19 tity-if-the--maching--has--a--bill--acceptory--it--must 20 contain--electronic--metering-using-meters-that-record-total 21 coins-in-mechanisms-l-and-2-combined-and--total--credits--in 22 the-bill-acceptor;

23 (iii) total credits, total credits played, and
 24 total credits won;

25 (iv)(iii) total hands of poker played and total hands

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1	of poker won;	l number permanently affixed to the machine by the
2	tv; (iv) total winning hands, consisting of a pair, two	2 manufacturer."
3	pair, three of a kind, a straight, a flush, a full house,	3 Section 2. Section 23-5-609, MCA, is amended to read:
4	four of a kind, a straight flush, or five of a kind;	4 "23-5-609. Keno machine specifications. Each keno
5	(vi)(v) total errors from the logic board random	5 machine must:
6	access memory; and	6 (1) be inspected in the state of Montana for
7	<pre>(vii) total examination of electronic meters;</pre>	7 certification and licensure by the department;
8	(0) the machine may not have any functions or	8 (2) be connected with a system consisting of
9	parameters adjustable by or through any separate video	9 player-operated terminals. The terminals must be intelligent
10	display or input codes, except for the adjustment of	10 devices operated by the players in the manner specified in
11	features that are wholly cosmetic;	ll this part.
12	(p) the machine must issue, by activation of an	12 (3) not have any switches, jumpers, wire posts, or any
13	external switch, an accounting ticket containing a	13 other means of manipulation that could affect the operation
14	performance synopsis of the machine. The ticket must	14 or outcome of a game; and
15	contain:	15 (4) offer only the game of keno and have the following
16	(i) the name of the licensed establishment;	16 method of operation:
17	(ii) the name of the city, town, or county in which the	17 (a) the numbers must be mixed after each game is
18	licensed establishment is located;	18 played;
19	(iii) the license number of the machine;	19 (b) the game must have one memory location for each
20	(iv) the time of day, in hours and minutes in a 24-hour	20 number. The numbers must be mixed by use of a random number
21	format;	21 generator.
22	(v) the date; and	22 (c) each game must have a field of numbers from 1 to
23	(vi) the electronic meter readings required by	23 75 or 1 to 80 for each game of keno or bingo that is played.
24	<pre>subsection (4)(n); and</pre>	24 There must be at least 20 numbers drawn in each game.
25	(5) have a serial number or other identification	25 (d) the game must display the number of spaces picked

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for which free games or credits will be awarded and the
 number of free games or credits for each game;

3 (e) the machine must have doors to two or more locking 4 areas, one area containing the logic board and software for 5 the game of keno and the others housing the cash compartment 6 and mechanical meters. These areas must be locking and 7 separated. Access to one from the other must not be allowed 8 at any time.

9 (f) the machine must have two mechanisms, hereinafter 10 referred to as "mechanism 1" and "mechanism 2", that accept 11 quarters. The machine may have a <u>machine manufacturer</u> 12 mechanism that accepts cash in the form of bills not to 13 exceed \$5.

14 (g) each quarter must represent one credit;

15 (h) the game must display the combinations for which
16 free games or credits will be awarded and the number of free
17 games or credits for each combination;

18 (i) the machine must be capable of printing a ticket
19 voucher for the player at the completion of each game. If
20 credits are owed the player, the ticket must contain:

21 (i) the name of the licensed establishment;

(ii) the name of the city, town, or county in which thelicensed establishment is located;

24 (iii) the value of the prize in numbers;

25 (iv) the value of the prize in words;

1	(v) the time of day, in hours and minutes in a 24-hour
2	format;
3	(vi) the date;
4	(vii) the machine license number or serial number up to
5	eight digits;
6	{viii) the sequential number of the ticket voucher; and
7	(ix) an encrypted validation number from which the
8	validity of the prize can be determined;
9	(j) an exact copy of each printed ticket voucher must
10	be printed and retained within the machine;
11	(k) the machine must have nonresettable mechanical
12	meters housed in the cash compartment that keep a permanent
13	record of:
14	(i) total credits in the bill acceptor, if the machine
15	has a bill acceptor;
16	$\frac{i}{i}$ total coins accepted by both coin acceptors;
17	<pre>tiit(iii) credits played by player;</pre>
18	<pre>tiii)(iv) credits won by player; and</pre>
19	tiv; (v) credits printed out by the ticket voucher
20	printer;
21	(1) the machine must contain electronic metering,
22	using meters that record the following and display them on
23	the video screen:

24 (i) total coins in accepted by mechanism 1 and
25 mechanism 2 combined, total coins credits in the bill

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acceptor, and total credits accepted by mechanism <u>1</u>,
 mechanism 2, and total-coins-in-mechanisms-l-and-2 the bill
 acceptor combined;
 till-if-the--machine--has--a--bill--acceptor,--it--must

5 contain--electronic--metering-using-meters-that-record-total 6 coins-in-mechanisms-l-and-2-combined-and--total--credits--in 7 the-bill-acceptor;

8 (iii) total credits, total credits played, and
9 total credits won;

10 (iv)(iii) total games of keno played and total games of
11 keno won;

12 (*)(iv) total errors from the logic board random access
13 memory; and

14 (vi)(v) total examination of electronic meters;

15 (m) the machine may not have any functions or 16 parameters adjustable by or through any separate video 17 display or input codes, except for the adjustment of 18 features that are wholly cosmetic;

19 (n) the machine must issue, by activation of an 20 external switch, an accounting ticket containing a 21 performance synopsis of the machine. The ticket must 22 contain:

(i) the name of the licensed establishment;

23

24 (ii) the name of the city, town, or county in which the25 licensed establishment is located;

(iii) the license number of the machine;
 (iv) the time of day, in hours and minutes in a 24~hour
 format;
 (v) the date; and

5 (vi) the electronic meter readings required by 6 subsection (4)(1)."

7 <u>NEW SECTION.</u> Section 3. Extension of authority. Any 8 existing authority to make rules on the subject of the 9 provisions of [this act] is extended to the provisions of 10 [this act].

<u>NEW SECTION.</u> Section 4. Effective date. [This act] is
 effective on passage and approval.

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LC 1739/01

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51st Legislature

LC 1739/01 APPROVED BY COMM. ON BUSINESS

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poker is dealt;

AND ECONOMIC DEVELOPMENT HOUSE BILL NO 1 INTRODUCED BY ME 2 Nisber 3 BY REQUEST OF THE COMMITTEE ON BUSINESS AND 4 ECONOMIC DEVELOPMENT 5 A BILL FOR AN ACT ENTITLED: 6 "AN ACT ALLOWING MACHINE 7 MANUFACTURER BILL ACCEPTORS ON VIDEO DRAW POKER AND KENO 8 MACHINES; AMENDING SECTIONS 23-5-606 AND 23-5-609, MCA: AND 9 PROVIDING AN IMMEDIATE EFFECTIVE DATE." 10 11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: Section 1. Section 23-5-606, MCA, is amended to read: 12 13 *23-5-606. Description and specifications. Each video 14 draw poker machine must: 15 (1) be inspected in the state of Montana for 16 certification and licensure by the department; 17 (2) be connected with a system consisting of 18 player-operated terminals. The terminals must be intelligent 19 devices operated by the players in the manner specified in 20 this part. 21 (3) not have any switches, jumpers, wire posts, or any 22 other means of manipulation that could affect the operation 23 or outcome of a game; 24 (4) offer only the game of draw poker and have the 25 following method of operation:

7 (c) after shuffling, five cards must be dealt from the 8 top of the deck; (d) any discarded cards must be replaced by remaining 9 cards in the deck, starting with the sixth card and using 10 11 the cards in the order of the deck; (e) after the first five cards of a hand have been 12 dealt, the player may be allowed to raise his wager up to 13 14 the amount of his initial ante, not to exceed eight 15 quarters; 16 (f) each quarter must represent one credit; 17 (g) the game must display the hands for which free games or credits will be awarded and the number of free 18 games or credits for each hand: 19 20 (h) the machine must have doors to two locking areas, 21 one area containing the logic board and software for the 22 game draw poker and the other housing the cash compartment 23 and mechanical meters. These areas must be locking and 24 separated. Access to one from the other must not be allowed 25 at any time. SECOND READING -2-

(a) the cards must be shuffled after each hand of

(b) the game must have one memory location for each

card in the deck. The deck must be shuffled by use of a

random number generator to exchange each card in the deck

with another randomly selected card.

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1 (i) (i) the machine must have two mechanisms, 2 hereinafter referred to as "mechanism 1" and "mechanism 2", 3 that accept guarters; 4 (ii) the machine may have a machine manufacturer 5 mechanism that accepts cash in the form of bills not to 6 exceed \$5; 7 (j) the machine must use a color display with images of cards that closely resemble standard poker playing cards; 8 9 (k) the machine must be capable of printing a ticket 10 voucher for the player at the completion of each game. If 11 credits are owed the player, a valid ticket must contain: 12 (i) the name of the licensed establishment; 13 (ii) the name of the city, town, or county in which the 14 licensed establishment is located: (iii) the value of the prize in numbers; 15 (iv) the value of the prize in words; 16 17 (v) the time of day, in hours and minutes in a 24-hour 18 format; 19 (vi) the date; 20 (vii) the machine license number or serial number up to eight digits; 21 22 (viii) the sequential number of the ticket voucher; and (ix) an encrypted validation number from which the 23 24 validity of the prize can be determined; 25 (1) an exact copy of each printed ticket voucher must

1 be printed and retained within the machine;

2 (m) the machine must have nonresettable mechanical
3 meters housed in a readily accessible area that keep a
4 permanent record of:

(i) total coins accepted by both coin acceptors;

6 (ii) total credits in the bill acceptor if the machine
7 has a bill acceptor;

(iii) credits played by player;

5

8

9 (iv) credits won by player; and

10 (v) credits printed out by the ticket voucher printer;

11 (n) the machine must contain electronic metering,

12 using meters that record the following and display them on 13 the video screen:

(i) total coins in <u>accepted by mechanism 1 and</u>
<u>mechanism 2 combined</u>, total coins-in-mechanism-2 credits in
<u>the bill acceptor</u>, and total coins--in--mechanisms credits
<u>accepted by mechanism 1</u>, and <u>mechanism 2</u>, and the bill
<u>acceptor</u> combined;
(ii)-if-the--machine--has--a-bill--acceptor,-it--must

20 contain--electronic--metering-using-meters-that-record-total

21 coins-in-mechanisms-1-and-2-combined-and--total--credits--in

22 the-bill-acceptor;

23 <u>(iii)</u> total credits, total credits played, and 24 total credits won;

25 tivt(iii) total hands of poker played and total hands

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1	of poker won;	l number permanently affixed to the machine by the
2	$f \forall j(iv)$ total winning hands, consisting of a pair, two	2 manufacturer."
3	pair, three of a kind, a straight, a flush, a full house,	
4	four of a kind, a straight flush, or five of a kind;	3 Section 2. Section 23-5-609, MCA, is amended to read:
5	$(\forall \pm \pm)$ (v) total errors from the logic board random	4 *23-5-609. Keno machine specifications. Each keno
6	access memory; and	5 machine must:
		6 (1) be inspected in the state of Montana for
7	(vii) total examination of electronic meters;	<pre>7 certification and licensure by the department;</pre>
8	(O) the machine may not have any functions or	8 (2) be connected with a system consisting of
9	parameters adjustable by or through any separate video	9 player-operated terminals. The terminals must be intelligent
10	display or input codes, except for the adjustment of	10 devices operated by the players in the manner specified in
11	features that are wholly cosmetic;	ll this part.
12	(p) the machine must issue, by activation of an	12 (3) not have any switches, jumpers, wire posts, or any
13	external switch, an accounting ticket containing a	13 other means of manipulation that could affect the operation
14	performance synopsis of the machine. The ticket must	14 or outcome of a game; and
15	contain:	15 (4) offer only the game of keno and have the following
16	(i) the name of the licensed establishment;	16 method of operation:
17	(ii) the name of the city, town, or county in which the	17 (a) the numbers must be mixed after each game is
18	licensed establishment is located;	
19	(iii) the license number of the machine;	
20	(iv) the time of day, in hours and minutes in a 24-hour	19 (b) the game must have one memory location for each
21	format;	20 number. The numbers must be mixed by use of a random number
22	(v) the date; and	21 generator.
23		22 (c) each game must have a field of numbers from 1 to
24		23 75 or 1 to 80 for each game of keno or bingo that is played.
	<pre>subsection (4)(n); and</pre>	24 There must be at least 20 numbers drawn in each game.
25	(5) have a serial number or other identification	25 (d) the game must display the number of spaces picked

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1	for which free games or credits will be awarded and the	1 (v) the time of day, in hours and minutes in a 24-hour
2	number of free games or credits for each game;	2 format;
3	(e) the machine must have doors to two or more locking	3 (vi) the date;
4	areas, one area containing the logic board and software for	4 (vii) the machine license number or serial number up to
5	the game of keno and the others housing the cash compartment	5 eight digits;
6	and mechanical meters. These areas must be locking and	6 (viii) the sequential number of the ticket voucher; and
7	separated. Access to one from the other must not be allowed	7 (ix) an encrypted validation number from which the
8	at any time.	8 validity of the prize can be determined;
9	(f) the machine must have two mechanisms, hereinafter	9 (j) an exact copy of each printed ticket voucher must
10	referred to as "mechanism 1" and "mechanism 2", that accept	10 be printed and retained within the machine;
11	quarters. The machine may have a machine manufacturer	11 (k) the machine must have nonresettable mechanical
12	mechanism that accepts cash in the form of bills not to	12 meters housed in the cash compartment that keep a permanent
13	exceed \$5.	13 record of:
14	(g) each quarter must represent one credit;	14 (i) total credits in the bill acceptor, if the machine
15	(h) the game must display the combinations for which	15 <u>has a bill acceptor;</u>
16	free games or credits will be awarded and the number of free	<pre>16 (ii) total coins accepted by both coin acceptors;</pre>
17	games or credits for each combination;	<pre>17 titty(iii) credits played by player;</pre>
18	(i) the machine must be capable of printing a ticket	<pre>18</pre>
19	voucher for the player at the completion of each game. If	19 (iv)(v) credits printed out by the ticket voucher
20	credits are owed the player, the ticket must contain:	20 printer;
21	(i) the name of the licensed establishment;	21 (1) the machine must contain electronic metering,
22	(ii) the name of the city, town, or county in which the	22 using meters that record the following and display them on
23	licensed establishment is located;	23 the video screen:
24	(iii) the value of the prize in numbers;	24 (i) total coins in accepted by mechanism 1 and
25	(iv) the value of the prize in words;	25 <u>mechanism 2 combined</u> , total coins credits in the bill

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acceptor, and total credits accepted by mechanism 1, 1 2 mechanism 2, and total-coins-in-mechanisms-1-and-2 the bill 3 acceptor combined: 4 (ii)-if-the--machine--has--a--bill--acceptory--it--must 5 contain--electronic--metering-using-meters-that-record-total 6 coins-in-mechanisms-1-and-2-combined-and--total--credits--in 7 the-bill-acceptor; (iii) total credits, total credits played, and 8 9 total credits won: 10 tiv; (iii) total games of keno played and total games of keno won: 11 fv)(iv) total errors from the logic board random access 12 memory; and 13 tvi;(v) total examination of electronic meters; 14 15 (m) the machine may not have any functions or 16 parameters adjustable by or through any separate video display or input codes, except for the adjustment of 17 features that are wholly cosmetic; 18 19 (n) the machine must issue, by activation of an 20 external switch, an accounting ticket containing a performance synopsis of the machine. The ticket must 21 22 contain: 23 (i) the name of the licensed establishment;

24 (ii) the name of the city, town, or county in which the25 licensed establishment is located;

(iii) the license number of the machine; 1 (iv) the time of day, in hours and minutes in a 24-hour 2 3 format: (v) the date; and 4 meter readings required by (vi) the electronic 5 6 subsection (4)(1)." NEW SECTION. Section 3. Extension of authority. Any 7 existing authority to make rules on the subject of the 8 provisions of [this act] is extended to the provisions of 9 10 [this act].

11 NEW SECTION. Section 4. Effective date. [This act] is

12 effective on passage and approval.

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a Iontana Legislative Council 1

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House BILL D. 57 1 INTRODUCED BY ME 2 BY REQUEST OF THE COMMITTEE ON BUSINESS AND Hadren 3 ECONOMIC DEVELOPMENT 4 5 A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING MACHINE 6 MANUFACTURER BILL ACCEPTORS ON VIDEO DRAW POKER AND KENO 7 MACHINES; AMENDING SECTIONS 23-5-606 AND 23-5-609, MCA: AND 8 9 PROVIDING AN IMMEDIATE EFFECTIVE DATE." 10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 11 12 Section 1. Section 23-5-606, MCA, is amended to read: "23-5-606. Description and specifications. Each video 13 14 draw poker machine must: 15 (1) be inspected in the state of Montana for 16 certification and licensure by the department; (2) be connected with a system consisting of 17 player-operated terminals. The terminals must be intelligent 18 19 devices operated by the players in the manner specified in 20 this part. 21 (3) not have any switches, jumpers, wire posts, or any other means of manipulation that could affect the operation 22 23 or outcome of a game; 24 (4) offer only the game of draw poker and have the following method of operation: 25

(a) the cards must be shuffled after each hand of poker is dealt;

3 (b) the game must have one memory location for each 4 card in the deck. The deck must be shuffled by use of a 5 random number generator to exchange each card in the deck 6 with another randomly selected card.

7 (c) after shuffling, five cards must be dealt from the8 top of the deck;

9 (d) any discarded cards must be replaced by remaining 10 cards in the deck, starting with the sixth card and using 11 the cards in the order of the deck;

12 (e) after the first five cards of a hand have been 13 dealt, the player may be allowed to raise his wager up to 14 the amount of his initial ante, not to exceed eight 15 quarters;

16 (f) each quarter must represent one credit;

17 (g) the game must display the hands for which free 18 games or credits will be awarded and the number of free 19 games or credits for each hand;

(h) the machine must have doors to two locking areas, one area containing the logic board and software for the game draw poker and the other housing the cash compartment and mechanical meters. These areas must be locking and separated. Access to one from the other must not be allowed at any time.

THIRD READING -2-HB 573

1 (i) (i) the machine must have two mechanisms, hereinafter referred to as "mechanism 1" and "mechanism 2", 2 3 that accept guarters; (ii) the machine may have a machine manufacturer 4 mechanism that accepts cash in the form of bills not to 5 6 exceed \$5; (j) the machine must use a color display with images 7 8 of cards that closely resemble standard poker playing cards; 9 (k) the machine must be capable of printing a ticket 10 voucher for the player at the completion of each game. If 11 credits are owed the player, a valid ticket must contain: 12 (i) the name of the licensed establishment; 13 (ii) the name of the city, town, or county in which the 14 licensed establishment is located; 15 (iii) the value of the prize in numbers; 16 (iv) the value of the prize in words; (v) the time of day, in hours and minutes in a 24-hour 17 18 format: 19 (vi) the date; 20 (vii) the machine license number or serial number up to 21 eight digits; (viii) the sequential number of the ticket voucher; and 22 23 (ix) an encrypted validation number from which the 24 validity of the prize can be determined; 25 (1) an exact copy of each printed ticket voucher must

1	be printed and retained within the machine;
2	(m) the machine must have nonresettable mechanical
3	meters housed in a readily accessible area that keep a
4	permanent record of:
5	total coins accepted by both coin acceptors;
6	(ii) total credits in the bill acceptor if the machine
7	has a bill acceptor;
8	(iii) credits played by player;
9	(iv) credits won by player; and
10	(v) credits printed out by the ticket voucher printer;
11	(n) the machine must contain electronic metering,
12	using meters that record the following and display them on
13	the video screen:
14	(i) total coins in accepted by mechanism 1 and
15	mechanism 2 combined, total coins-in-mechanism-2 credits in
16	the bill acceptor, and total coinsinmechanisms credits
17	accepted by mechanism 1, and mechanism 2, and the bill
18	acceptor combined;
19	tii)-if -themachinehasabillacceptor ,it must
20	containelectronicmetering-using-meters-that-record-total
2 1	coins-in-mechanisms-l-and-2-combined-andtotalcreditsin
22	the-bill-acceptor;
23	<pre>fili;(ii) total credits, total credits played, and</pre>
24	total credits won;
25	(iv)(iii) total hands of poker played and total hands

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1	of poker won;	l number permanently affixed to the machine by the
2	(v) total winning hands, consisting of a pair, two	2 manufacturer."
3	pair, three of a kind, a straight, a flush, a full house,	3 Section 2. Section 23-5-609, MCA, is amended to read:
4	four of a kind, a straight flush, or five of a kind;	4 "23-5-609. Keno machine specifications. Each keno
5	(vi) total errors from the logic board random	5 machine must:
6	access memory; and	6 (1) be inspected in the state of Montana for
7	<pre>(vi) total examination of electronic meters;</pre>	7 certification and licensure by the department;
8	(o) the machine may not have any functions or	8 (2) be connected with a system consisting of
9	parameters adjustable by or through any separate video	9 player-operated terminals. The terminals must be intelligent
10	display or input codes, except for the adjustment of	lo devices operated by the players in the manner specified in
11	features that are wholly cosmetic;	ll this part.
12	(p) the machine must issue, by activation of an	 12 (3) not have any switches, jumpers, wire posts, or any
13	external switch, an accounting ticket containing a	13 other means of manipulation that could affect the operation
14	performance synopsis of the machine. The ticket must	14 or outcome of a game; and
15	contain:	15 (4) offer only the game of keno and have the following
16	the name of the licensed establishment;	16 method of operation:
17	(ii) the name of the city, town, or county in which the	
18	licensed establishment is located;	18 played;
19	(iii) the license number of the machine;	19 (b) the game must have one memory location for each
20	(iv) the time of day, in hours and minutes in a 24-hour	20 number. The numbers must be mixed by use of a random number
21	format;	21 generator.
22	(v) the date; and	22 (c) each game must have a field of numbers from 1 to
23	(vi) the electronic meter readings required by	23 75 or 1 to 80 for each game of keno or bingo that is played.
24	subsection (4)(n); and	24 There must be at least 20 numbers drawn in each game.
25	(5) have a serial number or other identification	(d) the game must display the number of spaces picked
		(a) the game many appears the themself of spaces proceed

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for which free games or credits will be awarded and the
 number of free games or credits for each game;

3 (e) the machine must have doors to two or more locking 4 areas, one area containing the logic board and software for 5 the game of keno and the others housing the cash compartment 6 and mechanical meters. These areas must be locking and 7 separated. Access to one from the other must not be allowed 8 at any time.

9 (f) the machine must have two mechanisms, hereinafter 10 referred to as "mechanism 1" and "mechanism 2", that accept 11 quarters. The machine may have a <u>machine manufacturer</u> 12 mechanism that accepts cash in the form of bills not to 13 exceed \$5.

14 (g) each quarter must represent one credit;

(h) the game must display the combinations for which
free games or credits will be awarded and the number of free
games or credits for each combination;

(i) the machine must be capable of printing a ticket
voucher for the player at the completion of each game. If
credits are owed the player, the ticket must contain:

(i) the name of the licensed establishment;

(ii) the name of the city, town, or county in which thelicensed establishment is located;

24 (iii) the value of the prize in numbers;

25 (iv) the value of the prize in words;

21

(v) the time of day, in hours and minutes in a 24-hour format; (vi) the date; (vii) the machine license number or serial number up to eight digits; (viii) the sequential number of the ticket voucher; and (ix) an encrypted validation number from which the validity of the prize can be determined;

9 (j) an exact copy of each printed ticket voucher must10 be printed and retained within the machine;

11 (k) the machine must have nonresettable mechanical 12 meters housed in the cash compartment that keep a permanent 13 record of:

14 (i) total credits in the bill acceptor, if the machine

15 <u>has a bill acceptor;</u>

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16 fif(ii) total coins accepted by both coin acceptors;

17 tii) credits played by player;

18 (iii) (iv) credits won by player; and

19 tiv)(v) credits printed out by the ticket voucher 20 printer;

(1) the machine must contain electronic metering,
using meters that record the following and display them on
the video screen:

24 (i) total coins in <u>accepted by mechanism 1 and</u>
25 mechanism 2 combined, total coins credits in the bill

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by

acceptor, and total credits accepted by mechanism 1 1, 1 2 mechanism 2, and total-coins-in-mechanisms-1-and-2 the bill 2 3 acceptor combined; 3 4 (ii)-if-the--machine--has--a--bill--acceptor7--it--must 4 5 contain--electronic--metering-using-meters-that-record-total 5 6 coins-in-mechanisms-1-and-2-combined-and--total--credits--in 6 7 the-bill-acceptor; 8 fiii+(ii) total credits, total credits played, and 9 total credits won: 10 (iii) total games of keno played and total games of 10 11 keno won: (v) (iv) total errors from the logic board random access 12 memory; and 13 14 tvi;(v) total examination of electronic meters; 15 (m) the machine may not have any functions or 16 parameters adjustable by or through any separate video 17 display or input codes, except for the adjustment of 18 features that are wholly cosmetic; 19 (n) the machine must issue, by activation of an 20 external switch, an accounting ticket containing a 21 performance synopsis of the machine. The ticket must 22 contain: 23 (i) the name of the licensed establishment; (ii) the name of the city, town, or county in which the 24 licensed establishment is located: 25

(iii) the license number of the machine; (iv) the time of day, in hours and minutes in a 24-hour format; (v) the date; and (vi) the electronic meter readings required

subsection (4)(1)."

7 NEW SECTION. Section 3. Extension of authority. Any 8 existing authority to make rules on the subject of the 9 provisions of {this act} is extended to the provisions of [this act].

11 NEW SECTION. Section 4. Effective date. [This act] is effective on passage and approval. 12

-End-

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SENATE STANDING COMMITTEE REPORT

March 8, 1989

MR. PRESIDENT:

We, your committee on Business and Industry, having had under consideration HB 573 (third reading copy -- blue), respectfully report that HB 573 be amended and as so amended be concurred in:

Sponsor: McCormick (Boylan)

1. Page 10. Following: line 10 Insert: "<u>NEW SECTION.</u> Section 4. Coordination instruction. If this bill and Senate Bill No. 431 are passed and approved and if Senate Bill No. 431 repeals 23-5-606 and 23-5-609, the department of justice shall by rule allow machine manufacturer bill acceptors on video draw poker machines and keno machines."

Renumber: subsequent section

AND AS AMENDED BE CONCURRED IN

Signeg Thayer, Chairman

1	HOUSE BILL NO. 573	1	(a) the
2	INTRODUCED BY MCCORMICK, PAVLOVICH, DAILY, NISBET, BACHINI	2	poker is dealt
3	BY REQUEST OF THE COMMITTEE ON BUSINESS AND	3	(b) the
4	ECONOMIC DEVELOPMENT	4	card in the de
5		5	random number
6	A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING MACHINE	6	with another a
7	MANUFACTURER BILL ACCEPTORS ON VIDEO DRAW POKER AND KENO	7	(c) afte
8	MACHINES; AMENDING SECTIONS 23-5-606 AND 23-5-609, MCA; AND	8	top of the dec
9	PROVIDING AN IMMEDIATE EFFECTIVE DATE."	9	(d) any
10		10	cards in the
11	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:	11	the cards in
12	Section 1. Section 23-5-606, MCA, is amended to read:	12	(e) aft
13	"23-5-606. Description and specifications. Each video	13	dealt, the
14	draw poker machine must:	14	the amount
15	(1) be inspected in the state of Montana for	15	quarters;
16	certification and licensure by the department;	16	(f) eac
17	(2) be connected with a system consisting of	17	(g) the
18	player-operated terminals. The terminals must be intelligent	18	games or cred
19	devices operated by the players in the manner specified in	19	games or cred
20	this part.	20	(h) the
21	- (3) not have any switches, jumpers, wire posts, or any	21	one area cont
22	other means of manipulation that could affect the operation	22	game draw p
23	or outcome of a game;	23	and mechanica
24	(4) offer only the game of draw poker and have the	24	separated. A
25	following method of operation:	25	at any time.

a Legislative Council

(a) the cards must be shuffled after each hand of
 poker is dealt;

3 (b) the game must have one memory location for each 4 card in the deck. The deck must be shuffled by use of a 5 random number generator to exchange each card in the deck 6 with another randomly selected card.

7 (c) after shuffling, five cards must be dealt from the8 top of the deck;

9 (d) any discarded cards must be replaced by remaining 10 cards in the deck, starting with the sixth card and using 11 the cards in the order of the deck;

12 (e) after the first five cards of a hand have been 13 dealt, the player may be allowed to raise his wager up to 14 the amount of his initial ante, not to exceed eight 15 quarters;

(f) each quarter must represent one credit;

17 (g) the game must display the hands for which free
18 games or credits will be awarded and the number of free
19 games or credits for each hand;

(h) the machine must have doors to two locking areas,
one area containing the logic board and software for the
game draw poker and the other housing the cash compartment
and mechanical meters. These areas must be locking and
separated. Access to one from the other must not be allowed
at any time.

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HB 573 REFERENCE BILL AS AMENDED

mechanisms, (i) (i) the machine must have two 1 hereinafter referred to as "mechanism 1" and "mechanism 2", 2 that accept quarters; 3 (ii) the machine may have a machine manufacturer 4 mechanism that accepts cash in the form of bills not to 5 6 exceed \$5; (j) the machine must use a color display with images 7 of cards that closely resemble standard poker playing cards; 8 (k) the machine must be capable of printing a ticket 9 voucher for the player at the completion of each game. If 10 11 credits are owed the player, a valid ticket must contain: (i) the name of the licensed establishment; 12 13 (ii) the name of the city, town, or county in which the licensed establishment is located; 14 (iii) the value of the prize in numbers; 15 16 (iv) the value of the prize in words; (v) the time of day, in hours and minutes in a 24-hour 17

18 format;

19 (vi) the date;

20 (vii) the machine license number or serial number up to21 eight digits;

22 (viii) the sequential number of the ticket voucher; and
23 (ix) an encrypted validation number from which the
24 validity of the prize can be determined;

25 (1) an exact copy of each printed ticket voucher must

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1 be printed and retained within the machine;

2 (m) the machine must have nonresettable mechanical
3 meters housed in a readily accessible area that keep a
4 permanent record of:

(i) total coins accepted by both coin acceptors;

6 (ii) total credits in the bill acceptor if the machine7 has a bill acceptor;

8 (iii) credits played by player;

9 (iv) credits won by player; and

10 (v) credits printed out by the ticket voucher printer;
11 (n) the machine must contain electronic metering,
12 using meters that record the following and display them on
13 the video screen:

(i) total coins in accepted by mechanism 1 and
mechanism 2 combined, total coins-in-mechanism-2 credits in
the bill acceptor, and total coins-in-mechanisms credits
accepted by mechanism 1, and mechanism 2, and the bill
acceptor combined;
(ii)-if-the--machine--has--a--bill--acceptor;-it--must

20 contain--electronic--metering-using-meters-that-record-total

21 coins-in-mechanisms-i-and-2-combined-and--total--credits--in

22 the-bill-acceptor;

23 <u>fiii}(ii)</u> total credits, total credits played, and 24 total credits won;

25 (iv)(iii) total hands of poker played and total hands

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1	of poker won;	l number permanently affixed to the machine	by the
2	$t \neq t$ total winning hands, consisting of a pair, two	2 manufacturer."	
3	pair, three of a kind, a straight, a flush, a full house,	3 Section 2. Section 23-5-609, MCA, is amended	to read:
4	four of a kind, a straight flush, or five of a kind;	4 "23-5-609. Keno machine specifications. Eac	h keno
5	(vi) total errors from the logic board random	5 machine must:	
6	access memory; and	6 (1) be inspected in the state of Mont	ana for
7	<pre>tvii;(vi) total examination of electronic meters;</pre>	7 certification and licensure by the department;	
8	(o) the machine may not have any functions or	8 (2) be connected with a system consist	ing of
9	parameters adjustable by or through any separate video	9 player-operated terminals. The terminals must be int	elligent
10	display or input codes, except for the adjustment of	10 devices operated by the players in the manner spec	ified in
11	features that are wholly cosmetic;	ll this part.	
12	(p) the machine must issue, by activation of an	12 (3) not have any switches, jumpers, wire posts	s, or any
13	external switch, an accounting ticket containing a	13 other means of manipulation that could affect the c	operation
14	performance synopsis of the machine. The ticket must	14 or outcome of a game; and	
15	contain:	15 (4) offer only the game of keno and have the i	following
16	(i) the name of the licensed establishment;	16 method of operation:	
17	(ii) the name of the city, town, or county in which the	17 (a) the numbers must be mixed after eac	h game is
18	licensed establishment is located;	18 played;	
19	(iii) the license number of the machine;	19 (b) the game must have one memory location	for each
20	(iv) the time of day, in hours and minutes in a 24-hour	20 number. The numbers must be mixed by use of a rand	om number
21	format;	21 generator.	
22	(v) the date; and	22 (c) each game must have a field of numbers fr	om 1 to
23	(vi) the electronic meter readings required by	23 75 or 1 to 80 for each game of keno or bingo that i	s played.
24	subsection (4)(n); and	24 There must be at least 20 numbers drawn in each gam	e.
25	(5) have a serial number or other identification	25 (d) the game must display the number of space	es picked
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for which free games or credits will be awarded and the
 number of free games or credits for each game;

3 (e) the machine must have doors to two or more locking 4 areas, one area containing the logic board and software for 5 the game of keno and the others housing the cash compartment 6 and mechanical meters. These areas must be locking and 7 separated. Access to one from the other must not be allowed 8 at any time.

9 (f) the machine must have two mechanisms, hereinafter 10 referred to as "mechanism 1" and "mechanism 2", that accept 11 quarters. The machine may have a <u>machine manufacturer</u> 12 mechanism that accepts cash in the form of bills not to 13 exceed \$5.

(g) each quarter must represent one credit;

14

15 (h) the game must display the combinations for which
16 free games or credits will be awarded and the number of free
17 games or credits for each combination;

(i) the machine must be capable of printing a ticket
voucher for the player at the completion of each game. If
credits are owed the player, the ticket must contain:

21 (i) the name of the licensed establishment;

(ii) the name of the city, town, or county in which thelicensed establishment is located;

24 (iii) the value of the prize in numbers;

25 (iv) the value of the prize in words;

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1 (v) the time of day, in hours and minutes in a 24-hour 2 format: 3 (vi) the date; 4 (vii) the machine license number or serial number up to 5 eight digits; 6 (viii) the sequential number of the ticket voucher; and 7 (ix) an encrypted validation number from which the 8 validity of the prize can be determined; 9 (j) an exact copy of each printed ticket voucher must 10 be printed and retained within the machine: 11 (k) the machine must have nonresettable mechanical 12 meters housed in the cash compartment that keep a permanent 13 record of: 14 (i) total credits in the bill acceptor, if the machine 15 has a bill acceptor; 16 tit(ii) total coins accepted by both coin acceptors; 17 tii) credits played by player; titit(iv) credits won by player; and 18 19 tiv;(v) credits printed out by the ticket voucher 20 printer; ·21 (1) the machine must contain electronic metering, 22 using meters that record the following and display them on the video screen: 23 (i) total coins in accepted by mechanism 1 24 and mechanism 2 combined, total coins credits in the bill 25

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acceptor, and total credits accepted by mechanism 1, 1 2 mechanism 2, and total-coins-in-mechanisms-l-and-2 the bill 3 acceptor combined; (ii)-if-the--machine--has--a--bill--acceptor7--it--must 4 contain--electronic--metering-using-meters-that-record-total 5 coins-in-mechanisms-1-and-2-combined-and--total--credits--in 6 7 the-bill-acceptor; tii) total credits, total credits played, and 8 9 total credits won; tiv; (iii) total games of keno played and total games of 10 11 keno won: (v) (iv) total errors from the logic board random access 12 13 memory; and (vi) total examination of electronic meters; 14 15 (m) the machine may not have any functions or parameters adjustable by or through any separate video 16

17 display or input codes, except for the adjustment of 18 features that are wholly cosmetic;

(n) the machine must issue, by activation of an
external switch, an accounting ticket containing a
performance synopsis of the machine. The ticket must
contain:

23 (i) the name of the licensed establishment;

24 (ii) the name of the city, town, or county in which the25 licensed establishment is located;

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1 (iii) the license number of the machine;

2 (iv) the time of day, in hours and minutes in a 24-hour
3 format;

(v) the date; and

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5 (vi) the electronic meter readings required by 6 subsection (4)(1)."

7 <u>NEW SECTION.</u> Section 3. Extension of authority. Any 8 existing authority to make rules on the subject of the 9 provisions of {this act} is extended to the provisions of 10 [this act].

11 <u>NEW SECTION. SECTION 4. COORDINATION INSTRUCTION. IF</u> 12 THIS BILL AND SENATE BILL NO. 431 ARE PASSED AND APPROVED

- 13 AND IF SENATE BILL NO. 431 REPEALS 23-5-606 AND 23-5-609,
- 14 THE DEPARTMENT OF JUSTICE SHALL BY RULE ALLOW MACHINE

15 MANUFACTURER BILL ACCEPTORS ON VIDEO DRAW POKER MACHINES AND

16 KENO MACHINES.

17 NEW SECTION. Section 5. Effective date. [This act] is

18 effective on passage and approval.

-End-

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