1	A bill to be entitled
2	An act relating to amusement games or machines;
3	creating s. 546.10, F.S.; creating the "Family
4	Amusement Games Act"; providing legislative findings;
5	defining terms; authorizing operation of an amusement
6	game or machine pursuant to specified provisions;
7	providing classifications for such a devices;
8	providing that specified types of amusement games or
9	machines may only be located at certain locations;
10	specifying the maximum value on the redemption value
11	of a coupon or a point; requiring the Department of
12	Revenue to annually adjust the maximum value;
13	providing a formula for adjustment of the maximum
14	value; requiring the department to publish the amount
15	of the adjusted maximum value; authorizing certain
16	persons or entities to enjoin the operation of an
17	amusement game or machine; providing penalties;
18	amending s. 551.102, F.S.; conforming a cross-
19	reference; repealing s. 849.161, F.S., relating to
20	amusement games or machines; providing an effective
21	date.
22	
23	Be It Enacted by the Legislature of the State of Florida:
24	
25	Section 1. Section 546.10, Florida Statutes, is created to
26	read:
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27 546.10 Amusement games or machines.-28 This section may be cited as the "Family Amusement (1) 29 Games Act." 30 (2) The Legislature finds that regulation of the operation 31 of skill-based amusement games or machines at specified 32 locations to ensure compliance with the requirements of law is 33 appropriate to prevent expansion of casino-style gambling. 34 Therefore, the Legislature finds that there is a compelling 35 state interest in clarifying the operation and use of amusement 36 games or machines to ensure that provisions regulating these 37 devices are not subject to abuse or interpreted in any manner as 38 creating an exception to the state's general prohibitions 39 against gambling. (3) As used in this section, the term: 40 "Amusement game or machine" means a game or machine 41 (a) 42 operated only for the bona fide entertainment of the general 43 public which a person activates by inserting or using currency 44 or a coin, card, coupon, slug, token, or similar device, and, by 45 the application of skill, with no material element of chance 46 inherent in the game or machine, the person playing or operating 47 the game or machine controls the outcome of the game. The term 48 does not include: 49 1. Any game or machine that uses mechanical slot reels, 50 video depictions of slot machine reels or symbols, or video 51 simulations or video representations of any other casino game, 52 including, but not limited to, any banked or banking card game,

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53	poker, bingo, pull-tab, lotto, roulette, or craps.
54	2. A game in which the player does not control the outcome
55	of the game through skill or a game where the outcome is
56	determined by factors not visible, known, or predictable to the
57	player.
58	3. A video poker game or any other game or machine that
59	may be construed as a gambling device under the laws of this
60	state.
61	4. Any game or device defined as a gambling device in 15
62	U.S.C. s. 1171, unless excluded under 15 U.S.C. s. 1178.
63	(b) "Arcade amusement center" means a place of business
64	having at least 50 amusement games or machines on premises which
65	is operated for the entertainment of the general public and
66	tourists as a bona fide amusement facility.
67	(c) "Card" means a card other than a credit card or debit
68	card:
69	1. Which is used to activate an amusement game or machine.
70	2. Which contains a microprocessor chip, magnetic stripe,
71	or other means for storing, retrieving, and transferring
72	information, including information regarding coupons or points
73	that are won and that may be redeemed for merchandise.
74	3. Which is prefunded.
75	4. For which the prefunded value is reduced by the cost of
76	play.
77	(d) "Game play" means the process of events beginning with
78	the activation of the amusement game or machine and ending when
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79	the results of play are determined without the insertion or the
80	use of any additional currency, coin, card, coupon, slug, token,
81	or similar device to continue play. A free replay is not a
82	separate game played.
83	(e) "Material element of chance inherent in the game or
84	machine" means that:
85	1. The possibility of the player succeeding at the game or
86	accomplishing the player's task is determined by the number or
87	ratio of prior wins or prior losses of players playing the game;
88	2. An award of value is not based solely on the player
89	achieving the object of the game or on the player's score;
90	3. The number of the coupons or points awarded or the
91	value of the prize awarded for successfully playing the game can
92	be controlled by a source other than the player or players
93	playing the game;
94	4. The ability of the player to succeed at the game is
95	determined by a game feature or design that changes the effect
96	of the player's actions and that is not discernible or known by
97	the player;
98	5. The accomplishment of the player's task requires the
99	exercise of a skill that no player could exercise;
100	6. A computer-based or mechanical random number generator
101	or other factor that is not discernible, known, or predictable
102	by the player determines the outcome or winner of the game; or
103	7. The game is designed or adapted with a control device
104	to allow manipulation of the game by the operator in order to
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105	prevent a player from winning or to predetermine which player
106	will win.
107	(f) "Merchandise" means noncash prizes maintained on the
108	premises by the operator of the amusement game or machine,
109	including toys and novelties. The term does not include:
110	1. A cash equivalent, such as a gift card or certificate;
111	2. An alcoholic beverage;
112	3. A tobacco product;
113	4. A card, coupon, point, slug, token, or similar device
114	that can be used to activate an amusement game or machine;
115	5. A coupon or a point that has a redemption value greater
116	than the maximum value determined under subsection (7); or
117	6. Any prize or other item, if the exchange or conversion
118	to cash or a cash equivalent is facilitated or permitted by the
119	owner or operator of the game or machine.
120	(g) "Redemption value" means the imputed value of a coupon
121	or a point, based on the wholesale cost of merchandise for which
122	the individual may redeem the coupon or point.
123	(h) "Truck stop" means a dealer registered pursuant to
124	chapter 212, excluding a marina, which:
125	1. Declares the sale of diesel fuel to be its primary fuel
126	business.
127	2. Operates at least six functional diesel fuel pumps.
128	(4) Notwithstanding any other provision of law, an
129	amusement game or machine may be operated as provided in this
130	section.

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131 (5) For purposes of this section: "Type A" is an amusement game or machine that, upon 132 (a) 133 activation and game play, may entitle or enable a person to 134 replay the game or device without the insertion or use of any 135 additional currency, coin, card, coupon, slug, token, or similar 136 device; and: 137 1. The amusement game or machine can accumulate and react 138 to no more than 15 such replays; 139 The amusement game or machine can be discharged of 2. 140 accumulated replays only by reactivating the game or device for 141 one additional play for each accumulated replay; 3. 142 The amusement game or machine cannot make a permanent 143 record, directly or indirectly, of any free replay; 4. The amusement game or machine does not entitle the 144 145 player to receive any merchandise or a coupon or a point that 146 may be redeemed for merchandise; 147 5. An unused free replay may not be exchanged for anything 148 of value, including merchandise or a coupon or a point that may 149 be redeemed for merchandise; and 150 6. The amusement game or machine does not contain any 151 device that awards a credit and contains a circuit, meter, or 152 switch capable of removing and recording the removal of a credit 153 if the award of a credit is dependent upon chance. 154 "Type B" is an amusement game or machine that may, (b) 155 upon activation and game play, entitle or enable a person to 156 receive a coupon or a point that may only be redeemed for

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157	merchandise; and:
158	1. The coupon or point has no value other than for
159	redemption for merchandise;
160	2. The redemption value of the coupon or point that a
161	person receives for a single game played does not exceed the
162	maximum value determined under subsection (7). However, a player
163	may accumulate coupons or points to redeem for a single item of
164	merchandise that has a wholesale cost of not more than 100 times
165	the maximum value determined under subsection (7), or for a
166	prize consisting of more than one item, unit, or part, only if
167	the aggregate wholesale cost of all items, units, or parts does
168	not exceed 100 times the maximum value determined under
169	subsection (7); and
170	3. The redemption value of coupons or points that a person
171	receives for playing multiple games simultaneously or competing
172	against others in a multiplayer game does not exceed the maximum
173	value determined under subsection (7).
174	(c) "Type C" is an amusement game or machine that allows
175	the player to manipulate a claw or similar device within an
176	enclosure that entitles or enables a person to receive
177	merchandise directly from the game or machine, if the wholesale
178	cost of the merchandise does not exceed 10 times the maximum
179	value determined under subsection (7).
180	(6)(a) A Type B amusement game or machine may only be
181	located at:
182	1. A facility as defined in s. 721.05(17) that is under
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183	the control of a timeshare plan;
184	2. A public lodging establishment or public food service
185	establishment licensed pursuant to chapter 509;
186	3. The following premises, if the owner or operator of the
187	premises has a current license issued by the Department of
188	Business and Professional Regulation pursuant to chapter 509,
189	chapter 561, chapter 562, chapter 563, chapter 564, chapter 565,
190	chapter 567, or chapter 568:
191	a. An arcade amusement center;
192	b. A bowling center, as defined in s. 849.141; or
193	c. A truck stop.
194	(b) A Type C amusement game or machine may only be located
195	at:
196	1. A facility as defined in s. 721.05(17) that is under
197	the control of a timeshare plan;
198	2. An arcade amusement center;
199	3. A bowling center, as defined in s. 849.141;
200	4. The premises of a retailer, as defined in s. 212.02;
201	5. A public lodging establishment or public food service
202	establishment licensed pursuant to chapter 509;
203	6. A truck stop; or
204	7. The premises of a veterans' service organization
205	granted a federal charter under Title 36, U.S.C., or a division,
206	department, post, or chapter of such organization, for which an
207	alcoholic beverage license has been issued.
208	(7) For purposes of this section, the maximum value is
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209 \$5.25. Beginning September 30, 2017, and annually thereafter, 210 the Department of Revenue shall calculate the maximum value as 211 adjusted by the rate of inflation for the 12 months preceding 212 September 1, rounded to the nearest 5 cents. In calculating the adjusted maximum value, the department shall multiply the 213 214 previous maximum value by one plus the percentage change in the 215 Consumer Price Index for All Urban Consumers, U.S. City Average, 216 All Items, not seasonally adjusted, or a successor index as 217 calculated by the United States Department of Labor. Each 218 adjusted maximum value shall take effect on the following 219 January 1, with the initial adjusted maximum value to take effect on January 1, 2018. Beginning October 15, 2017, and 220 221 annually thereafter, the department shall publish the maximum 222 value, as adjusted, in a brochure accessible from its website 223 relating to sales and use tax on amusement machines. If the 224 release of the August Consumer Price Index for All Urban 225 Consumers occurs after September 15, in any given year, the 226 department shall publish the adjusted maximum value within 30 227 calendar days after the release date. 228 (8) Notwithstanding any other provision of law, an action 229 to enjoin the operation of any game or machine pursuant to or 230 for an alleged violation of this section or chapter 849 may be 231 brought only by: 232 The Attorney General, the state attorney for the (a) 233 circuit in which the game or machine is located, a federally 234 recognized tribal government possessing sovereign powers and

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235 rights of self-governance which is a party to a compact with the 236 state, or in the case of an alleged violation of statutes that 237 it is charged with enforcing, the Department of Agriculture and 238 Consumer Services or the Department of Business and Professional 239 Regulation; or 240 (b) A substantially affected person who is a resident of 241 the county where the place of business operating the game or 242 machine is located, or any substantially affected person who has 243 a business or residence within 5 miles of the place of business 244 operating the game or machine. 245 In addition to other civil, administrative, and (9) 246 criminal sanctions, a person who violates this section commits a 247 misdemeanor of the second degree, punishable as provided in s. 248 775.082 or s. 775.083. A person convicted of violating this 249 section a second time commits a misdemeanor of the first degree, punishable as provided in s. 775.082 or s. 775.083. A person who 250 251 violates this section after having been twice convicted is 252 deemed a common offender and commits a felony of the third 253 degree, punishable as provided in s. 775.082, s. 775.083, or s. 254 775.084. 255 Section 2. Subsection (8) of section 551.102, Florida 256 Statutes, is amended to read: 257 551.102 Definitions.-As used in this chapter, the term: 258 "Slot machine" means any mechanical or electrical (8) 259 contrivance, terminal that may or may not be capable of 260 downloading slot games from a central server system, machine, or Page 10 of 11

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261 other device that, upon insertion of a coin, bill, ticket, 262 token, or similar object or upon payment of any consideration 263 whatsoever, including the use of any electronic payment system except a credit card or debit card, is available to play or 264 265 operate, the play or operation of which, whether by reason of 266 skill or application of the element of chance or both, may 267 deliver or entitle the person or persons playing or operating 268 the contrivance, terminal, machine, or other device to receive 269 cash, billets, tickets, tokens, or electronic credits to be exchanged for cash or to receive merchandise or anything of 270 271 value whatsoever, whether the payoff is made automatically from 272 the machine or manually. The term includes associated equipment 273 necessary to conduct the operation of the contrivance, terminal, 274 machine, or other device. Slot machines may use spinning reels, 275 video displays, or both. A slot machine is not a "coin-operated amusement machine" as defined in s. 212.02(24) or an amusement 276 277 game or machine as described in s. 546.10 849.161, and slot 278 machines are not subject to the tax imposed by s. 212.05(1)(h). 279 Section 3. Section 849.161, Florida Statutes, is repealed.

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Section 3. <u>Section 849.161, Florida Statutes, is repealed</u> Section 4. This act shall take effect July 1, 2015.

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