

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1989

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SENATE BILL 874
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Short Title: Slot Machines Regulated.

(Public)

Sponsors: Senators Daniel and Sands.

Referred to: Judiciary I.

April 12, 1989

A BILL TO BE ENTITLED

AN ACT TO MAKE TECHNICAL CHANGES TO THE GENERAL STATUTES
REGULATING SLOT MACHINES.

The General Assembly of North Carolina enacts:

Section 1. G.S. 14-306 reads as rewritten:

"§ 14-306. Slot machine or device defined.

Any machine, apparatus or device is a slot machine or device within the provisions of ~~G.S. 14-304~~ G.S. 14-296 through 14-309, if it is one that is adapted, or may be readily converted into one that is adapted, for use in such a way that, as a result of the insertion of any piece of money or coin or other object, such machine or device is caused to operate or may be operated in such manner that the user may receive or become entitled to receive any piece of money, credit, allowance or thing of value, or any check, slug, token or memorandum, whether of value or otherwise, or which may be exchanged for any money, credit, allowance or any thing of value, or which may be given in trade, or the user may secure additional chances or rights to use such machine, apparatus or device; or any other machine or device designed and manufactured primarily for use in connection with gambling and which machine or device is classified by the United States as requiring a federal gaming device tax stamp under applicable provisions of the Internal Revenue Code. This definition is intended to embrace all slot machines and similar devices except slot machines in which is kept any article to be purchased by depositing any coin or thing of value, and for which may be had any article of

1 merchandise which makes the same return or returns of equal value each and every time
2 it is operated, or any machine wherein may be seen any pictures or heard any music by
3 depositing therein any coin or thing of value, or any slot weighing machine or any
4 machine for making stencils by the use of contrivances operated by depositing in the
5 machine any coin or thing of value, or any lock operated by slot wherein money or thing
6 of value is to be deposited, where such slot machines make the same return or returns of
7 equal value each and every time the same is operated and does not at any time it is
8 operated offer the user or operator any additional money, credit, allowance, or thing of
9 value, or check, slug, token or memorandum, whether of value or otherwise, which may
10 be exchanged for money, credit, allowance or thing of value or which may be given in
11 trade or by which the user may secure additional chances or rights to use such machine,
12 apparatus, or device, or in the playing of which the operator does not have a chance to
13 make varying scores or tallies.

14 The definition contained in the first paragraph of this section and G.S. 14-296, 14-
15 301, 14-302, and 14-305 does not include coin-operated machines, video games, and
16 devices designed and manufactured for amusement only, the operation of which
17 depends upon the skill or dexterity of the player. Included within this exception are
18 pinball machines, video games, and other ~~areade-mechanical~~ amusement devices that
19 enable the player, based on his skill or dexterity, to make varying scores or tallies and to
20 receive free replays or paper coupons that may be exchanged for prizes with a value not
21 exceeding ten dollars (\$10.00), but may not be exchanged or converted to money."

22 Sec. 2. G.S. 14-296 reads as rewritten:

23 **"§ 14-296. Illegal slot machines and punchboards defined.**

24 An illegal slot machine or punchboard within the contemplation of G.S. 14-295
25 through 14-298 is defined as ~~one that shall not produce for or give to the person who~~
26 ~~places coin or money or the representative of either, the same return in market value~~
27 ~~each and every time such machine is operated by placing money or coin or the~~
28 ~~representative of either therein~~ a device where the user may become entitled to receive
29 any money, credit, allowance, or any thing of value, as defined in G.S. 14-306."

30 Sec. 3. G.S. 14-301 reads as rewritten:

31 **"§ 14-301. Operation or possession of slot machine; separate offenses.**

32 It shall be unlawful for any person, firm or corporation to operate, keep in his
33 possession or in the possession of any other person, firm or corporation, for the purpose
34 of being operated, any slot machine ~~that shall not produce for or give to the person who~~
35 ~~places coin or money, or the representative of either, the same return in market value each and~~
36 ~~every time such machine is operated by placing money or coin or the representative of either~~
37 ~~therein~~ or device where the user may become entitled to receive any money, credit,
38 allowance, or any thing of value, as defined in G.S. 14-306. Each time said machine is
39 operated as aforesaid shall constitute a separate offense."

40 Sec. 4. G.S. 14-302 reads as rewritten:

41 **"§ 14-302. Punchboards, vending machines, and other gambling devices; separate**
42 **offenses.**

43 It shall be unlawful for any person, firm or corporation to operate or keep in his
44 possession, or the possession of any other person, firm or corporation, for the purpose of

1 being operated, any punchboard, slot machine or device where the user may become
2 entitled to receive any money, credit, allowance, or any thing of value, as defined in
3 G.S. 14-306. machine for vending merchandise, or other gambling device, by whatsoever
4 name known or called, that shall not produce for or give to the person operating, playing or
5 patronizing same, whether personally or through another, by paying money or other thing of
6 value for the privilege of operating, playing or patronizing same, whether through himself or
7 another, the same return in market value, each and every time such punchboard, machine for
8 vending merchandise or other gambling device, by whatsoever name known or called, is
9 operated, played or patronized by paying of money or other thing of value for the privilege
10 thereof.—Each time said punchboard, machine for vending merchandise, or other gambling
11 device, by whatsoever name known or called, slot machine or device where the user may
12 become entitled to receive any money, credit, allowance, or any thing of value, as
13 defined in G.S. 14-306 is operated, played, or patronized by the paying of money or
14 other thing of value therefor, shall constitute a separate violation of this section as to
15 operation thereunder."

16 Sec. 5. G.S. 14-304 reads as rewritten:

17 **"§ 14-304. Manufacture, sale, etc., of slot machines and devices.**

18 It shall be unlawful to manufacture, own, store, keep, possess, sell, rent, lease, let on
19 shares, lend or give away, transport, or expose for sale or lease, or to offer to sell, rent,
20 lease, let on shares, lend or give away, or to permit the operation of, or for any person to
21 permit to be placed, maintained, used or kept in any room, space or building owned,
22 leased or occupied by him or under his management or control, any slot machine or
23 device where the user may become entitled to receive any money, credit, allowance, or
24 any thing of value, as defined in G.S. 14-306."

25 Sec. 6. G.S. 14-305 reads as rewritten:

26 **"§ 14-305. Agreements with reference to slot machines or devices made unlawful.**

27 It shall be unlawful to make or permit to be made with any person any agreement
28 with reference to any slot machines or ~~device,~~ device where the user may become
29 entitled to receive any money, credit, allowance, or any thing of value, as defined in
30 G.S. 14-306 pursuant to which the user thereof may become entitled to receive any
31 money, credit, allowance, or anything of value or additional chance or right to use such
32 machines or devices, or to receive any check, slug, token or memorandum entitling the
33 holder to receive any money, credit, allowance or thing of value."

34 Sec. 7. This act shall become effective October 1, 1989.