

## SUMMARY OF PENALTIES CONTAINED IN LAW

	Description of Infraction	Fine		Imprisonment	Other Penalties
1	For failure to obtain master license or location license	Up to \$25,000	AND		Loss of state licenses
2	For each improper use of a per machine permit sticker	\$1,000			
3	For each improper use of a master license certificate	\$25,000			
4	For machine without a permit sticker				Penalty = 2 x applicable annual permit fee
5	For failure to timely pay permit sticker fees	\$50			
6	For failure to timely pay master license fee	\$125			
7	Repeat offenders				Suspension or revocation of license, seizure of equipment, interest penalty and debarment for repeat offenders
8	Removing a permit sticker from a machine or from the location where the machine is located				Guilty of a misdemeanor *
9	Persons who own or operate machines without a current master license or without a permit sticker on display				Guilty of a misdemeanor *
10	Material false statement on any application or renewal application for a master license or permit sticker, material false entry on any book, reward or report submitted to the Lottery Corporation	Fine not to exceed \$25,000	AND	1 to 5 Years	Felony
11	Unsealing of seized machine	\$75	AND		Bond filing for seized machine double the amount of tax and penalties due
12	Removal of machine from location which has been sealed				Misdemeanor *
13	Violation of 50/50 Rule	Subject to fine	AND/ OR		License revocation for single or repeated violations for single or repeated violations
14	Violation of local government ordinances governing amusement machines	Unspecified	AND		Suspension of other local licenses (e.g., alcohol) and other penalties as provided for in local government's charter
15	Violation of tier system	Fine of not more than \$50,000			Loss of licensure for 1 to 5 yrs. per incident and loss of other state and/or local licenses held by master licensee
16	Violation of written agreement requirement, tier restrictions or location owner selling machines to other location owners	Fine not less than \$50,000			Loss of location owner or location operator license for a period of 1 to 5 years and loss of any other state or local license held by location owner or location operator



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17	Violation for inducement monies	Fine up to \$50,000 per incident			Loss of licensure for 1 to 5 years per incident
18	Second Offense of Noncash Redemption Law by location owner or location operator	\$5,000 to \$25,000	AND	1 to 5 years	Felony
19	Unlicensed machine which offers play for consideration or in a private residence for play for consideration	\$5,000 to \$25,000	AND	1 to 5 years	
20	Payout of cash for play of coin operated amusement machine	Up to \$5,000	AND	Up to 1 year	High and Aggravated Misdemeanor <sup>†</sup>
21	Failure to abide by \$5.00 per play limit of amusement machines				Misdemeanor *

\* Misdemeanor can be a fine up to \$1,000 and up to one year in jail.

† High and aggravated Misdemeanor can be a fine up to \$5,000 and up to one year in jail