

New South Wales

# **Gaming Machines Amendment Bill 2005**

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This Public Bill, originated in the Legislative Assembly and, having this day passed, is now ready for presentation to the Legislative Council for its concurrence.

Clerk of the Legislative Assembly. Legislative Assembly,



New South Wales

## Gaming Machines Amendment Bill 2005

Act No , 2005

An Act to amend the *Gaming Machines Act 2001* to make further provision with respect to the allocation and transfer of poker machine entitlements, the regulation of gaming machines in hotels and registered clubs and other administrative matters; to amend the *Casino Control Act 1992* to restructure the casino community benefit levy and fund; and for other purposes.

**EXAMINED** 

Chairman of Committees

#### Clause 1 Gaming Machines Amendment Bill 2005

The	Legislature of New South Wales enacts:	1
1	Name of Act	2
	This Act is the Gaming Machines Amendment Act 2005.	3
2	Commencement	4
	This Act commences on a day or days to be appointed by proclamation.	5
3	Amendment of Gaming Machines Act 2001 No 127	6
	The Gaming Machines Act 2001 is amended as set out in Schedule 1.	7
4	Amendment of Casino Control Act 1992 No 15	8
	The Casino Control Act 1002 is amended as set out in Schedule 2	o

Schedule 1		<b>9</b> 1	Amendment of Gaming Machines Act 2001	1 2
			(Section 3)	3
[1]	Sectio	n 15A	ı <b>A</b>	4
	Insert 1	before	section 15A:	5
•	15AA :	Speci	al allocation of poker machine entitlements	6
		(1)	The Board may allocate poker machine entitlements in respect of a hotelier's licence or the premises of a registered club if poker machine entitlements have not been allocated, or have only been partially allocated, under section 15 in respect of that licence or those premises.	7 8 9 10 11
		(2)	The allocation of a poker machine entitlement under this section is subject to the regulations.	12 13
		(3)	Without limiting subsection (2), the regulations may make provision for or with respect to the following:	14 15
			(a) the criteria for determining the hotels and registered clubs that are eligible to be allocated poker machine entitlements under this section,	16 17 18
			(b) the matters to be taken into consideration by the Board in determining whether to allocate any such entitlements,	19 20
			(c) specifying the period in which an eligible hotel or registered club may apply to the Board for the allocation of any such entitlements,	21 22 23
			(d) in the case of a hotel or registered club that is approved to keep hardship gaming machines—authorising the Board to convert any such approval into a poker machine entitlement allocated by the Board under this section and to revoke the approval accordingly.	24 25 26 27 28
		(4)	For the avoidance of doubt, a poker machine entitlement allocated under this section may be transferred in accordance with this Division.	29 30 31
[2]	Sectio entitle		General requirements relating to transfer of poker machine s	32 33
	Omit "	Subje	ction" from section 20 (6). Insert instead "Subsection".	34

[3]	Section 21 entitlemen	Other provisions relating to transfer of poker machine its	1 2			
	Omit section 21 (6). Insert instead:					
	(6) If a registered club (the former club) amalgamates with another registered club under the Registered Clubs Act 1976, any poker machine entitlements allocated in respect of any of the premises of the former club are taken to be transferred to those same premises without the forfeiture of any entitlement to the Board. Note. As a result of such an amalgamation, the former club is dissolved and it falls under the certificate of registration of the "parent" club. But the amalgamation in itself does not result in the transfer of poker machine entitlements to the premises of the parent club.					
[4]		Transfer of poker machine entitlements when club n surrendered or cancelled	13 14			
	Omit section	on 24 (3) (b). Insert instead:	15			
		(b) merely because:	16			
		(i) the certificate of registration of the club, or its authorisation under Part 5 to keep approved gaming machines, is suspended, or	17 18 19			
		(ii) the club has temporarily ceased to trade on the premises concerned.	20 21			
[5]		A Transfer of poker machine entitlements when club tly ceases to trade	22 23			
	Omit "If a registered club ceases" from section 24A (1).					
		ad "If, in the case of a registered club that has more than one set of he club permanently ceases".	25 26			
[6]	Section 24	IA (2)	27			
	Insert "permanently" before "ceased".					
[7]	Section 46	Provision of problem gambling counselling services	29			
	Omit section	on 46 (1). Insert instead:	30			
	(1)	A hotelier or registered club must, in accordance with the regulations, enter into arrangements for problem gambling counselling services to be made available to the patrons of the hotel or club.  Maximum penalty: 100 penalty units.	31 32 33 34 35			

[8]	Section 49	Self-exclusion of patrons from hotels and clubs				
	Omit section	on 49 (3). Insert instead:	2			
	(3)	A hotelier or registered club must:	3			
	,	(a) enter into arrangements, with such persons or bod approved by the Minister, for the establishm conduct of self-exclusion schemes in the hotel or	ent and 5			
		(b) publicise the availability of self-exclusion sche information about how they operate to the patro hotel or club.				
		Maximum penalty: 100 penalty units.	10			
[9]	Section 58	Cancellation of authorisations	11			
	Insert after section 58 (1A):					
	(1B)	Without limiting subsection (1), the Board may suspend a hotelier's or registered club's authorisation to keep an agaming machine if the hotelier or registered club:	approved 14			
		(a) fails to pay a monitoring fee in accordance with 134, or	n section 16			
		(b) fails to pay tax within the meaning of the <i>Gaming Tax Act 2001</i> , or an instalment of any such tax, we time allowed by or under that Act, or fails to pay or interest due for late payment of any such instalment.	rithin the 19 a penalty 20			
[10]	Section 62	Director may approve of technical standards	23			
	Omit "Boa	rd" from section 62 (1). Insert instead "Director".	24			
[11]	Section 63 machine	Application for declaration of device as approved ga	ming 25 26			
	Insert after	section 63 (2):	27			
	(2A)	The cost of the investigation may include any fee impose Board in connection with testing or evaluating the compatibility and compliance with an authorised CMS.				

[12]	Sect	ion 69	A	1
	Inse	t after	section 69:	2
	69A	Supp	olying or installing unapproved gaming machine components	3
		(1)	In this section:	4
			<b>component</b> means any component of a poker machine or of a device that is, or is in the nature of, an approved amusement device.	5 6
			<i>relevant device</i> , in relation to a component, means the poker machine or other device to which the component has been, or is intended to be, added.	8 9 10
		(2)	A person who is authorised by a gaming-related licence to sell approved gaming machines must not supply a component to any person unless the relevant device is, with the addition of the component, declared by the Board under section 64 as an approved gaming machine.  Maximum penalty: 100 penalty units.	11 12 13 14 15
		(3)	The holder of a dealer's licence or technician's licence must not install any component unless the relevant device is, with the addition of the component, declared by the Board under section 64 as an approved gaming machine.  Maximum penalty: 100 penalty units.	17 18 19 20 21
[13]	Soci	ion 77	Protection of sensitive areas of gaming machines	
[IS]				22
			section 77 (2):	23
		(2A)	If an authorised person, in doing anything referred to in subsection (1), breaks any seal on or in relation to an approved gaming machine kept in a hotel or on the premises of a registered club, the hotelier or registered club must ensure that the seal is replaced by the authorised person in accordance with subsection (2).	24 25 26 27 28 29
			Maximum penalty: 10 penalty units.	30
		(2B)	The hotelier or registered club does not commit an offence under subsection (2A) if the authorised person has, before the gaming machine is operated for the purposes of gambling:	31 32 33
			(a) certified, in the form approved by the Director, that the seal has been replaced by the person, and	34 35
			(b) given a copy of the certificate to the hotelier or club.	36

	(	(2C)	If a copy of any such certificate is given to the hotelier or registered club, the hotelier or club must:	1
			(a) keep the copy in the hotel or club, and	3
			(b) if requested to do so by a special inspector, produce the	2
			copy for inspection by the inspector.  Maximum penalty: 10 penalty units.	5
	(	(2D)	An authorised person must not make any statement in a	,
	(	(2D)	certificate under subsection (2B) that the person knows is false or misleading.	§
			Maximum penalty: 100 penalty units.	10
[14]	Secti	on 77	(5)	11
	Omit	"anotl	her provision of this section".	12
	Insert	instea	ad "subsection (1) or (3)".	13
[15]	Secti	on 10	4 Conditions of gaming-related licences	14
	Insert	:"imp	osed by this Act or" after "conditions" in section 104 (2) (a).	15
[16]	Secti	on 10	4 (4)	16
	Insert	"imp	osed by this Act or" after "other than a condition".	17
[17]	Secti	on 10	6 Board may require dealers to alter certain gaming machines	18
	Insert	after	section 106 (3):	19
		(4)	If a specified alteration is required to be made to an approved	20
			gaming machine under this section, a person who is authorised by	21
			a gaming-related licence to sell approved gaming machines must not supply the gaming machine or component to which the	22 23
			requirement relates to any hotel or registered club unless the	24
			specified alteration has been made.	25
			Maximum penalty: 50 penalty units.	26
[18]	Secti	ons 1	33 and 133A	27
	Omit	sectio	n 133. Insert instead:	28
	133	Hote auth	liers and clubs required to connect gaming machines to orised CMS	29
		(1)	A hotelier or registered club must ensure that each approved	31
			gaming machine that is kept in the hotel or club is connected to an authorised CMS.	32 33
			Maximum penalty: 100 penalty units.	34

	(2)	A hotelier or registered club must, to the extent necessary to enable approved gaming machines kept in the hotel or club to be connected to an authorised CMS:	1 2 3
		(a) permit the employees and agents of the CMS licensee to have access to those gaming machines, and	4 5
		(b) give assistance to the employees and agents of the CMS licensee.	6 7
		Maximum penalty: 100 penalty units.	8
	(3)	The CMS licensee may, if satisfied that an approved gaming machine kept in a hotel or registered club is not connected to an authorised CMS, request the hotelier or club to take action to ensure that the gaming machine is connected to the CMS.	9 10 11 12
	(4)	The hotelier or registered club must, within 2 working days of receiving any such request by the CMS licensee, take appropriate action to comply with the request.  Maximum penalty: 100 penalty units.	13 14 15
			10
133A	Tech CMS	nnicians required to connect gaming machines to authorised	17 18
	(1)	A technician who carries out any work on an approved gaming machine in a hotel or registered club must ensure that the gaming machine is connected to an authorised CMS before the gaming machine is operated for the purposes of gambling.	19 20 21 22
	(2)	Maximum penalty: 100 penalty units.	23
	(2)	A technician does not commit an offence under subsection (1) if:  (a) it is not practicable in the circumstances for the approved gaming machine to be connected to an authorised CMS, and	24 25 26 27
		(b) the technician records the following details in a certificate (referred to as a <i>CMS connectivity certificate</i> ) that is in the form approved by the Director:	28 29 30
		(i) the gaming machine concerned,	31
		(ii) the reason why it cannot be connected for the time being to an authorised CMS,	32 33
		(iii) the person who has the responsibility for ensuring its connection to an authorised CMS.	34 35
	(3)	If any such details are recorded in a CMS connectivity certificate by a technician in relation to an approved gaming machine in a hotel or registered club, the hotelier or club must:	36 37 38
		(a) keep a copy of the certificate in the hotel or club, and	39

		(b) if requested to do so by a special inspector, produce the copy for inspection by the inspector.	1 2
		Maximum penalty: 10 penalty units.	3
	(	4) A technician must not record any details in a CMS connectivity certificate if the technician does so knowing that those details are false or misleading.	4 5 6
		Maximum penalty: 100 penalty units.	7
	(	5) In this section:	8
		technician means the holder of a technician's licence.	9
[19]	Section CMS lie	n 134 Monitoring fee payable by hoteliers and registered clubs to censee	10 11
		from the person (including a former hotelier) who is or was liable to t fee" after "debt" in section 134 (4).	12 13
[20]	Section	n 141 Definitions	14
	Omit "c	devices" from the definition of <i>linked gaming system</i> .	15
	Insert in	nstead "machines".	16
[21]	Section	n 148 Linked gaming systems to which Division applies	17
		or, in the case of a club that has more than one set of premises, on any ther premises" after "another registered club".	18 19
[22]	Section	n 153 Granting of links licences	20
	Insert "	under Part 12" after "an application" in section 153 (1).	21
[23]	Section	n 153 (2A)	22
	Insert a	fter section 153 (2):	23
	(2)	Any subsidiary equipment to be used in connection with a linked gaming system that has, under the terms of the links licence, been approved by the Minister is taken to be subsidiary equipment approved by the Board for that purpose.	24 25 26 27
[24]	Section	1 182A	28
	Insert a	fter section 182:	29
	182A P	Power to require information and documents	30
	(	1) A special inspector may, by notice in writing, require a hotelier, registered club or licensee to provide the inspector, in accordance with directions in the notice, with such information and	31 32 33

			documents as are specified in the notice and that relate to the business of the hotelier, club or licensee.	1 2
		(2)	A hotelier, registered club or licensee who fails to comply with a	3
			requirement of a notice under this section is guilty of an offence.	4
			Maximum penalty: 100 penalty units.	5
			<b>Note.</b> The provision of false or misleading information or documents is an offence under Division 3 of Part 5 of the <i>Crimes Act 1900</i> .	7
		(3)	If any document is provided under this section, the special	8
			inspector to whom the document is provided may retain	9
			possession of it for such period as may reasonably be necessary to permit examination of the document, the taking of extracts	10 11
			from the document and the making of copies of the document.	12
		(4)	A special inspector must permit inspection of any such	13
			document, at any reasonable time during which it is retained	14
			under this section, by a person who would be entitled to inspect the document were it not in the possession of a special inspector.	15 16
		(5)	A person who complies with a requirement of a notice under this	17
			section does not on that account incur a liability to another	18
			person.	19
[25]	Sect	ion 20	5 Directions by Minister and additional functions of Board	20
	Omit	sectio	on 205 (1) (c).	21
[26]	Sect	ion 20	5A	22
	Inser	t after	section 205:	23
	205A		ster may vary or suspend operation of Act for research or trial oses	24 25
		(1)	For the purposes of enabling the carrying out of gambling-related	26
			research or the trialling of gambling-related programs, the	27
			Minister may, by order published in the Gazette, vary or suspend the operation of any specified provision of this Act or the	28
			regulations for a specified period and in relation to either or both	29 30
			of the following:	31
			(a) a specified area,	32
			(b) a specified person or specified class of persons.	33
		(2)	Any such variation or suspension is subject to such conditions as may be specified in the order.	34 35

[27]	Sect	ion 20	96 Secrecy	1
	Inser	t after	section 206 (5):	2
		(5A)	This section does not apply to the publishing of any information if, in the opinion of the Minister, it is in the public interest to do so.	3 4 5
[28]	Sect	ion 20	6AA	6
	Inser	t befor	re section 206A:	7
20	6AA	Auth	nority to publish certain other information	8
			The Director-General may, despite any other Act or law, publish any information relating to gaming machine activities or operations in this State if, in the opinion of the Minister, it is in the public interest to do so. The authority to publish under this section is limited to matters of a regulatory, statistical or industry wide nature.	9 10 11 12 13 14
[29]	Sche	edule '	1 Savings, transitional and other provisions	15
	Inser	t at the	e end of clause 1 (1):	16
			Gaming Machines Amendment Act 2005	17
[30]	Sche	edule '	1, Part 8	18
	Inser	t after	Part 7:	19
	Par	t 8	Provisions consequent on enactment of Gaming Machines Amendment Act 2005	20 21
	30	Defi	nition	22
			In this Part:	23
			amending Act means the Gaming Machines Amendment Act 2005.	24 25
	31		dation of initial allocation by Board of poker machine dements under section 15	26 27
			Anything done by the Board before 14 February 2003 in relation to the allocation of poker machine entitlements under section 15 has effect despite the decision of the Supreme Court in <i>Mellor v Liquor Administration Board</i> [2003] NSWSC 38 and is not invalidated merely because of that decision.	28 29 30 31 32

#### Gaming Machines Amendment Bill 2005

#### Schedule 1 Amendment of Gaming Machines Act 2001

32	Approved technical standards	1
	Any technical standards approved by the Board under section 62	2
	and in force immediately before the amendment to that section by	3
	the amending Act are taken to have been approved by the	4
	Director under that section as so amended.	5

Scł	nedule 2	Amendment of Casino Control Act 1992	1
		(Section 4)	2
[1]	Section 72	A Provision of problem gambling counselling services	3
	Omit section 72A (1). Insert instead:		
	(1)	A casino operator must, in accordance with the regulations, enter into arrangements for problem gambling counselling services to be made available to the patrons of the casino.	5 6 7
		Maximum penalty: 100 penalty units.	8
[2]	Part 8, hea	ding	9
	Omit "com	munity benefit". Insert instead "responsible gambling".	10
[3]	Sections 1	15 (1), 117 and 119 (1) and (4)	11
	Omit "casir	no community benefit levy" wherever occurring.	12
	Insert instead	ad "responsible gambling levy".	13
[4]	Section 115 Responsible gambling levy and fund		
	Omit "Casi	no Community Benefit Fund" from section 115 (4).	15
	Insert instead	ad "Responsible Gambling Fund".	16
[5]	Section 11	5 (5)–(7)	17
	Omit "the b	penefit of the community" wherever occurring.	18
	Insert instead	ad "purposes relating to responsible gambling".	19
[6]	Section 11	5 (8)	20
	Insert after section 115 (7):		
	(8)	The Minister may also pay money out of the Fund for any purpose that is consistent with the provisions of the trust deed but only after consulting with the trustees on the proposed expenditure.	22 23 24 25
[7]	Schedule 4 Savings and transitional provisions		
	Insert at the	e end of clause 1 (1):	27
		Gaming Machines Amendment Act 2005, to the extent that it amends this Act	28 29

#### Schedule 2 Amendment of Casino Control Act 1992

[8]	Schedule 4, Part 7 Insert after Part 6:			
	Part 7	Provisions consequent on enactment of Gaming Machines Amendment Act 2005	3	
	22 Res	sponsible Gambling Fund	5	
		The Responsible Gambling Fund referred to in section 115 (4) (as	6	
		amended by Schedule 2 [4] to the Gaming Machines Amendment	7	
		Act 2005) is a continuation of the Casino Community Benefit	8	
		Fund operating under that section immediately before the	9	
		commencement of that Schedule.	10	