HOUSE BILL 1562

State of Washington54th Legislature1995 Regular SessionBy Representatives Huff, Chappell, Chandler, Carrell and CostaRead first time 01/31/95.Referred to Committee on Commerce & Labor.

1 AN ACT Relating to a fund raising event; and amending RCW 2 9.46.0233.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 **Sec. 1.** RCW 9.46.0233 and 1987 c 4 s 24 are each amended to read 5 as follows:

6 (1) "Fund raising event," as used in this chapter, means a fund 7 raising event conducted during any seventy-two consecutive hours ((but exceeding twenty-four consecutive hours and)) not more than ((once)) 8 twice in any calendar year when no gambling activities are conducted 9 10 between the hours of 2:00 a.m. and 6:00 a.m.; or a fund raising event conducted not more than ((twice)) four times each calendar year for not 11 12 more than ((twenty-four)) twenty consecutive hours ((each time)) when 13 no gambling activities are conducted between the hours of 2:00 a.m. and 14 6:00 a.m.; or a combination of one seventy-two consecutive hour event 15 and not more than two twenty consecutive hour events by a bona fide charitable or nonprofit organization as defined in RCW 9.46.0209 other 16 17 than any agricultural fair referred to thereunder, upon authorization therefor by the commission, which the legislature hereby authorizes to 18 19 issue a license therefor, with or without fee, permitting the following

activities, or any of them, during such event: Bingo, amusement games, 1 contests of chance, lotteries and raffles: PROVIDED, That (a) gross 2 wagers and bets received by the organization less the amount of money 3 4 paid by the organization as winnings and for the purchase cost of 5 prizes given as winnings do not exceed ((ten)) fifteen thousand dollars during <u>a single event or thirty thousand dollars during</u> the total 6 7 calendar days of such fund raising event in the calendar year; (b) such 8 activities shall not include any mechanical gambling or lottery device 9 activated by the insertion of a coin or by the insertion of any object purchased by any person taking a chance by gambling in respect to the 10 device; (c) only bona fide members of the organization or their spouses 11 12 who are not paid for such service shall participate in the management or operation of the activities((, and)). However, an organization may 13 use up to five individuals who are not members or spouses of members to 14 15 operate gambling activities when the individuals are approved by the commission. The individuals may be paid an amount determined by the 16 commission but shall not be involved in the management of the event, 17 perform duties of a cashier, banker, or otherwise have access to or 18 19 share in the net proceeds of the event, or perform any of the accounting functions or otherwise have access to the accounting 20 records. Further, anyone licensed by the commission to rent equipment 21 to conduct the activities may be paid an amount determined by the 22 commission to provide training and advisory services in conjunction 23 24 with the events; (d) all income therefrom, after deducting the cost of 25 prizes and other expenses, shall be devoted solely to the lawful 26 purposes of the organization; and (((d))) (e) such organization shall notify the appropriate local law enforcement agency of the time and 27 place where such activities shall be conducted. The commission shall 28 29 require an annual information report setting forth in detail the 30 expenses incurred and the revenue received relative to the activities permitted. 31

32 (2) Bona fide charitable or nonprofit organizations holding a
33 license to conduct a fund raising event may join together to jointly
34 conduct a fund raising event if:

35 (a) Approval to do so is received from the commission; ((and))

36 (b) The method of dividing the income and expenditures and the 37 method of recording and handling of funds are disclosed to the 38 commission in the application for approval of the joint fund raising 39 event and are approved by the commission((-))*i*

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1 (c) The gross wagers and bets received by the organizations less 2 the amount of money paid by the organizations as winnings and for the 3 purchase costs of prizes given as winnings ((may)) does not exceed 4 ((ten)) fifteen thousand dollars during the total calendar days of such 5 event. The net receipts each organization receives shall count against 6 the organization's annual limit stated in this subsection((-));

7 (d) A joint fund raising event shall count against only the lead 8 organization or organizations receiving fifty percent or more of the 9 net receipts for the purposes of the number of such events an 10 organization may conduct each year((-)); and

11 <u>(e)</u> The commission may issue a joint license for a joint fund 12 raising event and charge a license fee for such license according to a 13 schedule of fees adopted by the commission which reflects the added 14 cost to the commission of licensing more than one licensee for the 15 event.

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