CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 2358

56th Legislature 2000 Regular Session

Passed by the House February 9, 2000 Yeas 76 Nays 21

Speaker of the House of Representatives

Speaker of the House of Representatives

Passed by the Senate February 29, 2000 Yeas 27 Nays 17

President of the Senate

Approved

FILED

Governor of the State of Washington

CERTIFICATE

We, Timothy A. Martin and Cynthia Zehnder, Co-Chief Clerks of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 2358** as passed by the House of Representatives and the Senate on the dates hereon set forth.

Chief Clerk

Chief Clerk

Secretary of State State of Washington

SUBSTITUTE HOUSE BILL 2358

Passed Legislature - 2000 Regular Session

State of Washington 56th Legislature 2000 Regular Session

By House Committee on Commerce & Labor (originally sponsored by Representatives Wood, McMorris, Clements, Conway and Radcliff)

Read first time 02/02/2000. Referred to Committee on .

1 AN ACT Relating to fund raising events; and amending RCW 9.46.0233.

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

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

5 (1) "Fund raising event," as used in this chapter, means a fund raising event conducted during any seventy-two consecutive hours but б 7 exceeding twenty-four consecutive hours and not more than once in any calendar year or a fund raising event conducted not more than twice 8 9 each calendar year for not more than twenty-four consecutive hours each 10 time by a bona fide charitable or nonprofit organization as defined in RCW 9.46.0209 other than any agricultural fair referred to thereunder, 11 upon authorization therefor by the commission, which the legislature 12 13 hereby authorizes to issue a license therefor, with or without fee, 14 permitting the following activities, or any of them, during such event: 15 Bingo, amusement games, contests of chance, lotteries, and raffles((\div PROVIDED, That)). However: (a) Gross wagers and bets or revenue 16 17 generated from participants under subsection (2) of this section 18 received by the organization less the amount of money paid by the organization as winnings, or as payment for services or equipment 19

rental under subsection (2) of this section, and for the purchase cost 1 of prizes given as winnings do not exceed ten thousand dollars during 2 the total calendar days of such fund raising event in the calendar 3 4 year; (b) such activities shall not include any mechanical gambling or 5 lottery device activated by the insertion of a coin or by the insertion of any object purchased by any person taking a chance by gambling in 6 7 respect to the device; (c) only bona fide members of the organization 8 who are not paid for such service or persons licensed or approved by 9 the commission under subsection (2) of this section shall participate 10 in the management or operation of the activities, and all income therefrom, after deducting the cost of prizes and other expenses, shall 11 be devoted solely to the lawful purposes of the organization; and (d) 12 13 such organization shall notify the appropriate local law enforcement agency of the time and place where such activities shall be conducted. 14 15 The commission shall require an annual information report setting forth 16 in detail the expenses incurred and the revenue received relative to 17 the activities permitted.

(2) Bona fide charitable or nonprofit organizations may hire a
 person or vendor, who is licensed or approved by the commission, to
 organize and conduct a fund raising event on behalf of the sponsoring
 organization subject to the following restrictions:

22 (a) The person or vendor may not provide the facility for the 23 event;

24 (b) The person or vendor may use paid personnel and may be 25 compensated by a fixed fee determined prior to the event, but may not 26 share in the proceeds of the event;

27 (c) All wagers must be made with scrip or chips having no cash 28 value. At the end of the event, participants may be given the 29 opportunity to purchase or otherwise redeem their scrip or chips for 30 merchandise prizes;

31 (d) The value of all purchased prizes must not exceed ten percent
32 of the gross revenue from the event; and

33 (e) Only members and guests of the sponsoring organization may 34 participate in the event.

35 <u>(3)</u> Bona fide charitable or nonprofit organizations holding a 36 license to conduct a fund raising event may join together to jointly 37 conduct a fund raising event if:

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

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1 (b) The method of dividing the income and expenditures and the 2 method of recording and handling of funds are disclosed to the 3 commission in the application for approval of the joint fund raising 4 event and are approved by the commission.

The gross wagers and bets or revenue generated from participants 5 <u>under subsection (2) of this section</u> received by the organizations less 6 7 the amount of money paid by the organizations as winnings, or as 8 payment for services or equipment rental under subsection (2) of this 9 section, and for the purchase costs of prizes given as winnings may not 10 exceed ten thousand dollars during the total calendar days of such event. The net receipts each organization receives shall count against 11 the organization's annual limit stated in this subsection. 12

A joint fund raising event shall count against only the lead organization or organizations receiving fifty percent or more of the net receipts for the purposes of the number of such events an organization may conduct each year.

The commission may issue a joint license for a joint fund raising event and charge a license fee for such license according to a schedule of fees adopted by the commission which reflects the added cost to the commission of licensing more than one licensee for the event.

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