

2 SHB 2543 - S COMM AMD

3 By Committee on Labor, Commerce & Trade

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5 Strike everything after the enacting clause and insert the
6 following:

7 "Sec. 1. RCW 9.46.110 and 1994 c 301 s 2 are each amended to read
8 as follows:

9 The legislative authority of any county, city-county, city, or
10 town, by local law and ordinance, and in accordance with the provisions
11 of this chapter and rules and regulations promulgated hereunder, may
12 provide for the taxing of any gambling activity authorized by this
13 chapter within its jurisdiction, the tax receipts to go to the county,
14 city-county, city, or town so taxing the same: PROVIDED, That any such
15 tax imposed by a county alone shall not apply to any gambling activity
16 within a city or town located therein but the tax rate established by
17 a county, if any, shall constitute the tax rate throughout the
18 unincorporated areas of such county: PROVIDED FURTHER, That (1) punch
19 boards and pull-tabs, chances on which shall only be sold to adults,
20 which shall have a (~~fifty-cent~~) one dollar limit on a single chance
21 thereon, shall be taxed on a basis which shall reflect only the gross
22 receipts from such punch boards and pull-tabs; and (2) no punch board
23 or pull-tab may award as a prize upon a winning number or symbol being
24 drawn the opportunity of taking a chance upon any other punch board or
25 pull-tab; and (3) all prizes for punch boards and pull-tabs must be on
26 display within the immediate area of the premises wherein any such
27 punch board or pull-tab is located and upon a winning number or symbol
28 being drawn, such prize must be immediately removed therefrom, or such
29 omission shall be deemed a fraud for the purposes of this chapter; and
30 (4) when any person shall win over twenty dollars in money or
31 merchandise from any punch board or pull-tab, every licensee hereunder
32 shall keep a public record thereof for at least ninety days thereafter
33 containing such information as the commission shall deem necessary:
34 AND PROVIDED FURTHER, That taxation of bingo and raffles shall never be
35 in an amount greater than ten percent of the gross revenue received
36 therefrom less the amount paid for or as prizes. Taxation of amusement

1 games shall only be in an amount sufficient to pay the actual costs of
2 enforcement of the provisions of this chapter by the county, city or
3 town law enforcement agency and in no event shall such taxation exceed
4 two percent of the gross revenue therefrom less the amount paid for as
5 prizes: PROVIDED FURTHER, That no tax shall be imposed under the
6 authority of this chapter on bingo or amusement games when such
7 activities or any combination thereof are conducted by any bona fide
8 charitable or nonprofit organization as defined in this chapter, which
9 organization has no paid operating or management personnel and has
10 gross income from bingo or amusement games, or a combination thereof,
11 not exceeding five thousand dollars per year, less the amount paid for
12 as prizes. No tax shall be imposed on the first ten thousand dollars
13 of net proceeds from raffles conducted by any bona fide charitable or
14 nonprofit organization as defined in this chapter. Taxation of punch
15 boards and pull-tabs shall ~~((not exceed five percent of gross
16 receipts))~~ be at the option of the local taxing authority and may be
17 levied either: (a) On gross receipts at a rate not to exceed five
18 percent; or (b) on gross receipts less the amount paid out as prizes,
19 at a rate not to exceed ten percent, nor shall taxation of social card
20 games exceed ~~((twenty))~~ ten percent of the gross revenue from such
21 games less the amount paid for as prizes.

22 Taxes imposed under this chapter become a lien upon personal and
23 real property used in the gambling activity in the same manner as
24 provided for under RCW 84.60.010. The lien shall attach on the date
25 the tax becomes due and shall relate back and have priority against
26 real and personal property to the same extent as ad valorem taxes."

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30 On page 1, line 1 of the title, after "activities;" strike the
31 remainder of the title and insert "and amending RCW 9.46.110."

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