

CERTIFICATION OF ENROLLMENT

**SUBSTITUTE SENATE BILL 6557**

Chapter 233, Laws of 2000

56th Legislature  
2000 Regular Session

CREDIT UNIONS--RAFFLES

EFFECTIVE DATE: 6/8/00

Passed by the Senate March 7, 2000  
YEAS 32 NAYS 13

BRAD OWEN  
**President of the Senate**

Passed by the House February 29, 2000  
YEAS 87 NAYS 10

CLYDE BALLARD  
**Speaker of the  
House of Representatives**

FRANK CHOPP  
**Speaker of the  
House of Representatives**

Approved March 30, 2000

GARY LOCKE  
**Governor of the State of Washington**

CERTIFICATE

I, Tony M. Cook, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SUBSTITUTE SENATE BILL 6557** as passed by the Senate and the House of Representatives on the dates hereon set forth.

TONY M. COOK  
**Secretary**

FILED

March 30, 2000 - 3:43 p.m.

**Secretary of State  
State of Washington**

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**SUBSTITUTE SENATE BILL 6557**

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AS AMENDED BY THE HOUSE

Passed Legislature - 2000 Regular Session

**State of Washington                      56th Legislature                      2000 Regular Session**

**By** Senate Committee on Commerce, Trade, Housing & Financial Institutions (originally sponsored by Senators Prentice, Winsley, Shin, Benton, Roach, Kohl-Welles and T. Sheldon)

Read first time 02/04/2000.

1            AN ACT Relating to credit union raffles; and amending RCW  
2 9.46.0209.

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

4            **Sec. 1.** RCW 9.46.0209 and 1987 c 4 s 4 are each amended to read as  
5 follows:

6            "Bona fide charitable or nonprofit organization," as used in this  
7 chapter, means: (1) Any organization duly existing under the  
8 provisions of chapter(~~s~~) 24.12, 24.20, or 24.28 RCW, any agricultural  
9 fair authorized under the provisions of chapters 15.76 or 36.37 RCW, or  
10 any nonprofit corporation duly existing under the provisions of chapter  
11 24.03 RCW for charitable, benevolent, eleemosynary, educational, civic,  
12 patriotic, political, social, fraternal, athletic or agricultural  
13 purposes only, or any nonprofit organization, whether incorporated or  
14 otherwise, when found by the commission to be organized and operating  
15 for one or more of the aforesaid purposes only, all of which in the  
16 opinion of the commission have been organized and are operated  
17 primarily for purposes other than the operation of gambling activities  
18 authorized under this chapter; or (2) any corporation which has been  
19 incorporated under Title 36 U.S.C. and whose principal purposes are to

1 furnish volunteer aid to members of the armed forces of the United  
2 States and also to carry on a system of national and international  
3 relief and to apply the same in mitigating the sufferings caused by  
4 pestilence, famine, fire, floods, and other national calamities and to  
5 devise and carry on measures for preventing the same. Such an  
6 organization must have been organized and continuously operating for at  
7 least twelve calendar months immediately preceding making application  
8 for any license to operate a gambling activity, or the operation of any  
9 gambling activity authorized by this chapter for which no license is  
10 required. It must have not less than fifteen bona fide active members  
11 each with the right to an equal vote in the election of the officers,  
12 or board members, if any, who determine the policies of the  
13 organization in order to receive a gambling license. An organization  
14 must demonstrate to the commission that it has made significant  
15 progress toward the accomplishment of the purposes of the organization  
16 during the twelve consecutive month period preceding the date of  
17 application for a license or license renewal. The fact that  
18 contributions to an organization do not qualify for charitable  
19 contribution deduction purposes or that the organization is not  
20 otherwise exempt from payment of federal income taxes pursuant to the  
21 internal revenue code of 1954, as amended, shall constitute prima facie  
22 evidence that the organization is not a bona fide charitable or  
23 nonprofit organization for the purposes of this section.

24 Any person, association or organization which pays its employees,  
25 including members, compensation other than is reasonable therefor under  
26 the local prevailing wage scale shall be deemed paying compensation  
27 based in part or whole upon receipts relating to gambling activities  
28 authorized under this chapter and shall not be a bona fide charitable  
29 or nonprofit organization for the purposes of this chapter.

30 For the purposes of RCW 9.46.0315 and 9.46.110, a bona fide  
31 nonprofit organization also includes a credit union organized and  
32 operating under state or federal law. All revenue less prizes and  
33 expenses received from raffles conducted by credit unions must be  
34 devoted to purposes authorized under this section for charitable and  
35 nonprofit organizations.

Passed the Senate March 7, 2000.

Passed the House February 29, 2000.

Approved by the Governor March 30, 2000.

Filed in Office of Secretary of State March 30, 2000.