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## SENATE BILL 5565

State of Washington 69th Legislature 2025 Regular Session

By Senators McCune, Boehnke, Fortunato, Holy, J. Wilson, Dozier, Torres, and Harris

- AN ACT Relating to permitting senior-focused groups to engage in
- 2 certain bingo gambling activities; and amending RCW 9.46.0209 and
- 3 9.46.0321.

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- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 9.46.0209 and 2021 c 176 s 5202 are each amended to read as follows:
  - (1)(a) "Bona fide charitable or nonprofit organization," as used in this chapter, means:
- 8 in this chapter, means:
  9 (i) Any organization duly existing under the provisions of
  10 chapter 24.12, 24.20, or 24.28 RCW, any agricultural fair authorized
- 11 under the provisions of chapter 15.76 or 36.37 RCW, or any nonprofit
- 12 corporation duly existing under the provisions of chapter 19.09 or
- 13 24.03A RCW for charitable, benevolent, eleemosynary, educational,
- 14 civic, patriotic, political, religious, scientific, social,
- 15 fraternal, athletic, or agricultural purposes only, or any nonprofit
- 16 organization, whether incorporated or otherwise, when found by the
- 17 commission to be organized and operating for one or more of the
- 18 aforesaid purposes only, all of which in the opinion of the
- 19 commission have been organized and are operated primarily for
- 20 purposes other than the operation of gambling activities authorized
- 21 under this chapter; or

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(ii) Any corporation which has been incorporated under Title 36 U.S.C. and whose principal purposes are to furnish volunteer aid to members of the armed forces of the United States and also to carry on a system of national and international relief and to apply the same in mitigating the sufferings caused by pestilence, famine, fire, floods, and other national calamities and to devise and carry on measures for preventing the same.

- (b) An organization defined under (a) of this subsection must:
- (i) Have been organized and continuously operating for at least twelve calendar months immediately preceding making application for any license to operate a gambling activity, or the operation of any gambling activity authorized by this chapter for which no license is required; and
- (ii) Demonstrate to the commission that it has made significant progress toward the accomplishment of the purposes of the organization during the twelve consecutive month period preceding the date of application for a license or license renewal. The fact that contributions to an organization do not qualify for charitable contribution deduction purposes or that the organization is not otherwise exempt from payment of federal income taxes pursuant to the internal revenue code of 1954, as amended, shall constitute prima facie evidence that the organization is not a bona fide charitable or nonprofit organization for the purposes of this section.
- (c) Any person, association or organization which pays its employees, including members, compensation other than is reasonable therefor under the local prevailing wage scale shall be deemed paying compensation based in part or whole upon receipts relating to gambling activities authorized under this chapter and shall not be a bona fide charitable or nonprofit organization for the purposes of this chapter.
- 31 (2) For the purposes of RCW 9.46.0315 and 9.46.110, a bona fide 32 nonprofit organization can be licensed by the commission and 33 includes:
  - (a) A credit union organized and operating under state or federal law. All revenue less prizes and expenses received from raffles conducted by credit unions must be devoted to purposes authorized under this section for charitable and nonprofit organizations; and
    - (b) A group of executive branch state employees that:

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(i) Has requested and received revocable approval from the agency's chief executive official, or such official's designee, to conduct one or more raffles in compliance with this section;

- (ii) Conducts a raffle solely to raise funds for either the state combined fund drive, created under RCW 41.04.033; an entity approved to receive funds from the state combined fund drive; or a charitable or benevolent entity, including but not limited to a person or family in need, as determined by a majority vote of the approved group of employees. No person or other entity may receive compensation in any form from the group for services rendered in support of this purpose;
- (iii) Promptly provides such information about the group's receipts, expenditures, and other activities as the agency's chief executive official or designee may periodically require, and otherwise complies with this section and RCW 9.46.0315; and
- (iv) Limits the participation in the raffle such that raffle tickets are sold only to, and winners are determined only from, the employees of the agency.
- (3) For the purposes of RCW 9.46.0277, a bona fide nonprofit organization also includes a county, city, or town, provided that all revenue less prizes and expenses from raffles conducted by the county, city, or town must be used for community activities or tourism promotion activities.
- (4) For the purposes of bingo operated under RCW 9.46.0321, a bona fide nonprofit organization also includes a senior center, senior housing organization, senior living center, or a senior living community where the minimum age to reside in the community is 55 years of age.
- **Sec. 2.** RCW 9.46.0321 and 1987 c 4 s 28 are each amended to read 29 as follows:
  - Bona fide charitable or bona fide nonprofit organizations organized primarily for purposes other than the conduct of such activities are hereby authorized to conduct bingo, raffles, and amusement games, without obtaining a license to do so from the commission but only when:
  - (1) Such activities are held in accordance with all other requirements of this chapter, other applicable laws, and rules of the commission;
- 38 (2) ((<del>Said</del>)) (a) Except as provided in (b) of this subsection, 39 <u>said</u> activities are, alone or in any combination, conducted no more

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than twice each calendar year and over a period of no more than twelve consecutive days each time, notwithstanding the limitations of RCW 9.46.0205: PROVIDED, That a raffle conducted under this subsection may be conducted for a period longer than twelve days;

- (b) A senior center, senior housing organization, senior living center, or a senior living community where the minimum age to reside in the community is 55 years of age may conduct a bingo game once each week;
- (3) Only bona fide members of that organization, who are not paid for such services, participate in the management or operation of the activities;
  - (4) ((Gross)) (a) Except as provided in (b) of this subsection, gross revenues to the organization from all the activities together do not exceed five thousand dollars during any calendar year;
  - (b) Gross revenues to a senior center, senior housing organization, senior living center, or a senior living community where the minimum age to reside in the community is 55 years of age from bingo do not exceed \$10,000 during any calendar year;
  - (5) All revenue therefrom, after deducting the cost of prizes and other expenses of the activity, is devoted solely to the purposes for which the organization qualifies as a bona fide charitable or nonprofit organization;
  - (6) The organization gives notice at least five days in advance of the conduct of any of the activities to the local police agency of the jurisdiction within which the activities are to be conducted of the organization's intent to conduct the activities, the location of the activities, and the date or dates they will be conducted; and
  - (7) The organization conducting the activities maintains records for a period of one year from the date of the event which accurately show at a minimum the gross revenue from each activity, details of the expenses of conducting the activities, and details of the uses to which the gross revenue therefrom is put.

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