

SENATE BILL NO. 69

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-FIRST LEGISLATURE - FIRST SESSION

BY THE SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 2/22/19

Referred: Labor and Commerce, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act establishing an exception from permit and fee requirements for certain
2 charitable gaming activities; relating to fees for applicants for a charitable gaming
3 permit; amending the definition of 'permittee'; and providing for an effective date."

4 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

5 * **Section 1.** AS 05.15 is amended by adding a new section to read:

6 **Sec. 05.15.055. Exception; annual permit and fees; small charitable**
7 **gaming.** (a) Notwithstanding any other provision of this chapter, a municipality or
8 qualified organization may conduct any activity permitted under this chapter without a
9 permit and without paying a fee, so long as the annual gross receipts of the
10 municipality or qualified organization from those activities are less than \$20,000.

11 (b) Notwithstanding any other provision of this chapter, a municipality or
12 qualified organization that limits its activities under (a) of this section does not need to
13 file any report or apply for registration under this chapter.

14 (c) A municipality or qualified organization that limits its activities under (a)

of this section must file an annual certification, under the penalty of perjury, that certifies compliance with (a) of this section.

* **Sec. 2.** AS 05.15.115(a) is amended to read:

(a) **A permittee** [A MUNICIPALITY OR QUALIFIED ORGANIZATION HOLDING A PERMIT TO CONDUCT AN ACTIVITY UNDER THIS CHAPTER] may enter into a contract with an operator licensed under this chapter to conduct on behalf of the municipality or qualified organization those activities permitted under the authority of the permit.

* **Sec. 3.** AS 05.15.185 is amended to read:

Sec. 05.15.185. Distribution of pull-tab games. Each series of pull-tabs distributed in the state must be sealed and have a serial number label issued by the National Association of Fundraising Ticket Manufacturers or other serial number label approved by the department and may be distributed only to

(1) **A permittee** [A MUNICIPALITY OR A QUALIFIED ORGANIZATION THAT HAS OBTAINED A PERMIT ISSUED UNDER THIS CHAPTER];

(2) an operator on behalf of an authorizing permittee; or

(3) a distributor licensed under this chapter.

* **Sec. 4.** AS.05.15.690 is amended to read:

(35) "permittee" means a municipality or a qualified organization that holds a valid permit under AS 05.15.100, **or a municipality or qualified organization that may conduct an activity authorized under this chapter without a permit and without paying a fee under AS 05.15.055(a);**

* **Sec. 5.** AS 05.15.020(c)(1) and 05.15.020(c)(2) are repealed.

* **Sec. 6.** The uncodified law of the State of Alaska is amended by adding a new section to read:

TRANSITION: REGULATIONS. The Department of Revenue may adopt regulations necessary to implement the changes made by this Act. The regulations take effect under AS 44.62 (Administrative Procedure Act), but not before the effective date of the law implemented by the regulation.

* **Sec. 7.** Section 6 of this Act takes effect immediately under AS 01.10.070(c).

1 * **Sec. 8.** Except as provided in sec. 7 of this Act, this Act takes effect January 1, 2020.