

Charitable Gaming 2018 Annual Report

Tax Division
Alaska Department of Revenue
www.tax.alaska.gov

Anchorage Office

Tax Division, Alaska Department of Revenue Robert B. Atwood Building 550 W. Seventh Ave., Suite 500 Anchorage, AK 99501-3556 Phone 907-269-6620

Juneau Office

Charitable Gaming
Tax Division, Alaska Department of Revenue
11th Floor, State Office Building
P.O. Box 110420
Juneau, AK 99811-0420
Phone 907-465-2581
Email dor.tax.gaming@alaska.gov

Bruce Tangeman, Commissioner Greg Samorajski, Deputy Commissioner Alaska Department of Revenue

> Colleen Glover, Director Tax Division

Table of Contents

Gaming Authority, Purpose and Definitions	3
Total Number of Gaming Permits and Licenses, and Their Net Proceeds	4
Permittee Locations and Organization Types	5
Total Net Proceeds by Organization Type	6
Total Net Proceeds by Game Type	7
Total 2018 State Revenue Collected	8

Note: All data in this report is based on a calendar year, and all data is current to May 1, 2019.

An Overview and Definitions

Authority	AS 05.15 The Alaska Gamin	ig Reform Act (Act) and 15 A	AAC 160 Authorized Games of Skill and Chance.

Purpose The Act provides a means for permittees to generate net proceeds for political, educational, civic, public, charitable, patriotic, and religious uses in the state.

Game Types Bingo, raffles and lotteries, pull-tab games, authorized classics (for example, ice classics, cabbage classics), fish and moose derbies, Calcutta pools, and contests of skill.

Definitions

Pull-Tab Manufacturer A for-profit business licensed to sell pull-tabs to distributors.

Pull-Tab Distributor A for-profit business licensed to distribute pull-tabs to permittees and operators.

Operator A for-profit business licensed to conduct gaming activities on behalf of a permittee.

Vendor A for-profit business that sells pull-tabs on behalf of a permittee, from a location licensed by the Alcohol Beverage

Control Board.

Multiple-Beneficiary Permittee Two to six municipalities or qualified organizations that jointly obtain a permit in order to aggregate prize limits.

> Permittee A municipality or qualified organization that holds a permit to conduct gaming activities.

Qualified Organization Includes civic or service organizations, religious, charitable, fraternal, veterans, labor, political and education organi-

zations, police and fire departments, associations and derbies, and nonprofit trade associations.

Gross Receipts The amount collected for all chances to win a prize in a gaming activity.

Net Proceeds Amount retained by permittees after prizes, taxes and expenses are deducted from gross receipts.

Revenue Online Search for the status of a license or permit, and review reports submitted by permittees at https://online-tax.alaska.

gov.

Who was issued a permit or license in 2018 and how much money did they raise? How does that compare with 2017?

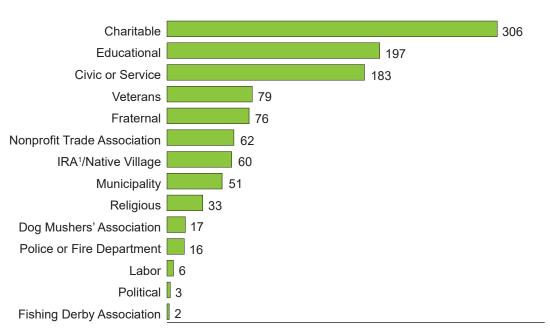
				2018			
	Count	Gross Receipts	Federal Excise Tax	Cost of Prizes	Adjusted Gross Income	Total Expenses	Net Proceeds
Permittees	1,091	\$149,305,372	\$127,382	\$110,706,765	\$38,471,225	\$18,657,659	\$19,813,566
Multiple-Beneficiary Permittees	13	80,490,450	14,307	62,952,071	17,524,072	12,157,202	5,366,870
Vendors	169	36,272,319	27,760	28,964,541	7,280,018	3,648,861	3,631,157
Operators	25	110,817,662	171,496	84,575,199	26,070,967	19,648,835	6,422,132
Total		\$376,885,803	\$340,945	\$287,198,576	\$89,346,282	\$54,112,557	\$35,233,725
Pull-Tab Manufacturers	8						
Pull-Tab Distributors	8						

	Count	Gross Receipts	Federal Excise Tax	Cost of Prizes	Adjusted Gross Income	Total Expenses	Net Proceeds
Permittees	1,107	\$145,821,883	\$161,345	\$107,893,651	\$37,766,887	\$19,167,943	\$18,598,944
Multiple-Beneficiary Permittees	15	77,426,986	13,224	60,362,816	17,050,946	12,060,991	4,989,955
Vendors	171	38,901,164	19,929	30,845,730	8,035,505	3,682,599	4,352,906
Operators	26	98,355,520	164,746	75,542,563	22,648,211	16,879,754	5,768,457
Total		\$360,505,553	\$359,244	\$274,644,760	\$85,501,549	\$51,791,287	\$33,710,262
Pull-Tab Manufacturers Pull-Tab Distributors	7 10						

Permits – How many are issued, what types of organizations hold them, and where are they based?

Number of Permits Issued in a Calendar Year	2018	2017
Multiple-Beneficiary Permittees	13	15
Permittees	1,091	1,107

Number of Permits by Organization Type in 2018



¹The Indian Reorganization Act, also called the Wheeler-Howard Act, was enacted by the U.S. Congress in 1934.

2018				
Where Permit Holders Are Based	Count	Percent of Total Permit Holders ²		
Anchorage	278	25%		
Fairbanks	141	13%		
Juneau	65	6%		
Wasilla	43	4%		
Ketchikan	37	3%		
Soldotna	30	3%		
Homer	28	3%		
Palmer	27	2%		
Kenai	24	2%		
Kodiak	21	2%		
Eagle River	16	1%		
Chugiak	15	1%		
North Pole	13	1%		
Sitka	13	1%		
Nome	12	1%		
Bethel	11	1%		
Haines	11	1%		
Petersburg	11	1%		
Valdez	11	1%		
Other	284	26%		
Total	1,091	100%		

²Percentage totals may not add to 100% due to rounding.

How much do organizations raise from Charitable Gaming?

າ	n	м	п
	u	ш	и

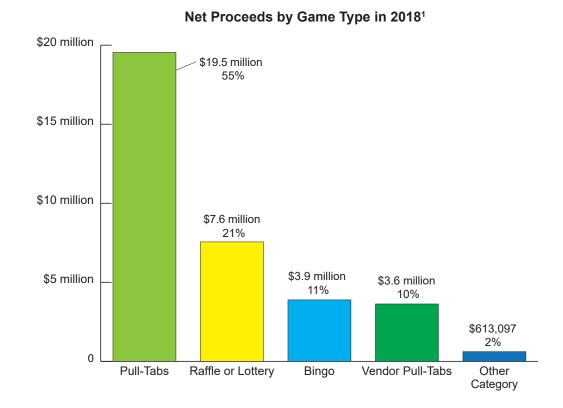
	2010						
Organization Type	Gross Receipts	Federal Excise Tax	Cost of Prizes	Adjusted Gross Income	Total Expenses	Net Proceeds	
Charitable	\$126,210,816	\$123,333	\$95,099,611	\$30,987,872	\$19,231,449	\$11,756,423	
Civic or Service	52,761,153	32,935	39,797,791	12,930,427	7,956,859	4,973,568	
Dog Mushers' Association	7,307,952	4,546	5,371,445	1,931,961	1,208,140	723,821	
Educational	45,009,957	49,866	34,203,792	10,756,299	6,295,494	4,460,805	
Fishing Derby Association	242,884	0	101,726	141,158	77,224	63,934	
Fraternal	22,113,129	15,369	17,573,178	4,524,582	2,521,226	2,003,356	
Indian Reorganization Act ¹ /Native Village	37,829,445	23,196	28,875,865	8,930,384	5,434,772	3,495,612	
Labor	878,075	1,176	577,909	298,990	182,676	116,314	
Municipality	21,821,018	36,500	16,711,287	5,073,231	3,078,580	1,994,651	
Nonprofit Trade Association	18,368,272	20,165	14,150,094	4,198,013	2,417,775	1,780,238	
Police or Fire Department	4,192,979	6,676	3,187,087	999,216	606,937	392,279	
Political	39,310	0	15,512	23,798	3,428	20,370	
Religious	12,888,980	4,298	9,699,383	3,185,299	2,032,146	1,153,153	
Veterans	27,221,833	22,885	21,833,896	5,365,052	3,065,851	2,299,201	
Total	\$376,885,803	\$340,945	\$287,198,576	\$89,346,282	\$54,112,557	\$35,233,725	

¹The Indian Reorganization Act, also called the Wheeler-Howard Act, was enacted by the U.S. Congress in 1934.

How much is raised by each game type?

	2018		
Game Type	Net Proceeds	Percent of Total ¹	
Pull-Tabs	\$19,543,731	55%	
Raffle or Lottery	7,556,092	21%	
Bingo	3,889,648	11%	
Vendor Pull-Tabs	3,631,157	10%	
Other Category	613,097	2%	
Total	\$35,233,725	100%	

	2018
Other Category	Net Proceeds
Special Draw Raffle	\$204,260
Fish Derby	153,239
Ice Classic	102,760
Animal Classic (Rat)	71,351
Contest of Skill	50,794
Calcutta Pool	18,831
Snow Classic	5,744
Dog Mushers' Contest	2,750
Big Bull Moose Derby	2,403
Race Classic	965
Total Other Category	\$613,097



¹Percentage totals may not add to 100% due to rounding.

How much does the State of Alaska collect from the Charitable Gaming Program?

Taxes and Fees Collected in a Calendar Year	2018	2017	2016
Pull-Tab Tax	\$2,094,167	\$1,915,426	\$1,788,002
Net Proceeds Fee	330,476	367,017	444,104
License and Permit Fees	125,908	117,953	124,285
Total Receipts	\$2,550,551	\$2,400,396	\$2,356,391

2018 Revenue

