

SPONSOR SUBSTITUTE FOR SENATE BILL NO. 6
IN THE LEGISLATURE OF THE STATE OF ALASKA
SEVENTEENTH LEGISLATURE - FIRST SESSION

BY SENATOR ZHAROFF

Introduced: 3/6/91
Referred: L&C and Judiciary

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to multiple-beneficiary charitable gaming permits, maximum prize awards,
2 and door prizes for charitable gaming; and providing for an effective date."

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

4 * Section 1. AS 05.15.060(8) is amended to read:

5 (8) the number of activities that may be held, operated, or conducted under a
6 permit during a specified period; however, the department may not allow more than 14 bingo
7 sessions a month and 35 bingo games a session to be conducted under a permit; the holders of
8 a multiple-beneficiary permit under AS 05.15.100(d) may hold, operate, or conduct the
9 number of sessions and games a month equal to the number allowed an individual permittee
10 multiplied by the number of holders of the multiple-beneficiary permit;

11 * Sec. 2. AS 05.15.100 is amended by adding a new subsection to read:

12 (d) The commissioner may issue a multiple-beneficiary permit to two to six
13 municipalities or qualified organizations or to a combination of two to six municipalities and
14 qualified organizations that apply jointly for the permit. The permit gives the permit holders the

1 privilege of jointly conducting the activities specified in (a) and (b) of this section, subject to the
2 restrictions set out in (b) of this section.

3 * Sec. 3. AS 05.15.112(a) is amended to read:

4 (a) Each municipality or qualified organization that receives a permit under this chapter
5 shall designate a member in charge. Municipalities and qualified organizations that hold a
6 multiple-beneficiary permit shall jointly designate one member in charge.

7 * Sec. 4. AS 05.15.112(b) is amended to read:

8 (b) The member in charge is responsible for preparation, maintenance, and transmittal
9 of all records and reports required of the permittee. The member in charge shall be a member
10 of the qualified organization or the board of directors of the qualified organization or an
11 employee of the municipality. In the case of a multiple-beneficiary permit, the member in
12 charge shall be a member of one of the qualified organizations or the board of directors of
13 one of the qualified organizations or an employee of one of the municipalities.

14 * Sec. 5. AS 05.15.112(d) is amended to read:

15 (d) The municipality or qualified organization, or the holders of a multiple-beneficiary
16 permit, shall designate alternate members in charge who are responsible for the duties of the
17 member in charge in the absence of the member in charge.

18 * Sec. 6. AS 05.15 is amended by adding a new section to read:

19 Sec. 05.15.145. MULTIPLE-BENEFICIARY PERMITS. (a) Two to six municipalities
20 or qualified organizations, or a combination of two to six municipalities and qualified
21 organizations, may jointly apply for a multiple-beneficiary permit under AS 05.15.100(d). The
22 commissioner may not issue or renew a permit except upon satisfactory proof that each joint
23 applicant is a municipality or qualified organization, the activity may be permitted under this
24 chapter, and the issuance of a permit is not detrimental to the best interests of the public. Upon
25 request of the commissioner, the joint applicants shall prove conclusively each of these
26 requirements before a permit may be issued or renewed.

27 (b) The provisions of AS 05.15.140(b) - (d) apply to multiple-beneficiary permits and
28 applications for them.

29 (c) A municipality or qualified organization that is among the holders of a multiple-
30 beneficiary permit may not hold another permit under this chapter.

31 (d) A municipality or qualified organization that is among the holders of a multiple-

1 beneficiary permit may withdraw from the permit by giving written notice of intent to withdraw
2 to the department and to the other holders of the permit. The effective date of the withdrawal
3 is 30 days after the department receives written notice of intent. A municipality or qualified
4 organization that withdraws from a multiple-beneficiary permit may apply for a permit under
5 AS 05.15.100(a), but its share of the prizes awarded under the multiple-beneficiary permit and
6 the prizes it awards under its own permit are subject to the maximums established in
7 AS 05.15.180(g).

8 (e) The holders of a multiple-beneficiary permit shall jointly file reports with the
9 department that comply with the reporting requirements imposed on operators under
10 AS 05.15.083.

11 * Sec. 7. AS 05.15.180(d) is amended to read:

12 (d) The total value of door prizes offered or awarded under authority of a permit issued
13 to a municipality or qualified organization under this chapter or under authority of a multiple-
14 beneficiary permit may not exceed \$20,000 a month or \$240,000 a year.

15 * Sec. 8. AS 05.15.180(e) is amended to read:

16 (e) The total value of all door prizes offered or awarded at a single facility or bingo hall
17 or parlor by an operator on behalf of authorizing permittees [OR BY A PERMITTEE IN
18 CONJUNCTION WITH OTHER PERMITTEES] may not exceed \$20,000 a month or \$240,000
19 a year.

20 * Sec. 9. AS 05.15.180(g) is amended to read:

21 (g) A municipality or a qualified organization may award a maximum of \$1,500,000
22 [\$1,000,000] in prizes each year in activities authorized under this chapter; however, if a
23 municipality or a qualified organization contracts with an operator to conduct on its behalf
24 activities authorized under this chapter, the municipality or qualified organization may award a
25 maximum of \$500,000 in prizes each year. The holders of a multiple-beneficiary permit
26 under AS 05.15.100(d) may award a maximum in prizes each year of \$1,500,000 times the
27 number of holders of the permit for activities authorized under this chapter. In this
28 subsection "activities authorized under this chapter" means all activities subject to this chapter
29 other than bingo.

30 * Sec. 10. AS 05.15.187(f) is amended to read:

31 (f) Each permittee [MUNICIPALITY OR QUALIFIED ORGANIZATION] that had

1 gross receipts exceeding \$100,000 during the preceding year from activities conducted under this
2 chapter or that is required to report under AS 05.15.080(a), that conducts a pull-tab game shall
3 maintain records for two years of each prize of \$50 or more, the first day and last day that each
4 series was distributed, the serial number of each series, and the distributor from whom each series
5 was purchased. In this section "permittee" includes municipalities and qualified
6 organizations that jointly hold a multiple-beneficiary permit.

7 * Sec. 11. This Act takes effect immediately under AS 01.10.070(c).