

1 2115.E AMS SCHO S3742.1

2 EHB 2115 - S AMD TO S STRIKING AMD #009
3 By Senator Schow

4 WITHDRAWN 10/14/95

5 On page 1, after line 6, strike everything through "MISCELLANEOUS"
6 on page 10, line 14, and insert the following:

7 "PART I
8 FUNDING

9 NEW SECTION. Sec. 101. This act is intended to provide: Equality
10 for all citizens of the state of Washington who provide gaming
11 activities for social and recreational enjoyment; significant funding
12 for common school construction; for the development of sports
13 facilities throughout the state of Washington; assistance for counties
14 and cities to provide for local law enforcement; help for individuals
15 that may need assistance in controlling their desire to participate in
16 gaming activities.

17 NEW SECTION. Sec. 102. A new section is added to chapter 9.46 RCW
18 to read as follows:

19 (1) Video lottery terminals are authorized pursuant to approval by
20 each county and city legislative body as provided for in this section.

21 (a) Until July 1, 1998, licenses may be issued only for locations
22 with a license for on the premises consumption of alcoholic beverages
23 that were also licensed for social card games and pull-tabs by the
24 commission under this chapter. After June 30, 1998, a license may be
25 issued under this section for locations with a license for on the
26 premises consumption of alcoholic beverages.

27 (b) Only bona fide charitable or nonprofit organizations as defined
28 in RCW 9.46.0209 that hold a gambling license as of January 1, 1996,
29 will be allowed ten video lottery terminals on premises.

30 (c) Beginning July 1, 1998, organizations qualified under (b) of
31 this subsection will be allowed up to twenty video lottery terminals on
32 premises.

33 (d) Except as provided in (f) of this subsection, until July 1,
34 1998, there may be up to five video lottery terminals on premises.

1 (e) Except as provided in (f) of this subsection, beginning July 1,
2 1998, there may be up to ten video lottery terminals on premises.

3 (f) A licensed card room may have one video lottery terminal for
4 each card table in addition to those permitted under (d) and (e) of
5 this subsection.

6 (2) At least eighty percent of amount wagered shall be returned to
7 the player from each video lottery terminal licensed under this
8 section.

9 (3)(a) Licensees shall receive fifty percent of the net win from
10 each video lottery terminal as provided for in subsection (9) of this
11 section through December 1, 2000.

12 (b) The commission shall contract for an outside review of the cost
13 of operation of video lottery terminals and the division of video
14 proceeds between total compensation paid to licensees and moneys
15 available to the state for allocation. This report shall examine the
16 costs and rates of return on video lottery terminals and of the
17 provision of space and services for the operation of such terminals.
18 The analysis shall be completed and submitted to the commission by
19 December 1, 2000.

20 (4) The remaining fifty percent of the net win from each video
21 lottery terminal as provided for in subsection (9) of this section
22 through December 1, 2000, shall be distributed by the commission as
23 follows:

24 (a) Sixty percent to the common school construction fund in RCW
25 28A.515.300;

26 (b) Until July 31, 2006, thirty-five percent shall be allocated to
27 counties based on the number of registered voters as of March 1st of
28 each year as follows: Nine hundred thousand or more registered voters,
29 forty-six percent; two hundred thousand or more registered voters,
30 twenty-seven percent of the thirty-five percent; twenty-seven percent
31 of the thirty-five percent to the remaining county; the proceeds will
32 be distributed by each legislative body for construction and
33 maintenance of sports facilities, the proceeds from that percentage
34 shall revert to the common school construction fund in RCW 28A.515.300
35 on July 31, 2006;

36 (c) Two percent of the fifty percent shall be allocated to counties
37 that authorize video lottery terminals. Distribution of the funds
38 shall be based on the number of registered voters in the county as of
39 March 1st of each year;

1 (d) Two percent of the fifty percent shall be allocated to cities
2 that authorize video lottery terminals. Distribution of the funds
3 shall be based on the number of registered voters in the city as of
4 March 1st of each year;

5 (e) One percent of the fifty percent to the commission for problem
6 gambling.

7 (5) Licensees may purchase or lease video lottery terminals only
8 from sources authorized to operate in the state by the commission.

9 (6) License fees under this section are five hundred dollars per
10 terminal per year.

11 (7) Licensees must be residents of the state of Washington.

12 (8) Ninety-five percent of the ownership of the individual
13 proprietor, partnership, or corporation owning the establishment must
14 be Washington state residents, approved by the commission. Owners of
15 establishments licensed on the effective date of this section shall be
16 grandfathered in.

17 (9) Ninety-five percent of the ownership of the individual
18 proprietor, partnership, or corporation owning the commercial route
19 operation must be Washington state residents, approved by the
20 commission. Those licensed on the effective date of this section shall
21 be grandfathered in.

22 (10) Ninety-five percent of the ownership of the individual
23 proprietor, partnership, or corporation owning the distributorship must
24 be Washington state residents, approved by the commission. Those
25 licensed on the effective date of this section shall be grandfathered
26 in.

27 (11) There is a two-year state residency requirement for
28 distributors, commercial route operators, and establishments. Those
29 licensed on the effective date of this section shall be grandfathered
30 in.

31 (12) Only certified state authorized technicians may service the
32 video lottery terminals.

33 (13) A manufacturer of video lottery terminals may not be licensed
34 as a video lottery terminal operator or own, manage, or control a
35 licensed establishment.

36 (14) As used in this section, "net win" means the amount played
37 minus the amount paid to the player.

38 (15) As used in this section, "sports facilities" means baseball,
39 football, basketball, horse racing, hockey, and play field facilities.

1 (16) As used in this section "video lottery device" means video
2 reproductions of authorized card games that use a fifty-two card or
3 standard poker card deck that meet all of the requirements and
4 standards as set forth by the commission and that have been
5 specifically licensed and approved for use within this state by the
6 commission.

7 (17) The commission shall adopt rules to administer and enforce
8 this section.

9 **PART II**
10 **MISCELLANEOUS"**

11 Renumber the remaining sections consecutively and correct any
12 internal references accordingly.

13 **EHB 2115** - S AMD TO S STRIKING AMD #009
14 By Senator Schow

15 WITHDRAWN 10/14/95

16 On page 14, after line 17, strike all of section 307

17 Renumber the remaining sections consecutively and correct any
18 internal references accordingly.

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20 By Senator Schow

21 WITHDRAWN 10/14/95

22 On page 17, after line 9, strike all of section 309 and insert the
23 following:

24 "NEW SECTION. **Sec. 309.** This act is necessary for the immediate
25 preservation of the public peace, health, or safety, or support of the
26 state government and its existing public institutions, and shall take
27 effect immediately."

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30 WITHDRAWN 10/14/95

1 On page 1, beginning on line 1 of the title, after "facilities;"
2 strike the remainder of the title and insert "amending RCW 36.100.010,
3 36.100.020, 39.10.120, 39.10.902, and 82.29A.130; adding a new section
4 to chapter 9.46 RCW; adding a new section to chapter 36.100 RCW;
5 creating new sections; and declaring an emergency."

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