

Amendment No. 563

Assembly Amendment to Assembly Bill No. 117	(BDR 41-715)
<b>Proposed by:</b> Assemblyman Yeager	
<b>Amendment Box:</b> Consistent with Amendment No. 332.	
<b>Amends:</b> Summary: No Title: No Preamble: No Joint Sponsorship: No Digest: Yes	

Adoption of this amendment will MAINTAIN the 2/3s majority vote requirement for final passage of A.B. 117 (§ 16).

ASSEMBLY ACTION		Initial and Date	SENATE ACTION		Initial and Date
Adopted	<input type="checkbox"/>	Lost <input type="checkbox"/>	Adopted	<input type="checkbox"/>	Lost <input type="checkbox"/>
Concurred In	<input type="checkbox"/>	Not <input type="checkbox"/>	Concurred In	<input type="checkbox"/>	Not <input type="checkbox"/>
Receded	<input type="checkbox"/>	Not <input type="checkbox"/>	Receded	<input type="checkbox"/>	Not <input type="checkbox"/>

EXPLANATION: Matter in (1) *blue bold italics* is new language in the original bill; (2) variations of green bold underlining is language proposed to be added in this amendment; (3) ~~red-strikethrough~~ is deleted language in the original bill; (4) ~~purple double strikethrough~~ is language proposed to be deleted in this amendment; (5) orange double underlining is deleted language in the original bill proposed to be retained in this amendment.

BAW



Date: 4/19/2019

A.B. No. 117—Revises provisions relating to charitable gaming. (BDR 41-715)





## ASSEMBLY BILL NO. 117—COMMITTEE ON JUDICIARY

PREFILED JANUARY 31, 2019

Referred to Committee on Judiciary

SUMMARY—Revises provisions relating to charitable gaming. (BDR 41-715)

FISCAL NOTE: Effect on Local Government: No.  
Effect on the State: Yes.

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EXPLANATION – Matter in *bolded italics* is new; matter between brackets ~~omitted material~~ is material to be omitted.

AN ACT relating to gaming; revising provisions relating to charitable gaming; requiring the Nevada Gaming Commission to adopt regulations providing a procedure to appeal the denial of the registration to operate a charitable lottery or charitable game; requiring the Commission to adopt regulations establishing the fees that a qualified organization must submit to the Chair of the Nevada Gaming Control Board when registering to operate a charitable lottery or charitable game; increasing the penalty for the commission of certain unauthorized acts relating to lotteries; repealing provisions relating to charitable games; providing penalties; and providing other matters properly relating thereto.

**Legislative Counsel’s Digest:**

Existing law establishes provisions governing lotteries, including charitable lotteries. (Chapter 462 of NRS) Existing law also establishes provisions governing charitable games, including: (1) games operated by charitable or educational organizations; and (2) charitable bingo games operated by qualified organizations. (NRS 463.409-463.40965) This bill incorporates charitable games into the provisions of law governing charitable lotteries for the purpose of treating all charitable gaming in the same manner. **Section 29** of this bill repeals the current provisions of law relating to charitable games.

**Section 3** of this bill defines the term “charitable game” as a bingo, poker or blackjack game that is operated by a qualified organization. **Section 12** of this bill revises the definition of “qualified organization” to: (1) specify that such an organization must be recognized by the Department of Taxation or the Internal Revenue Service as not operated for profit; and (2) exclude political organizations.

**Section 14** of this bill sets forth the requirements that must be satisfied for a qualified organization to operate a charitable lottery, and **section 5** of this bill sets forth the requirements that must be satisfied for a qualified organization to operate a charitable game without obtaining a gaming license.

**Section 15** of this bill requires the Chair of the Nevada Gaming Control Board to register a qualified organization to operate a charitable lottery or charitable game if certain requirements are satisfied. **Section 16** of this bill sets forth the items that a qualified organization must submit to register with the Chair to operate a charitable lottery or charitable game. **Section 16** also requires the Commission, upon recommendation by the Board, to adopt regulations establishing the fees that a qualified organization must submit to the Chair for the purpose of such registration. **Section 13** of this bill requires the Nevada Gaming Commission, upon the recommendation of the Board, to adopt regulations providing a

procedure to appeal the denial of the registration to operate a charitable lottery or charitable game by the Chair.

**Section 18** of this bill prohibits the Chair from registering a qualified organization to operate a charitable lottery or charitable game outside this State. **Section 18** authorizes statewide ticket sales and online sales upon approval by the Chair, but requires that all lottery ticket sales be limited to persons who are physically located within this State at the time of purchase.

**Section 17** of this bill provides that if the Commission finds that a person associated with a qualified organization is unsuitable to be associated with the operation of a charitable lottery or charitable game, any contract or agreement between the associated person and the qualified organization for the provision of personal services to the qualified organization or for conducting any activity relating to the operation of a charitable lottery or charitable game is deemed to be terminated without liability on the part of the qualified organization.

**Section 19** of this bill removes the provision that prohibits a qualified organization from providing compensation to a person who is not a regular employee of the organization. **Section 20** of this bill prohibits a qualified organization from contracting with certain vendors for the operation of a charitable lottery or charitable game. **Section 20** also requires a qualified organization registered with the Chair to submit to the Chair a financial report on a charitable lottery or charitable game upon request.

**Section 4** of this bill provides that the State of Nevada, the Board, the Commission and certain other persons are immune from any civil liability for any decision or action taken in good faith and without malicious intent in carrying out the provisions of law relating to charitable gaming.

Existing law: (1) establishes various unauthorized acts relating to lotteries; and (2) provides that a person who commits any such act is guilty of a misdemeanor. (NRS 462.250, 462.260, 462.280-462.300, 462.320) **Sections 21-26** of this bill increase the penalty for the commission of any such act to a gross misdemeanor.

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THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN  
SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

**Section 1.** Chapter 462 of NRS is hereby amended by adding thereto the provisions set forth as sections 2 to 5, inclusive, of this act.

**Sec. 2.** *“Chair” means the Chair of the Board.*

**Sec. 3.** *“Charitable game” means a bingo, poker or blackjack game that is operated by a qualified organization pursuant to the provisions of this chapter. The term does not include any other game or gambling game specified in NRS 463.0152, including without limitation, any game which requires the use of a gaming device, or any wagers on horse races, other animal races, sporting events or other events.*

**Sec. 4.** *In addition to any other rights, privileges and immunities recognized by law, the State of Nevada, the Board and any of its members, employees, attorneys and other personnel, and the Commission and any of its members, employees, attorneys and other personnel are immune from any civil liability for any decision or action taken in good faith and without malicious intent in carrying out the provisions of this chapter.*

**Sec. 5.** *A qualified organization may operate a charitable game without obtaining a license pursuant to NRS 463.160 if:*

*1. The qualified organization is registered by the Chair to operate a charitable game pursuant to NRS 462.150; and*

*2. The total value of all the prizes offered in charitable games operated by the qualified organization during the same calendar year does not exceed \$500,000.*

1       **Sec. 6.** NRS 462.015 is hereby amended to read as follows:

2       462.015 The Legislature hereby finds, and declares to be the public policy of  
3 this state, that:

4       1. The operation of legitimate charitable lotteries *and charitable games in*  
5 *this State* by ~~{bona fide charitable and nonprofit}~~ *qualified* organizations is  
6 beneficial to the general welfare of the residents of this state.

7       2. The benefits of charitable lotteries ~~{}~~ *and charitable games:*

8       (a) Are dependent upon ensuring that those *charitable* lotteries *and charitable*  
9 *games* are operated honestly and free from criminal and corruptive elements, and  
10 that the proceeds of those *charitable* lotteries *and charitable games* are expended  
11 to benefit the activities of charitable or nonprofit organizations ~~{}~~ *in this State.*

12       (b) Can be ensured through the regulation of the type of organizations  
13 authorized to operate those *charitable* lotteries ~~{}~~ *and charitable games*, the  
14 manner in which those *charitable* lotteries *and charitable games* are conducted and  
15 the manner in which the proceeds of those *charitable* lotteries *and charitable*  
16 *games* are expended.

17       **Sec. 7.** NRS 462.025 is hereby amended to read as follows:

18       462.025 Nothing in this chapter affects the power of a local government to  
19 require the licensing of or to impose additional restrictions on the operation of a  
20 charitable lottery ~~{}~~ *or charitable game.*

21       **Sec. 8.** NRS 462.035 is hereby amended to read as follows:

22       462.035 As used in this chapter, unless the context otherwise requires, the  
23 words and terms defined in NRS 462.045 to 462.125, inclusive, *and sections 2 and*  
24 *3 of this act* have the meanings ascribed to them in those sections.

25       **Sec. 9.** NRS 462.064 is hereby amended to read as follows:

26       462.064 "Charitable lottery" means a lottery operated by a ~~{bona fide~~  
27 ~~charitable or nonprofit}~~ *qualified* organization pursuant to the provisions of this  
28 chapter.

29       **Sec. 10.** NRS 462.075 is hereby amended to read as follows:

30       462.075 "Charitable or nonprofit activity" means an activity in support of the  
31 arts, amateur athletics, peace officers or health or social services, or conducted for  
32 any benevolent, civic, educational, eleemosynary, fraternal, humanitarian, patriotic  
33 ~~{, political}~~ or religious purpose, including the operation of a qualified organization.

34       **Sec. 11.** NRS 462.115 is hereby amended to read as follows:

35       462.115 "Net proceeds" means the total amount of money collected from the  
36 ~~{sale}~~ *operation* of ~~{tickets or chances for}~~ a charitable lottery ~~{}~~ *or charitable*  
37 *game*, less the total amount of money expended for prizes, supplies, advertising,  
38 promotion, printing, administration and other direct expenses necessary to operate a  
39 charitable lottery ~~{}~~ *or charitable game, as applicable.*

40       **Sec. 12.** NRS 462.125 is hereby amended to read as follows:

41       462.125 "Qualified organization" means ~~{a bona fide}~~ *an* alumni, charitable,  
42 civic, educational, fraternal, patriotic, ~~{political}~~ religious ~~{}~~ *or veterans'*  
43 *organization or a* state or local bar ~~{or veterans' organization}~~ *association* that is  
44 *recognized by the Department of Taxation or the Internal Revenue Service as* not  
45 operated for profit.

46       **Sec. 13.** NRS 462.130 is hereby amended to read as follows:

47       462.130 1. The Board and Commission shall administer the provisions of  
48 this chapter for the protection of the public and in the public interest in accordance  
49 with the policy of this state.

50       2. The Commission, upon the recommendation of the Board:

51       (a) May adopt such regulations as it deems desirable to enforce the provisions  
52 of this chapter; and

(b) Shall adopt regulations providing a procedure to appeal the denial of the ~~{approval of}~~ *registration to operate a charitable lottery or charitable game by* the ~~{Executive Director}~~ *Chair* pursuant to NRS 462.150,

↪ pursuant to the procedure set forth in NRS 463.145.

**Sec. 14.** NRS 462.140 is hereby amended to read as follows:

462.140 A qualified organization may operate a charitable lottery if:

1. The *qualified* organization is ~~{approved}~~ *registered* by the ~~{Executive Director}~~ *Chair to operate a charitable lottery pursuant to NRS 462.150*; and ~~{the}~~

2. *The* total value of all the prizes offered in charitable lotteries operated by the *qualified* organization during the same calendar year ~~{exceeds \$25,000, but}~~ , *including, without limitation, the value of all unclaimed cash prizes*, does not exceed \$500,000. ~~{ }~~

~~— 2. Except as otherwise provided in subsection 4, the organization registers with the Executive Director and the total value of all the prizes offered in charitable lotteries operated by the organization during the same calendar year exceeds \$2,500, but does not exceed \$25,000;~~

~~— 3. The total value of the prizes offered in the charitable lottery does not exceed \$2,500 and the organization operates no more than two charitable lotteries per calendar year; or~~

~~— 4. The tickets or chances for the charitable lottery are sold only to members of the organization, and to guests of those members while attending a special event sponsored by the organization, and the total value of all the prizes offered in charitable lotteries operated by the organization during the same calendar year does not exceed \$15,000.~~

**Sec. 15.** NRS 462.150 is hereby amended to read as follows:

462.150 1. The ~~{Executive Director}~~ *Chair* shall:

(a) Register a qualified organization ~~{that complies with the requirements of NRS 462.160.~~

~~— (b) Approve a qualified organization} to operate a charitable lottery or charitable game if:~~

(1) The organization complies with the requirements of NRS 462.160; ~~{and}~~

(2) The ~~{Executive Director}~~ *prizes offered are legal under state and federal law; and*

(3) *The Chair* determines , *in his or her sole and absolute discretion*, that the ~~{approval}~~ *registration* of the organization *to operate a charitable lottery or charitable game and the prizes offered* would not be contrary to the public interest.

~~{(c)}~~ (b) Provide a qualified organization, within 30 days after its submission of an application pursuant to NRS 462.160, with written notification of the basis for any refusal by the ~~{Executive Director}~~ *Chair* to register ~~{or approve}~~ the qualified organization pursuant to this section.

2. The registration ~~{or approval}~~ of a qualified organization *to operate a charitable lottery or charitable game* is a revocable privilege. No person has any right to be registered ~~{or approved}~~ *to operate a charitable lottery or charitable game* by the ~~{Executive Director}~~ *Chair* or acquires any vested right upon being registered ~~{or approved}~~ by the ~~{Executive Director}~~.

~~— 3. Unless earlier revoked, the registration or approval of a qualified organization is valid for the calendar year and expires on December 31.} Chair.~~

**Sec. 16.** NRS 462.160 is hereby amended to read as follows:

462.160 1. To register with ~~{or request the approval of}~~ the ~~{Executive Director}~~ *Chair to operate a charitable lottery or charitable game*, a qualified organization must submit to the ~~{Executive Director}~~ *Chair*:

(a) A written application containing:

(1) The name, address and nature of the organization.  
(2) Proof that the organization is a qualified organization.  
(3) The names of the officers or principals of the organization, and of any person responsible for the management, administration or supervision of the organization's charitable lotteries *or charitable games* and any activities related to those *charitable* lotteries ~~[ ]~~ *or charitable games*.

(4) *A listing of vendors who will assist with each charitable lottery or charitable game operated by the organization and the services that will be provided.*

(5) A description of all the prizes to be offered in *each* charitable ~~[lotteries]~~ *lottery or charitable game* operated by the organization . ~~[during the calendar year to which the application pertains and, if the approval of the Executive Director is required, a]~~

(6) *A summary of the anticipated expenses of conducting [those lotteries,] each charitable lottery or charitable game, including copies of any proposed agreements between the organization and any suppliers of material for the operation of [those lotteries.*

~~— (5) ] each charitable lottery or charitable game.~~

(7) A description of the intended use of the net proceeds of *each* charitable ~~[lotteries]~~ *lottery or charitable game* operated by the organization . ~~[during the calendar year to which the application pertains.~~

~~— (6) ] (8) The [designation] address of [a primary county in which] the location where each charitable [lotteries] lottery or charitable game will be conducted by the organization . [during the calendar year to which the application pertains.~~

~~— (7) ] (9) The operational controls for each charitable lottery or charitable game, including, without limitation:~~

(I) *The methods proposed for ticket sales and, if proposing mobile, online or telephone sales, the procedures for such sales;*

(II) *The audit controls for all ticket sales in this State to ensure compliance with NRS 462.180;*

(III) *The rules which will be presented to the public for each charitable lottery or charitable game;*

(IV) *The method of awarding all prizes and announcing all winners to the public; and*

(V) *The rules and time frames for the collection of all prizes.*

(10) *A statement verifying that all charitable lotteries or charitable games will be conducted in accordance with the standards of honesty and integrity applicable to licensed gambling games in this State and that any prizes that would be deemed illegal under state or federal law will not be offered.*

(11) Any other information the ~~[Executive Director]~~ *Chair* deems appropriate.

(b) ~~[A nonrefundable fee of:~~

~~— (1) For registration, \$5; or~~

~~— (2) For a request for approval, \$25.] All applicable fees established by the [Board] Commission by regulation pursuant to subsection 3.~~

2. A qualified organization shall submit such additional information as necessary to correct or complete any information submitted pursuant to this section that becomes inaccurate or incomplete. The ~~[approval]~~ *registration* of a qualified organization is suspended during the period that any of the information is inaccurate or incomplete. The ~~[Executive Director]~~ *Chair* may reinstate the ~~[approval]~~ *registration* of the organization only after all information has been corrected and completed.

1       3. *The Commission, upon recommendation by the Board, shall adopt*  
2 *regulations establishing the fees that a qualified organization must submit to the*  
3 *Chair pursuant to this section.*

4       4. The money collected pursuant to this section must be expended to  
5 administer and enforce the provisions of this chapter.

6       **Sec. 17.** NRS 462.170 is hereby amended to read as follows:

7       462.170 1. The Commission may, upon recommendation of the Board,  
8 require:

9       (a) A qualified organization that registers with ~~for requests the approval of~~ the  
10 ~~Executive Director~~ *Chair* to file an application pursuant to chapter 463 of NRS  
11 for a finding of suitability to operate a charitable lottery *or charitable game* in this  
12 state.

13       (b) Any person who is employed by, a member of or otherwise associated with  
14 such an organization to file an application pursuant to chapter 463 of NRS for a  
15 finding of suitability to be associated with the operation of a charitable lottery *or*  
16 *charitable game* in this state.

17       2. The Board may conduct an investigation of the qualified organization or  
18 associated person and submit recommendations to the Commission. The qualified  
19 organization or associated person must deposit with the Board a sum of money  
20 which the Board determines will be adequate to pay the anticipated costs of the  
21 investigation and shall upon the completion of the investigation pay to the Board  
22 any additional money necessary to reimburse the Board for the actual cost of the  
23 investigation. The Board shall refund any overpayments.

24       3. The Commission may revoke the registration ~~for approval~~ of a qualified  
25 organization *to operate a charitable lottery or charitable game* if:

26       (a) An application for a finding of suitability is not submitted to the Board,  
27 together with the deposit required by subsection 2, within 30 days after the  
28 qualified organization receives written notice that it is required pursuant to  
29 paragraph (a) of subsection 1 to file an application for a finding of suitability.

30       (b) The qualified organization is found unsuitable to operate a charitable  
31 lottery *or charitable game* in this state.

32       (c) An application for a finding of suitability is not submitted to the Board,  
33 together with the deposit required by subsection 2, or the association of the person  
34 with the organization is not terminated, within 30 days after the qualified  
35 organization receives written notice that an associated person is required pursuant  
36 to paragraph (b) of subsection 1 to file an application for a finding of suitability.

37       (d) The associated person is found unsuitable to be associated with the  
38 operation of a charitable lottery *or charitable game* in this state and the qualified  
39 organization does not terminate its association with that person within 30 days after  
40 receiving written notice of the finding of unsuitability.

41       4. *If the Commission finds that an associated person is unsuitable to be*  
42 *associated with the operation of a charitable lottery or charitable game in this*  
43 *State, any contract or agreement between the associated person and a qualified*  
44 *organization for the provision of personal services to the qualified organization*  
45 *or for conducting any activity relating to the operation of the charitable lottery or*  
46 *charitable game shall be deemed to be terminated without liability on the part of*  
47 *the qualified organization. Failure to expressly include such a condition in a*  
48 *contract or agreement is not a defense in any action brought pursuant to this*  
49 *section to terminate the contract or agreement.*

50       **Sec. 18.** NRS 462.180 is hereby amended to read as follows:

51       462.180 ~~[A qualified organization]~~ *The Chair* shall not ~~;~~



1 ~~1. Except as approved by the Executive Director, sell any ticket or chance for]~~  
2 *register a qualified organization to operate* a charitable lottery *or charitable game*  
3 outside ~~of:~~

4 ~~(a) The primary county in which the charitable lottery is being conducted; and~~  
5 ~~(b) Any counties that border on the primary county.~~

6 ~~2. If the organization has been approved by the Executive Director, conduct~~  
7 ~~more than one charitable lottery in any calendar quarter without the specific~~  
8 ~~authorization of the Executive Director.] this State. Statewide ticket sales and~~  
9 *online sales are permitted upon approval by the Chair, but all lottery ticket sales*  
10 *must be limited to persons who are physically located within this State at the time*  
11 *of purchase.*

12 **Sec. 19.** NRS 462.190 is hereby amended to read as follows:

13 462.190 A qualified organization shall not:

14 1. Compensate any person for the provision of prizes and supplies used in the  
15 operation of a charitable lottery ~~[.]~~ *or charitable game*, except to pay the fair  
16 market value of the prizes and supplies necessary for the operation of the charitable  
17 lottery ~~[.]~~ *or charitable game*.

18 2. Provide ~~[.]~~

19 ~~(a) Any compensation to a person who is not a regular employee of the~~  
20 ~~organization; and~~

21 ~~(b) Any] any~~ additional compensation to a person who is a regular employee of  
22 the organization ~~[.]~~

23 ~~→] for his or her services in organizing or operating a charitable lottery or~~  
24 *charitable game* or assisting in the organization or operation of a charitable lottery  
25 ~~[.]~~ *or charitable game*. This subsection does not prohibit a qualified organization  
26 from compensating a person for the fair market value of services that are ancillary  
27 to the organization. ~~[for operation of a charitable lottery.]~~

28 **Sec. 20.** NRS 462.200 is hereby amended to read as follows:

29 462.200 1. A qualified organization ~~[shall]~~:

30 *(a) Shall not contract with any vendor for the operation of a charitable*  
31 *lottery or charitable game who charges more than 8 percent of the gross proceeds*  
32 *of the charitable lottery or charitable game in exchange for the provision of*  
33 *services.*

34 *(b) Shall* expend the net proceeds of a charitable lottery *or charitable game*  
35 only for the benefit of charitable or nonprofit activities in this state.

36 2. A qualified organization ~~[approved]~~ *registered* by the ~~[Executive Director]~~  
37 *Chair* shall, ~~[after the completion of a charitable lottery and no later than the end of~~  
38 ~~the same calendar year.] upon request,~~ submit to the ~~[Executive Director]~~ *Chair* a  
39 financial report on ~~[the] a~~ charitable lottery ~~[.]~~ *or charitable game*. The financial  
40 report must include a statement of:

41 *(a) The expenses incurred in the operation of the charitable lottery [.] or*  
42 *charitable game; and*

43 *(b) The amount and use of the net proceeds of the charitable lottery [.] or*  
44 *charitable game.*

45 **Sec. 21.** NRS 462.250 is hereby amended to read as follows:

46 462.250 A person who contrives, prepares, sets up, proposes or ~~[draws]~~  
47 *operates* any lottery, except as authorized pursuant to this chapter, is guilty of a  
48 *gross* misdemeanor.

49 **Sec. 22.** NRS 462.260 is hereby amended to read as follows:

50 462.260 A person who sells, gives or in any manner whatever furnishes or  
51 transfers to or for any other person any ticket, chance, share or interest, or any  
52 paper, certificate or instrument purporting or understood to be or to represent any

1 ticket, chance, share or interest in or depending upon the event of any lottery,  
2 except as authorized pursuant to this chapter, is guilty of a **gross** misdemeanor.

3 **Sec. 23.** NRS 462.280 is hereby amended to read as follows:

4 462.280 A person who intentionally aids or assists, either by printing, writing,  
5 advertising, publishing or otherwise, in setting up, managing or ~~(drawing)~~  
6 **operating** any lottery in violation of this chapter, or in selling or disposing of any  
7 ticket, chance or share therein, is guilty of a **gross** misdemeanor.

8 **Sec. 24.** NRS 462.290 is hereby amended to read as follows:

9 462.290 Every person who opens, sets up or keeps by himself or herself or by  
10 any other person any office or other place for the sale of or for registering the  
11 number of any ticket in any lottery in violation of this chapter, or who by printing,  
12 writing or other means intentionally advertises or publishes the setting up, opening  
13 or using of any such office, is guilty of a **gross** misdemeanor.

14 **Sec. 25.** NRS 462.300 is hereby amended to read as follows:

15 462.300 Every person who insures or receives any consideration for insuring  
16 for or against the drawing of any ticket in any lottery whatever, whether drawn or to  
17 be drawn within this state or not, or who receives any valuable consideration upon  
18 any agreement to repay any sum or deliver the same, or any other property, if any  
19 lottery ticket or number of any ticket in any lottery shall prove fortunate or  
20 unfortunate, or shall be drawn or not be drawn at any particular time or in any  
21 particular order, or who promises or agrees to pay any sum of money, or to deliver  
22 any goods, things in action or property, or to forbear to do anything for the benefit  
23 of any person, with or without consideration, upon any event or contingency  
24 dependent upon the drawing of any ticket in any lottery, or who publishes any  
25 notice or proposal of any of the purposes aforesaid, is guilty of a **gross**  
26 misdemeanor.

27 **Sec. 26.** NRS 462.320 is hereby amended to read as follows:

28 462.320 A person who lets or permits to be used any building or vessel, or  
29 any portion thereof, knowing that it is to be used for setting up, managing or  
30 drawing any lottery in violation of this chapter, or for the purpose of selling or  
31 disposing of lottery tickets in violation of this chapter, is guilty of a **gross**  
32 misdemeanor.

33 **Sec. 27.** NRS 463.0152 is hereby amended to read as follows:

34 463.0152 "Game" or "gambling game" means any game played with cards,  
35 dice, equipment or any mechanical, electromechanical or electronic device or  
36 machine for money, property, checks, credit or any representative of value,  
37 including, without limiting the generality of the foregoing, faro, monte, roulette,  
38 keno, bingo, fan-tan, twenty-one, blackjack, seven-and-a-half, big injun, klondike,  
39 craps, poker, chuck-a-luck, Chinese chuck-a-luck (dai shu), wheel of fortune,  
40 chemin de fer, baccarat, pai gow, beat the banker, panguingui, slot machine, any  
41 banking or percentage game or any other game or device approved by the  
42 Commission, but does not include games played with cards in private homes or  
43 residences in which no person makes money for operating the game, except as a  
44 player, or games operated by ~~(charitable or educational)~~ **qualified** organizations  
45 ~~(which)~~ **that** are ~~(approved)~~ **registered** by the ~~(Board)~~ **Chair** pursuant to the  
46 provisions of **chapter 462 of NRS . [463.409.]**

47 **Sec. 28.** NRS 463.160 is hereby amended to read as follows:

48 463.160 1. Except as otherwise provided in subsection 4 and NRS 463.172  
49 ~~( )~~ **and section 5 of this act**, it is unlawful for any person, either as owner, lessee or  
50 employee, whether for hire or not, either solely or in conjunction with others:

51 (a) To deal, operate, carry on, conduct, maintain or expose for play in the State  
52 of Nevada any gambling game, gaming device, inter-casino linked system, mobile  
53 gaming system, slot machine, race book or sports pool;

(b) To provide or maintain any information service;

(c) To operate a gaming salon;

(d) To receive, directly or indirectly, any compensation or reward or any percentage or share of the money or property played, for keeping, running or carrying on any gambling game, slot machine, gaming device, mobile gaming system, race book or sports pool;

(e) To operate as a cash access and wagering instrument service provider; or

(f) To operate, carry on, conduct, maintain or expose for play in or from the State of Nevada any interactive gaming system,

➤ without having first procured, and thereafter maintaining in effect, all federal, state, county and municipal gaming licenses as required by statute, regulation or ordinance or by the governing board of any unincorporated town.

2. The licensure of an operator of an inter-casino linked system is not required if:

(a) A gaming licensee is operating an inter-casino linked system on the premises of an affiliated licensee; or

(b) An operator of a slot machine route is operating an inter-casino linked system consisting of slot machines only.

3. Except as otherwise provided in subsection 4, it is unlawful for any person knowingly to permit any gambling game, slot machine, gaming device, inter-casino linked system, mobile gaming system, race book or sports pool to be conducted, operated, dealt or carried on in any house or building or other premises owned by the person, in whole or in part, by a person who is not licensed pursuant to this chapter, or that person's employee.

4. The Commission may, by regulation, authorize a person to own or lease gaming devices for the limited purpose of display or use in the person's private residence without procuring a state gaming license.

5. For the purposes of this section, the operation of a race book or sports pool includes making the premises available for any of the following purposes:

(a) Allowing patrons to establish an account for wagering with the race book or sports pool;

(b) Accepting wagers from patrons;

(c) Allowing patrons to place wagers;

(d) Paying winning wagers to patrons; or

(e) Allowing patrons to withdraw cash from an account for wagering or to be issued a ticket, receipt, representation of value or other credit representing a withdrawal from an account for wagering that can be redeemed for cash,

➤ whether by a transaction in person at an establishment or through mechanical means, such as a kiosk or similar device, regardless of whether that device would otherwise be considered associated equipment. A separate license must be obtained for each location at which such an operation is conducted.

6. As used in this section, "affiliated licensee" has the meaning ascribed to it in NRS 463.430.

**Sec. 29.** NRS 462.055, 462.095, 463.409, 463.4091, 463.40915, 463.4092, 463.40925, 463.4093, 463.40935, 463.4094, 463.40945, 463.4095, 463.40955, 463.4096 and 463.40965 are hereby repealed.

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## LEADLINES OF REPEALED SECTIONS

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**462.055** "Calendar quarter" defined.

**462.095 “Executive Director” defined.**

**463.409 Approval by Board of game operated by charitable organization; conditions; exceptions.**

**463.4091 Definitions.**

**463.40915 “Calendar quarter” defined.**

**463.4092 “Charitable or nonprofit activity” defined.**

**463.40925 “Net proceeds” defined.**

**463.4093 “Qualified organization” defined.**

**463.40935 Administration of provisions by Board and Commission; regulations.**

**463.4094 Requirements for operation of charitable bingo game without gaming license.**

**463.40945 Registration and approval of qualified organization: Duties of Executive Director; revocable privilege; expiration.**

**463.4095 Requirements for registration and approval of Executive Director.**

**463.40955 Commission may require finding of suitability.**

**463.4096 Prohibited acts concerning compensation of employees of qualified organizations and other persons.**

**463.40965 Reporting and expenditure of net proceeds of charitable bingo.**