



**Charitable Gaming  
2019 Annual Report**

**Tax Division  
Alaska Department of Revenue  
[www.tax.alaska.gov](http://www.tax.alaska.gov)**

Alaska Department of Revenue/Tax Division  
11th Floor, State Office Building  
PO Box 110420  
Juneau AK 99811-0420  
907-465-2581  
Email: [dor.tax.gaming@alaska.gov](mailto:dor.tax.gaming@alaska.gov)

Lucinda Mahoney, Commissioner  
Michael A. Barnhill, Deputy Commissioner  
Alaska Department of Revenue

Colleen Glover, Director  
Tax Division

## Table of Contents

---

	Page
Gaming Authority, Purpose and Definitions.....	1
Total Number of Gaming Permits and Licenses and Their Net Proceeds.....	2
Permittee Locations and Organization Types.....	3
Total Net Proceeds by Organization Type.....	4
Total Net Proceeds by Game Type.....	5
Game Type Details.....	6
Total 2019 Revenue Collected.....	7

Note: All data in this report is based on a calendar year and all data is current as of July 21, 2020.

## An Overview and Definitions

<b>Authority</b>	AS 05.15 The Alaska Gaming Reform Act (Act) and 15 AAC 160 Authorized Games of Skill and Chance
<b>Purpose</b>	The Act provides a means for permittees to generate net proceeds for political, educational, civic, public, charitable, patriotic, and religious uses in the state.
<b>Game Types</b>	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.
<b>Definitions</b>	
Pull-Tab Distributor	A for-profit business licensed to distribute pull-tabs to permittees and operators.
Pull-Tab Manufacturer	A for-profit business licensed to sell pull-tabs to distributors.
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 Alcoholic Beverage Control Board.
Multiple-Beneficiary Permittee (MBP)	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 organizations, police and fire departments, associations and derbies, 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.

Alaska Department of Revenue - Tax Division  
Charitable Gaming 2019 Annual Report

**Who was issued a permit or license in 2019 and how much money did they raise? How does that compare with 2018?**

<b>2019</b>							
	<b>Count</b>	<b>Gross Receipts</b>	<b>Federal Excise Tax</b>	<b>Cost of Prizes</b>	<b>Adjusted Gross Income</b>	<b>Total Expenses</b>	<b>Net Proceeds</b>
Permittees	1,101	\$149,711,684	\$165,580	\$109,967,009	\$39,579,096	\$18,893,603	\$20,685,492
Multiple-Beneficiary Permittees	13	77,269,375	11,405	60,625,212	16,632,757	11,834,354	4,798,404
Vendors	165	40,732,412	17,115	32,439,528	8,275,769	4,055,567	4,220,202
Operators	24	117,512,615	174,116	89,321,211	28,017,287	21,100,511	6,916,776
<b>Total</b>		<b>\$385,226,086</b>	<b>\$368,216</b>	<b>\$292,352,960</b>	<b>\$92,504,909</b>	<b>\$55,884,035</b>	<b>\$36,620,874</b>
Pull-Tab Manufacturers	8						
Pull-Tab Distributors	8						

<b>2018</b>							
	<b>Count</b>	<b>Gross</b>	<b>Federal</b>	<b>Cost of</b>	<b>Adjusted</b>	<b>Total</b>	<b>Net</b>
Permittees	1,091	\$149,305,371	\$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	17,524,073	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	171,497	84,575,199	26,070,966	19,648,834	6,422,132
<b>Total</b>		<b>\$376,885,803</b>	<b>\$340,945</b>	<b>\$287,198,576</b>	<b>\$89,346,282</b>	<b>\$54,112,557</b>	<b>\$35,233,725</b>
Pull-Tab Manufacturers	8						
Pull-Tab Distributors	8						

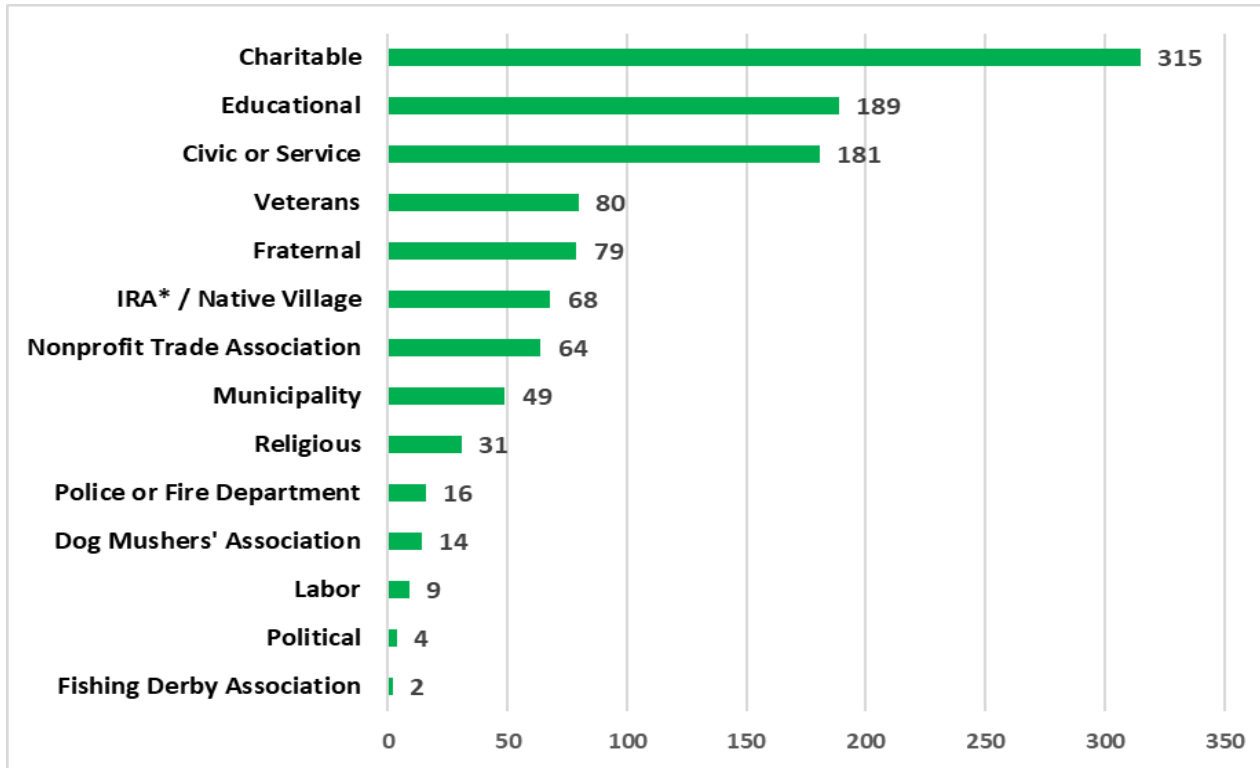
Note: Pull-tab manufacturers and distributors do not conduct gaming activities.

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

Number of Permits Issued in a Calendar Year	2019	2018
Multiple-Beneficiary Permittees	13	13
Permittees	1,101	1,091

Where Permit Holders Are Based	2019 Count	Percent of Total Permit Holders
Anchorage	284	26%
Fairbanks	140	13%
Juneau	69	6%
Wasilla	44	4%
Ketchikan	36	3%
Homer	31	3%
Soldotna	28	3%
Palmer	27	2%
Kenai	23	2%
Kodiak	21	2%
Eagle River	16	1%
Chugiak	14	1%
North Pole	13	1%
Sitka	12	1%
Haines	11	1%
Nome	11	1%
Petersburg	11	1%
Other	310	28%
<b>Total</b>	<b>1,101</b>	<b>100%</b>

Number of Permits by Organization Type in 2019



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

Alaska Department of Revenue - Tax Division  
Charitable Gaming 2019 Annual Report

## How much do organizations raise from Charitable Gaming?

Organization Type	2019					
	Gross Receipts	Federal Excise Tax	Cost of Prizes	Adjusted Gross Income	Total Expenses	Net Proceeds
Charitable	\$126,877,474	\$107,820	\$95,340,913	\$31,428,741	\$19,441,305	\$11,987,435
Civic or Service	55,209,698	36,010	41,467,537	13,706,151	8,504,213	5,201,938
Dog Musers' Association	6,417,732	3,501	4,687,671	1,726,560	1,008,385	718,174
Educational	48,441,051	57,513	36,543,903	11,839,636	7,102,992	4,736,643
Fishing Derby Association	250,012	0	97,506	152,506	75,994	76,511
Fraternal	22,701,317	12,054	17,697,203	4,992,059	2,727,642	2,264,417
IRA <sup>1</sup> / Native Village	40,575,913	55,140	31,318,927	9,201,845	5,509,243	3,692,602
Labor	1,983,122	2,851	1,315,518	664,753	459,957	204,795
Municipality	24,634,301	58,898	18,790,582	5,784,821	3,388,397	2,396,424
Nonprofit Trade Association	19,662,301	10,439	15,111,990	4,539,872	2,513,997	2,025,875
Police or Fire Department	2,554,916	4,768	1,948,591	601,557	356,315	245,241
Political	16,573	0	2,838	13,735	7,144	6,591
Religious	11,134,451	3,536	8,260,059	2,870,856	1,886,007	984,848
Veterans	24,767,225	15,686	19,769,720	4,981,819	2,902,443	2,079,377
<b>Total</b>	<b>\$385,226,086</b>	<b>\$368,216</b>	<b>\$292,352,960</b>	<b>\$92,504,909</b>	<b>\$55,884,035</b>	<b>\$36,620,874</b>

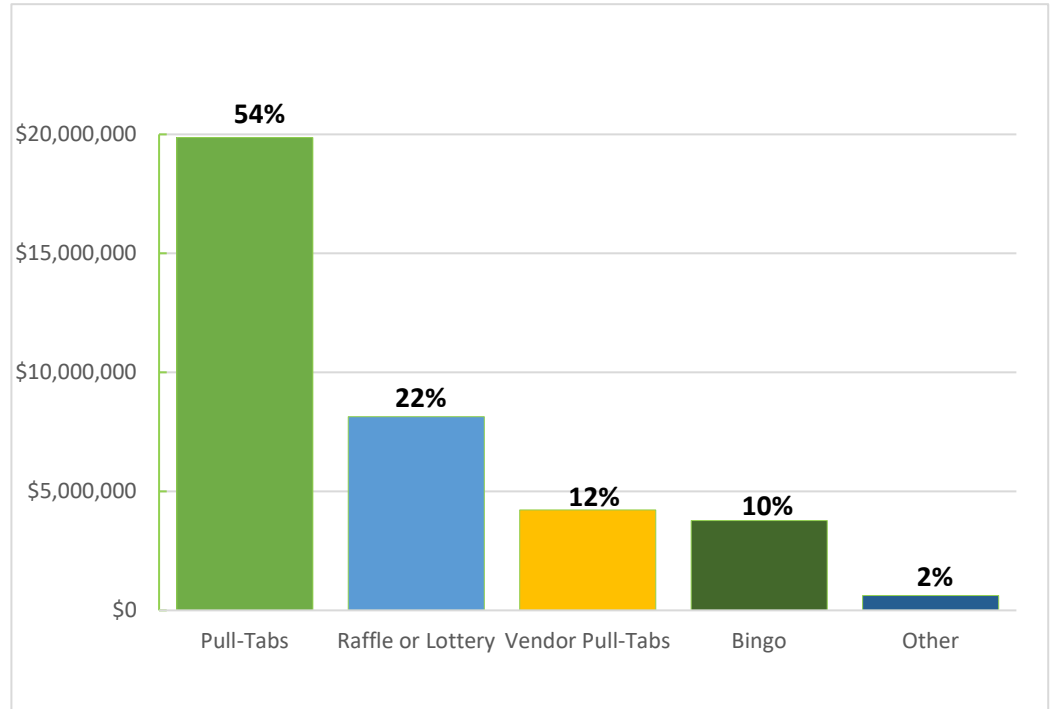
<sup>1</sup> The Indian Reorganization Act, also called the Wheeler-Howard Act, was enacted by the U.S. Congress in 1934.

## How much is raised by each game type?

2019		
Game Type	Net Proceeds	Percent of Total
Pull-Tabs	\$19,865,730	54%
Raffle or Lottery	8,137,782	22%
Vendor Pull-Tabs	4,220,202	12%
Bingo	3,773,623	10%
Other Category	623,538	2%
<b>Total</b>	<b>\$36,620,874</b>	<b>100%</b>

2019		
Other Category	Net Proceeds	
Special Draw Raffle	\$178,072	
Fish Derby	172,843	
Ice Classic	123,498	
Calcutta Pool	56,508	
Contest of Skill	51,091	
Animal Classic (Rat)	42,448	
Snow Classic	7,211	
Race Classic	-8,132	
<b>Total Other Category</b>	<b>\$623,538</b>	<b>2%</b>

Net Proceeds by Game Type in 2019



Alaska Department of Revenue - Tax Division  
Charitable Gaming 2019 Annual Report

## Who generates the most money for the game types of pull-tabs, bingo, and raffles in 2019?

Pull-Tabs	Gross Receipts	Federal Excise Tax	Cost of Prizes	Adjusted Gross Income (AGI)	Total Expenses	Net Proceeds	Gaming Expenses as a % of AGI	Net Proceeds as a % of AGI
Multiple Beneficiary Permittee	\$52,292,715	\$11,405	\$42,488,298	\$9,793,012	\$6,343,763	\$3,449,249	65%	35%
Operator	92,927,334	173,003	73,263,557	19,490,774	13,614,271	5,876,503	70%	30%
Self Directed	116,863,920	156,084	92,523,851	24,183,986	13,644,007	10,539,978	56%	44%
Vendor	40,732,412	17,115	32,439,528	8,275,769	4,055,567	4,220,202	49%	51%
<b>Total</b>	<b>\$302,816,381</b>	<b>\$357,607</b>	<b>\$240,715,233</b>	<b>\$61,743,540</b>	<b>\$37,657,608</b>	<b>\$24,085,932</b>	<b>61%</b>	<b>39%</b>

With respect to pull-tabs sold by multiple beneficiary permittees, 100 percent of net proceeds must be remitted to member permittees.

With respect to pull-tabs sold by operators, 100 percent of net proceeds must be remitted to a permittee and must total at least 30 percent of adjusted gross income on an annual basis.

Expenses related to pull-tabs may not exceed 70 percent of adjusted gross income.

Bingo	Gross Receipts	Federal Excise Tax	Cost of Prizes	Adjusted Gross Income (AGI)	Total Expenses	Net Proceeds	Gaming Expenses as a % of AGI	Net Proceeds as a % of AGI
Multiple Beneficiary Permittee	\$24,926,512	\$0	\$18,101,054	\$6,825,459	\$5,479,532	\$1,345,927	80%	20%
Operator	22,352,232	0	14,721,032	7,631,200	6,730,614	900,586	88%	12%
Self Directed	17,148,443	2,892	12,171,400	4,974,151	3,447,042	1,527,109	69%	31%
<b>Total</b>	<b>\$64,427,187</b>	<b>\$2,892</b>	<b>\$44,993,485</b>	<b>\$19,430,810</b>	<b>\$15,657,187</b>	<b>\$3,773,623</b>	<b>81%</b>	<b>19%</b>

With respect to bingo conducted by multiple beneficiary permittees, 100 percent of net proceeds must be remitted to member permittees.

With respect to bingo conducted by operators, 100 percent of net proceeds must be remitted to a permittee and must total at least 10 percent of adjusted gross income on an annual basis.

Expenses related to bingo may not exceed 90 percent of adjusted gross income.

Raffles*	Gross Receipts	Federal Excise Tax	Cost of Prizes	Adjusted Gross Income (AGI)	Total Expenses	Net Proceeds	Gaming Expenses as a % of AGI	Net Proceeds as a % of AGI
Multiple Beneficiary Permittee	\$50,148	\$0	\$35,861	\$14,287	\$11,059	\$3,228	77%	23%
Operator	1,050,244	1,113	539,087	510,044	412,375	97,669	81%	19%
Self-Directed	13,703,658	6,604	4,369,745	9,327,308	1,112,352	8,214,956	12%	88%
<b>Total</b>	<b>\$14,804,049</b>	<b>\$7,717</b>	<b>\$4,944,693</b>	<b>\$9,851,640</b>	<b>\$1,535,787</b>	<b>\$8,315,853</b>	<b>16%</b>	<b>84%</b>

With respect to raffles conducted by multiple beneficiary permittees, 100 percent of net proceeds must be remitted to member permittees.

With respect to raffles conducted by operators, 100 percent of net proceeds must be remitted to a permittee and must total at least 10 percent of adjusted gross income on an annual basis.

Expenses related to raffles may not exceed 90 percent of adjusted gross income.

\* Includes Special Draw Raffles



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

<b>Taxes and Fees Collected in a Calendar Year</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
Pull-Tab Tax	\$2,133,228	\$2,094,167	\$1,915,426
Net Proceeds Fee	396,156	330,476	367,017
License and Permit Fees	133,865	125,908	117,953
<b>Total Revenue</b>	<b>\$2,663,249</b>	<b>\$2,550,551</b>	<b>\$2,400,396</b>

