Fiscal Estimate - 2019 Session

☑ Original ☐ Updated	☐ Corrected	Supplemental		
LRB Number 19-0906/1	Introduction Number	SB-043		
Description paddlewheel raffles				
Fiscal Effect				
Appropriations Reven	ase Existing absorb withi			
2. Decrease Costs 4. Decrea	se Revenue Units Affecte Towns Counties	Village Cities		
Fund Sources Affected Affected Ch. 20 Appropriations GPR FED PRO PRS SEG SEGS 20.505 (8)(j); 20.505 (8)(hm)				
Agency/Prepared By	Authorized Signature	Date		
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Fiscal Estimate Narratives DOA 3/8/2019

LRB Number 19-0906/1	Introduction Number SB-043	Estimate Type	Original
Description			
paddlewheel raffles			

Assumptions Used in Arriving at Fiscal Estimate

Proposed SB 43 makes changes to provisions regarding raffles under Class B licenses. Under current law, the Department of Administration (DOA) may issue a Class B license to any qualified organization that applies. The organization may conduct a multiple-container raffle or a plastic and rubber duck race if the winner in the raffle or race is determined by a drawing with all tickets having an equal opportunity to win.

The proposed legislation changes current statutory provisions to allow an organization to conduct a paddlewheel raffle. Paddlewheel raffle is a raffle in which a paddle is spun, and, after being spun the paddlewheel uses a pointer or marker to indicate any of the following: a winning number on the paddlewheel that matches a ticket purchased by a player; a prize to be awarded to the ticket purchaser whose turn it is, as determined by the organization conducting the raffle; and the ticket purchaser whose turn it is does not win a prize on the spin because the paddlewheel landed on a designated "lose a turn" section.

Statutory provisions regarding raffles are administered by DOA. The Department does not anticipate a change in the number of raffle licenses resulting from SB 43. However, the Department estimates that SB 43 would result in one-time nominal and indeterminate costs for printing to update the handouts for a Class B raffle license, which is anticipated to be absorbed within current Departmental authority.

Tribal/State gaming compacts between a Tribe and the State set forth the rules, regulations and conditions under which a Tribe may conduct Class III gaming, as defined in the Act Indian Gaming Regulatory Act of 1988, 25 U.S.C. sec. 2701 (Act).

The proposed legislation modifies the currently authorized methods for determining raffle winners. This change could constitute a violation of the Indian tribes' exclusive rights to conduct Class III gaming, thereby potentially resulting in a breach of Tribal/Sate gaming compacts. This violation could result in a significant loss of tribal gaming revenue for the state. The total amount of FY2019 tribal payments is estimated to equal over \$55 million, of which the potential impact or loss of is indeterminate.

Long-Range Fiscal Implications