

Economic Impact Analysis Virginia Department of Planning and Budget

11 VAC 15-31 – Charitable Gaming Rules and Regulations Department of Charitable Gaming April 24, 2008

Summary of the Proposed Amendments to Regulation

Chapter 196 of the 2007 Acts of Assembly states that

Instant bingo, pull tabs or seal cards may be sold only upon the premises owned or exclusively leased by the organization and at such times as the portion of the premises in which the instant bingo, pull tabs or seal cards are sold is open only to members and their guests. Nothing in this article shall be construed to prohibit the conduct of games of chance involving the sale of pull tabs or seal cards, commonly known as last sale games, conducted in accordance with this section..

The Charitable Gaming Board (Board) proposes to add a definition of "last sale game" to these regulations for clarification.

Result of Analysis

The benefits likely exceed the costs for all proposed changes.

Estimated Economic Impact

According to the Department of Charitable Gaming there has been some uncertainty over the precise meaning of "last sale game." In order to add clarity for the public the Board proposes to add the North American Gaming Regulators Association definition of "last sale game" to these regulations. Greater clarity will provide a net benefit for the public.

Businesses and Entities Affected

The proposed amendment potentially affects the 560 charitable organizations in the Commonwealth.¹

Localities Particularly Affected

The proposed amendment does not disproportionately affect particular localities.

Projected Impact on Employment

The proposed amendment will not significantly affect employment.

Effects on the Use and Value of Private Property

The proposed amendment will not significantly affect the use and value of private property.

Small Businesses: Costs and Other Effects

The proposed amendment will not significantly affect small businesses.

Small Businesses: Alternative Method that Minimizes Adverse Impact

The proposed amendment will not significantly affect small businesses.

Real Estate Development Costs

The proposed amendment will not significantly affect real estate development costs.

Legal Mandate

The Department of Planning and Budget (DPB) has analyzed the economic impact of this proposed regulation in accordance with Section 2.2-4007.04 of the Administrative Process Act and Executive Order Number 36 (06). Section 2.2-4007.04 requires that such economic impact analyses include, but need not be limited to, the projected number of businesses or other entities to whom the regulation would apply, the identity of any localities and types of

¹ Datum source: Department of Charitable Gaming

businesses or other entities particularly affected, the projected number of persons and employment positions to be affected, the projected costs to affected businesses or entities to implement or comply with the regulation, and the impact on the use and value of private property. Further, if the proposed regulation has adverse effect on small businesses, Section 2.2-4007.04 requires that such economic impact analyses include (i) an identification and estimate of the number of small businesses subject to the regulation; (ii) the projected reporting, recordkeeping, and other administrative costs required for small businesses to comply with the regulation, including the type of professional skills necessary for preparing required reports and other documents; (iii) a statement of the probable effect of the regulation on affected small businesses; and (iv) a description of any less intrusive or less costly alternative methods of achieving the purpose of the regulation. The analysis presented above represents DPB's best estimate of these economic impacts.