

820 KAR 1:135. Disposal of gaming supplies.

RELATES TO: KRS 238.515

STATUTORY AUTHORITY: KRS 238.515

CERTIFICATION STATEMENT:

NECESSITY, FUNCTION, AND CONFORMITY: KRS 238.515 authorizes the Department of Charitable Gaming to establish and enforce reasonable standards for the conduct of charitable gaming and the operation of charitable gaming facilities. This administrative regulation establishes standards for the disposal of charitable gaming supplies and equipment.

Section 1. Cessation of Gaming. When a charitable organization ceases to game, the charitable organization shall:

- (1) Perform a final inventory of all charitable gaming supplies and equipment;
- (2) Spend or disburse remaining charitable gaming funds:
 - (a) In a manner that is consistent with the charitable organization's charitable purpose; or
 - (b) Donate the charitable gaming funds to another charitable organization's charitable purpose; and
- (3) Dispose of all unused charitable gaming supplies and equipment by:
 - (a) Returning to a distributor;
 - (b) Donating to another charitable organization with the permission of the department;
 - (c) Donating to the department for demonstration and training purposes; or
 - (d) Destruction pursuant to Section 2 of this administrative regulation.

Section 2. Method of Destruction. When a charitable organization must destroy gaming supplies, the gaming supplies shall be destroyed by:

- (1) Burning in compliance with state and federal law;
- (2) Shredding;
- (3) Defacing the gaming supplies in some manner that prevents its reuse; or
- (4) Any combination of the above-referenced methods.

Section 3. Abandoned Charitable Gaming Supplies and Equipment. Abandoned charitable gaming supplies and equipment shall be seized by the department and destroyed or kept for demonstration and training purposes.

(820 KAR 001:135 44 Ky.R. 2721; 45 Ky.R. 1608; eff. 1-4-2019; Cert. eff. 12-23-2025.)