

The following excerpts are taken from the Casino Terms & Conditions and Operating Guidelines (CTCOG). For cross-referencing purposes, the italicized information contained in parentheses is the corresponding sub-section in the CTCOG from which the information was obtained. A copy of the CTCOG has been provided to all casino facility licensees. The CTCOG may also be accessed on the AGLC website at www.aglc.gov.ab.ca.

1. DEFINITIONS (1.1)

1.1 In this document,

- a) "Advisor" means all independent advisors (cash cage advisor or count room advisors).
- b) "AGLC" means the Alberta Gaming and Liquor Commission.
- c) "Board" means the Board of the AGLC.
- d) "Bona fide member of a licensed charity" means an individual who is listed or named in the licensed charity's official records as a current member in good standing of the licensed charity.
- e) "Casino facility licensee" means the individual, partnership or corporation holding a casino facility licence which authorizes the operation of a facility in which a casino event may be conducted;
- f) "Casino licence" means a licence issued by the AGLC to a charitable or religious organization authorizing the charitable or religious organization to conduct a casino event.
- g) "Casino Terms & Conditions and Operating Guidelines (CTCOG)" means the AGLC's set of policy requirements and operating guidelines which apply to casino events held in a licensed casino facility.
- h) "Charitable Gaming Policies Handbook" means the AGLC's set of policies, policy standards and procedures that apply to gaming licensing eligibility and the use of gaming proceeds.
- i) "Charity worker" means a registered gaming worker who is a paid employee of a First Nation Charity that is working in the capacity of a general manager, alternate general manager, banker, cashier, chip runner, count room supervisor, sorter, counter, recorder or amalgamator.
- j) "Discrepancy Report" means a report prepared by the casino facility licensee, licensed charity, registered worker and/or volunteer regarding a breach of the casino terms and conditions, security breach or any other illegal activity.
- k) "Event" means all casino games conducted during a specified period of time indicated on the casino licence.
- l) "Inspector" means an Inspector of the AGLC, any Police Officer as defined in the *Police Act* or a person designated by the AGLC as an Inspector under the *Gaming and Liquor Act*.
- m) "Licensed charity" means the charitable or religious organization holding a casino licence authorizing a casino event within a licensed casino facility or other approved location.
- n) "Minor" means a person under the age of 18 years.
- o) "Registered gaming worker" means a person registered with the AGLC to perform the function(s) specified in their registration.
- p) "Volunteer" means an individual who works without remuneration at a casino event for a licensed charity.

2. LEGISLATION AND BOARD POLICIES (1.2)

- 2.1 Casino facilities and casino events must be operated in accordance with the *Gaming and Liquor Act*, the *Gaming and Liquor Regulation* and Board policies established under the legislation including these terms and conditions.
- 2.2 This document contains the policies and operating procedures established by the Board pursuant to Section 38(1) of the *Gaming and Liquor Act* which states:
The Board's policies respecting the activities authorized by a gaming or facility licence are conditions of the licence, including policies made after the licence is issued.
- 2.3 All references in this document to "Terms & Conditions" or "Operating Guidelines" are considered to be references to Board policies.
- 2.4 Casino facility licensees, registered gaming workers and licensed charities must comply with the legislation and Board policies.
- 2.5 Non-compliance with the legislation or Board policies contained in this document may result in disciplinary action up to and including suspension or cancellation of licence or registration.

3. LICENSING AND REGISTRATION (1.3)

- 3.1 A casino licence issued pursuant to Section 19(d) of the *Gaming and Liquor Regulation* authorizes a casino.
- 3.2 An applicant for a casino licence must be a charitable or religious organization and must satisfy the Board that the proceeds from the casino will be used for a charitable or religious object or purpose approved by the Board.

4. ALBERTA GAMING AND LIQUOR COMMISSION (AGLC) (1.4)

- 4.1 The AGLC is the province's gaming authority, responsible for licensing and regulating charitable gaming activities, such as casino events.
- 4.2 The AGLC issues gaming licences to charitable and religious organizations to conduct casino events.
- 4.3 A casino event may only occur under a casino licence issued by the AGLC to an eligible charitable or religious group.
- 4.4 The administration and monitoring of licensed casino facilities and casino events is the responsibility of the AGLC.
- 4.5 A minimum of five (5) copies of the CTCOG and a copy of the *Gaming and Liquor Act* and *Gaming and Liquor Regulation* are provided to each casino facility licensee.
- 4.6 The casino facility licensee is responsible for ensuring the CTCOG are available throughout the casino facility to both registered gaming workers and the licensed charity.

- 4.7 Information contained in this document is provided to all licensed charities in the casino licence application. The licensed charity is responsible for ensuring that volunteers for the casino are familiar with its contents.
- 4.8 Additional or replacement copies of the CTCOG may be purchased from the AGLC for a fee of \$25.00 per copy or may be accessed on the AGLC website at www.aglc.gov.ab.ca.
- 4.9 Additional or replacement copies of the legislation may be obtained from the Queen's Printer Publication Services in Edmonton at (780) 427-4952, in Calgary at (403) 297-6251 or may be accessed on the AGLC website at www.aglc.gov.ab.ca.

5. CONTACTING THE AGLC (1.5)

- 5.1 Written communication may be addressed to any of the following:

Alberta Gaming and Liquor Commission
50 Corriveau Avenue
St. Albert, Alberta
T8N 3T5
Fax: (780) 447-8912

Alberta Gaming and Liquor Commission
#110 Deerfoot Atrium
6715 - 8 Street N.E.
Calgary, Alberta
T2E 7H7
Fax: (403) 292-7302

Alberta Gaming and Liquor Commission
J5 Business Centre
13, 7895-49 Avenue
Red Deer, Alberta
T4P 2B4
Fax: (403) 314-2660

Alberta Gaming and Liquor Commission
10020 – 124 Avenue
Grande Prairie, Alberta
T8V 5L7
Fax: (780) 832-3006

Alberta Gaming and Liquor Commission
3103 – 12 Avenue North
Lethbridge, Alberta
T1H 5P7
Fax: (403) 331-6506

- 5.2 The following is a list of AGLC office telephone numbers. Telephones will be answered by machine when staff is not available or calls are outside normal office hours. Normal office hours are 8:15 a.m. to 4:00 p.m. Monday to Friday, excluding holidays.

St. Albert (Head Office): (780) 447-8600
Calgary: (403) 292-7300

Red Deer: (403) 314-2656
Grande Prairie: (780) 832-3000
Lethbridge: (403) 331-6500
Gaming Irregularities Only: 1-800-742-7818

5.3 The Internet address of the AGLC is www.aglc.gov.ab.ca.

6. GUIDING PRINCIPLES FOR GAMING (1.6)

6.1 The guiding principles for gaming adopted by Alberta are as follows:

- a) The integrity of gaming will be ensured.
- b) Gaming policies will reflect a commitment to social responsibility.
- c) The financial return to eligible charities from charitable gaming is to be maximized for the benefit of charitable and religious groups, the programs or activities they deliver and the communities in which those programs or activities are undertaken.
- d) Gaming policies will be supported by sound research and consultation with the public and stakeholders.
- e) The collection and use of gaming revenue will be open and accountable.
- f) Gaming activities will meet standards of quality to protect the integrity of gaming activities, provide gaming entertainment value to consumers and help to keep gaming dollars in the province.
- g) The guiding principles for gaming will be subject to review, to ensure they reflect Albertans' wishes.

7. MINORS (1.10)

7.1 A licensed charity shall not use minors as volunteers for a casino event.

8. EXTENDING CREDIT (1.11)

8.1 Cashing patrons' personal cheques or extending credit to patrons in any form by the casino operator, office staff, registered gaming workers, volunteers, or any other casino or facility staff is prohibited.

Exception: Cash Call cheques as per Section 1.22 of the CTCOG may be accepted.

9. CASINO ACCESS (1.12)

9.1 Every Police Officer as defined in the *Police Act* is an Inspector for the purposes of the *Gaming and Liquor Act*.

9.2 Casino facility licensees, licensed charities and registered gaming workers are required to cooperate fully with Inspectors and Police Officers attending at a casino facility. A licensee must, on the request of an Inspector, the AGLC or an employee of the AGLC:

- a) assist the Inspector in carrying out an inspection; and

- b) provide the Inspector with records, documents, books of account and receipts and provide a place where they may be inspected, audited, examined or copied.

9.3 To ensure compliance with the *Gaming and Liquor Act*, the *Gaming and Liquor Regulation*, and Board policies, an Inspector:

- a) must be given full and unrestricted access to all areas of a casino facility;
- b) may take reasonable samples of gaming supplies;
- c) may inspect, audit, examine and make copies of any records, documents, books of account and receipts relating to gaming activities and gaming supplies or may temporarily remove any of them for those purposes; and
- d) may interview the licensee or agents of the licensee with regard to any records, documents, books of account and receipts.

9.4 A field technician employed by or working on behalf of the AGLC in a casino facility installing, servicing or removing electronic gaming or gaming related equipment has been designated as an Inspector pursuant to Section 98(1) of the *Gaming and Liquor Act*.

9.5 An auditor or person employed or working on behalf of the AGLC in a casino facility has been designated as an Inspector pursuant to Section 98(1) of the *Gaming and Liquor Act*.

10. HOURS OF OPERATION (1.13)

10.1 Casino table games are allowed to operate a maximum of 14 consecutive hours, commencing no earlier than 10:00 am and ending no later than 2:00 am.

10.2 Casino slot machines are allowed to operate a maximum of 17 consecutive hours, commencing at 10:00 a.m. and ending no later than 3:00 a.m.

10.3 Casino poker rooms may operate 24 hours a day, provided the conditions in Section 10.3.2c) of the CTCOG are met.

10.4 Casinos operated in conjunction with agricultural fairs and exhibitions may operate a maximum of 16 consecutive hours.

10.5 Casinos are allowed to operate 7 days a week.

10.6 All casinos must be closed on Christmas Day.

11. TOURNAMENTS (1.17)

11.1 Applications for tournaments will be considered providing the following information is received with the application at least ten days prior to the intended event:

- a) sample entry form;
- b) complete rules of play;
- c) eligibility and disqualification criteria;
- d) complete prize structure;

- e) Table Control Form (not required for poker);
- f) proposed advertising or promotion schemes;
- g) letter from the licensed charity agreeing to the tournament; and
- h) amount of compensation to the charity.

11.2 Tournaments may only be held during a licensed casino event, (see Section 10 - Hours of Operation).

11.3 A tournament may not adversely affect normal revenues for the licensed charity. Where tournament play is pre-empting usual revenues, compensation to the licensed charity must be incorporated into the fixed fee charged by a casino facility licensee.

- a) Casino facility licensees shall split the revenue generated from entry fees, re-buys and add-ons with the charity holding the event licence;
- b) 10% of the revenue generated shall be allocated as compensation to the licensed charity;
- c) 90% of the revenue generated, net of prizes, shall be allocated to the casino facility licensee to a maximum allowable amount of \$3,250.00/ table, with all revenue over this maximum going to the licensed charity; and
- d) the casino facility licensee shall pay all prize amounts.

11.4 Prior to the casino event starting, the general manager shall communicate the date, time and tournament fee schedule to the cash cage advisor and/or count room advisor by a memorandum posted in the cash cage and count room.

11.5 The count room advisor shall record tournament fees on the Master Revenue Report separately from the rake. The fee is to be clearly identified as "Tournament Fees".

12. SLOT OPERATIONS (1.19)

12.1 Services and space provided for the operation of slot machines is the sole responsibility of the casino facility licensee and does not involve the licensed charity.

12.2 Casino facility licensees shall provide a cash cage, physically separate from the licensed charity casino cash cage, to provide coin redemption and to sell change for the slot machines.

12.3 Fifteen percent (15%) of net sales generated by slot machines is allocated for licensed charities. These funds will be collected by the AGLC. These revenues shall be pooled separately from the casino pool, on a facility basis, or in the case of cities with two or more casinos, on a city wide basis, for each pooling period. Funds shall be distributed at the end of the pooling period.

12.4 The float and financial controls for the slot operation shall be maintained separate from all other casino financial transactions and controls.

12.5 A casino facility licensee may make application to the AGLC for permission to obtain advances from the charity's casino float for additional slot float funds in emergency situations only (e.g., Slot float has been depleted by a large number of payouts). Approval is subject to:

- a) submission and approval of forms to be used to document such advances which include:
 - i) Slot Advance Voucher; and
 - ii) Fill Slip.
- b) complying with the following conditions:
 - i) the entire advance shall be repaid in cash prior to the completion of a licensee's event. Issuing cheques to repay an advance is not permitted;
 - ii) if the advance is required near closing time on the final day of the event, the licensee will deduct the amount of such an advance from their outstanding opening casino float total. For example, if the casino provides a \$120,000 casino float, and an advance of \$5,000 is required by the slot manager, the event licensee will only be responsible for paying back \$115,000;
 - iii) all advances are to be taken and paid in one thousand dollar increments; and
 - iv) each casino facility licensee will develop and submit for approval their own fill/credit slips and all related forms necessary to conduct a slot operation.
- c) transactions will be witnessed by the general manager and completed as follows:
 - i) slot manager prepares and signs a Slot Advance Voucher and presents it, through the general manager, to the banker in the cash cage;
 - ii) witnessed by the cash cage advisor, banker in the cash cage prepares a fill slip and provides the slot manager with the amount of cash requested;
 - iii) banker, cash cage advisor, slot manager and general manager sign fill slip; and
 - iv) banker enters transaction on the Banker's Daily Master Cash/Chip Control form.
- d) A copy of the Slot Advance Voucher shall be submitted to the AGLC with the other records/reports within seven days after the completion of the casino event.

13. EQUIPMENT IN CASINOS (1.20)

- 13.1 Only equipment and/or gaming apparatus approved in writing by the AGLC may be utilized in a casino facility.
- 13.2 All gaming related equipment is subject to inspection by the AGLC. Casino operators may be required to replace or repair worn or used equipment.

14. AUDIT (1.25)

- 14.1 Casino books and records are subject to review by the AGLC and must be maintained in a manner acceptable to the AGLC.
- 14.2 The articles/instruments normally subject to audit will include, but are not limited to:
 - a) books of original entry (including computerized records);
 - b) invoices;
 - c) bank statements and cancelled cheques;
 - d) event control and summary sheets;
 - e) internal controls;

- f) annual financial statements;
- g) Income Tax and Goods and Services Tax Returns;
- h) external accountants working paper files; and
- i) ownership structure.

15. ELIGIBILITY GUIDELINES (2.1)

- 15.1 Groups applying for a casino licence must be structured in a manner acceptable to the AGLC and prove a record of active delivery of their charitable or religious program or service to the community. In locations where there is no casino wait list, casino licences will be considered after 12 months of active program delivery. For locations with a wait list, an active record of program delivery for the previous 24 months is required. The policies established by the AGLC for eligibility for casino gaming licensing are contained in Sections 2 and 3 of the *Charitable Gaming Policies Handbook*. Copies of the handbook may be accessed at no charge on the AGLC's website at www.aglc.gov.ab.ca.
- 15.2 Each licence application is evaluated based on its geographic location:
- a) Groups located within the boundary of Edmonton must conduct casinos within that city. Groups located outside of Edmonton may not access casinos within Edmonton.
 - b) Groups located within the boundary of Calgary must conduct casinos within that city. Groups located in close proximity to Calgary may conduct casinos at the Silver Dollar Casino in Calgary. This area includes Banff to the west, Crossfield to the north, Strathmore to the east and High River to the south.
 - c) Outside of Edmonton and Calgary [except as provided for in Section 15.2b)] groups shall normally conduct their casino events at licensed casino facilities situated outside of Edmonton and Calgary which are in their location or at the casino facility in closest proximity to their location.
 - d) Provincial groups are eligible to conduct casino gaming events in any community in the province subject to compliance with the Board's Related Groups- Eligibility policy in the *Charitable Gaming Policies Handbook*. To establish "provincial group status" for gaming licences, groups must establish with the AGLC that:
 - i) the registered charitable objectives of the group have a provincial focus;
 - ii) the by-laws of the group provide for the establishment of offices in other Alberta communities;
 - iii) the executive and membership lists of the group indicate that membership is drawn from communities throughout Alberta; and
 - iv) the group has a record of program or service delivery and plans to continue to deliver its programs and/or services to communities throughout Alberta.

16. USE OF CASINO PROCEEDS (2.2)

- 16.1 The policies established by the Board for the use of casino proceeds are contained in Sections 4 and 5 of the *Charitable Gaming Policies Handbook*. Copies of the handbook may be accessed at no charge on the AGLC's website at www.aglc.gov.ab.ca.

- 16.2 Casino revenue can be used to pay prizes and approved expenses needed to operate the casino event. The remaining gaming funds are casino proceeds. The commissions paid to licensed charities from slot machines form part of the licensed charity's casino proceeds. The licensed charity's casino proceeds shall be deposited to the licensed charity's casino bank account.
- 16.3 Casino proceeds shall only be spent on charitable or religious purposes approved by the AGLC.
- 16.4 Changes to the approved use of proceeds after the casino licence is issued must be approved by the AGLC prior to the disbursement of proceeds. Two executive members of the licensed group must sign the letter of request for the change in the use of proceeds.

17. DISBURSEMENT OF CASINO PROCEEDS (2.3)

- 17.1 All disbursements of casino proceeds shall normally be made within 24 months of the receipt of the funds. Any extension of this period must have prior written approval of the AGLC. All requests for an extension of this time period must include a supporting business plan. The business plan shall include the following:
- a) a written explanation why the proceeds have to be accumulated beyond 24 months;
 - b) any other sources of revenues associated with the planned project or event;
 - c) a list of expenditures associated with the planned project or event; and
 - d) a timeline for the anticipated disbursement of the accumulated proceeds.
- 17.2 All payments from the casino account for approved charitable or religious purposes shall be made by cheque, signed by two current members of the group's executive. The cheques shall normally be payable directly to the vendor or supplier. Cheques to individuals are not permitted unless prior approval has been granted by the AGLC and/or proper documentation is maintained to ensure the disbursement is for an approved use.
- 17.3 Casino proceeds shall normally remain in the casino account until spent on the approved uses. If not required immediately, casino proceeds may:
- a) be put into a separate interest account(s);
 - b) be used to purchase deposit certificate(s);
 - c) if the group qualifies as a Trustee under the *Trustee Act*, be invested subject to the conditions established for and applying to, investments by a trustee under the *Trustee Act*. To qualify to invest, the AGLC will require a letter from the group's lawyer confirming the trustee qualification.
 - d) if casino proceeds are re-directed as stated in Section 17.3 a) to c), the following conditions apply:
 - i) investments made as stated in Section 17.3 a) and b) shall be fully insured as defined in the *Canada Deposit Insurance Act*;
 - ii) the financial institution, account or deposit number, or details of other permitted investments and the total value of the funds proceeds transferred or invested shall be identified on financial reports;
 - iii) all interest, dividends or other income earned becomes part of casino proceeds and shall be retained in the separate interest bearing account or shall be retained as part of the investment if the income is in the form of shares or units; and

- iv) when needed for approved uses, proceeds shall be transferred back to the casino account to be disbursed.
- e) be contributed to an endowment fund, subject to the conditions specified in Section 5.25 of the *Charitable Gaming Policies Handbook*.

18. LICENSED CHARITY'S ROLES AND RESPONSIBILITIES (2.4)

18.1 The licensed charity shall operate the casino according to:

- a) the licence which includes information pertaining to the location, number of games, dates and hours of operation;
- b) the operating requirements provided in the CTCOG. A copy is to be available at the casino premises in the following areas:
 - each games pit;
 - cash cage;
 - count room;
 - volunteer lounge; and
 - staff lounge;
- c) any special conditions required by the AGLC;
- d) the House Rules of the casino facility which shall not conflict with the CTCOG; and
- e) all municipal, provincial and federal laws.

19. CASINO FACILITY AND SERVICE AGREEMENTS (2.5)

19.1 Licensed charities may sign a Casino Facility and Service Agreement with the casino facility licensee of their choice. The following conditions apply:

- a) a licensed charity shall not solicit or accept any financial inducement from a casino facility licensee to enter into a Casino Facility Agreement;
- b) a casino facility licensee shall not offer or give any financial inducement to a licensed charity to enter into a Casino Facility and Service Agreement;
- c) a licensed charity shall not enter into a Casino Facility and Service Agreement with a casino facility licensee which guarantees a minimum net return to the licensed charity;
- d) a casino facility licensee shall not offer or enter into a Casino Facility and Service Agreement with a licensed charity which guaranties a minimum net return to the licensed charity; and
- e) the AGLC does not advocate the pre-signing of agreements or contracts where the charity is obligated to hold their next casino event in a specific location where the duration of the contract exceeds one year. Where such contracts have been signed, charities are advised to seek their own legal advice on the legality and enforceability of these contracts.

19.2 Casino facility licensees must provide each licensed charity with a Casino Facility and Service Agreement which establishes fixed fees or charges, excluding GST, for the operation of the casino.

- 19.3 The Casino Facility and Service Agreement must include a provision that at the completion of the casino event it will be determined if the total of the fixed fees and charges of the casino facility licensee exceeds:
- a) for Edmonton and Calgary Casinos, 50% of the net table game casino proceeds;
 - b) for the St. Albert casino, 65% of the net table game casino proceeds;
 - c) for casinos outside Edmonton and Calgary with 300 to 400 slot machines, 65% of the net table game casino proceeds; and
 - d) for casinos outside Edmonton, Calgary and St. Albert with 299 or less slot machines, 75% of the net table game casino proceeds.

If such fees and charges exceed the above net proceeds, the casino facility licensee will only be entitled to payment of an amount equivalent to 50%, 65%, or 75% of the net table game casino proceeds.

- 19.4 For casinos outside of Edmonton and Calgary that increase their number of slot machines from 299 to a maximum of 400, the split of 65/35 of the net table game casino proceeds will be effective Day 1 of the casino event following the installation of the additional slot machines.
- 19.5 GST (if applicable) is paid only on the actual revenues received by the casino facility licensee and is to be calculated on the total amount retained by the facility licensee at the end of the quarter. The charity pool will be responsible for paying a portion of this using the same formula as it used to calculate the charity's portion of the proceeds (50% in Edmonton and Calgary; 35% in St. Albert; 35% outside of Edmonton and Calgary with 300 to 400 slot machines; and 25% for all other locations).
- 19.6 The casino facility licensee may keep surpluses generated at casino events to cover deficits which may occur at subsequent casino events. Net accumulated surpluses that exist at the end of each pooling period must be paid by the casino facility licensee to the Trustee within three (3) days of the end of the pooling period.
- 19.7 Casino facility licensees may request an adjustment to their fees providing such requests have been submitted for the prior approval of the AGLC. Adjustment, once approved, would commence at the start of a new quarter.
- 19.8 The casino facility licensee shall be responsible for the applicable percentage of losses (net proceeds after prizes are paid is negative), in Edmonton/Calgary 50%; St. Albert 65%; outside of Edmonton and Calgary with 300 to 400 slot machines 65%; and all others 75%.

20. CANCELLATION OF CASINO DATES / RELOCATION TO ANOTHER FACILITY (2.6)

- 20.1 A licensed charity that cancels a casino date or asks to relocate to another facility will be bound by the following procedures:
- a) it is the option of the licensed charity to select the casino facility to hold its casino event;
 - b) a licensed charity may cancel at one casino facility and relocate to another casino facility within the same municipality if the facility is available for those same dates. In doing so, the licensed charity is responsible for any contractual obligation which may result with the original casino facility licensee;

- c) if a licensed charity cancels its casino event entirely, the AGLC will schedule another licensed charity for the dates vacated; and
- d) if a licensed charity cancels its scheduled casino event and requests that it be rescheduled, the charity will be rescheduled by the AGLC in the quarter the applications are currently being slotted for.

21. ADVISOR CONTRACTS (2.7)

21.1 The AGLC does not advocate Advisor contracts, which obligate charities to utilize the services of a specific advisor for their next casino event where the duration of the contract exceeds one year. Where such contracts have been signed, charities are advised to seek their own legal advice on the legality and enforceability of these contracts.

22. CASINO EXPENSES (2.8)

22.1 Licensed charities are responsible for the following casino expenses:

- a) food and refreshments for volunteers while working at the casino;
- b) cash cage advisor and count room advisor fees;
- c) pooling fees; and
- d) any other expenses approved by the AGLC.

22.2 The following expenses shall be paid, by cheque, at the conclusion of the casino event:

- a) Food and refreshment expenses for volunteers while they are working at the casino event, to a maximum of:
 - i) Edmonton, St. Albert and Calgary casinos: \$750 (GST included)
 - ii) All others: \$375 (GST included)
- b) Advisor fees to a maximum of:
 - i) Cash Cage Advisor:
 - Edmonton, St. Albert and Calgary: \$1380 (GST included); and
 - all others: \$739 (GST included)
 - ii) Count Room Advisor:
 - Edmonton, St. Albert and Calgary: \$573 (GST included); and
 - all others: \$535 (GST included)
- c) A cheque shall be made out for the balance of net casino proceeds payable to the pool trustee. Pooling fees shall be subtracted from the pool by the Trustee before distribution at the end of the pooling quarter.

22.3 Where casino net proceeds are insufficient to cover food and refreshment expenses and advisor fees, the charity may apply to the pooling Trustee for immediate reimbursement.

22.4 Casino licence fees shall be paid out of the pool at the end of the pooling period.

23. CASINO POOLING (2.9)

- 23.1 Pooling of net casino proceeds is subject to the following:
- a) a non-First Nation charity holding a casino event at any Alberta casino facility is subject to all conditions of casino pooling;
 - b) a Host First Nation charity holding a casino at a First Nation casino facility is not subject to the conditions of casino pooling; and
 - c) a First Nation casino facility licensee that hosts a First Nations charity which is not pooling must maintain a bank account in order to cover expenses in the event of a loss. The minimum balance of this account shall be determined by the AGLC. The reimbursement of this bank account shall take place at the next possible occasion and must be redeemed by both the licensee and First Nations charity according to the determined split of proceeds.
- 23.2 Pooling of net casino proceeds is mandatory, unless the casino event is operated under the conditions specified in Subsection 23.1
- 23.3 Licensed charities must pool net casino proceeds (and/or losses) within the same pooling period as follows:
- a) licensed charities conducting casinos in communities with two or more casino facilities licensees must pool net casino proceeds (and/or losses) with all charities licensed in the same community and within the same pooling period (Exception: Silver Dollar Casino in Calgary does not pool its table game proceeds with other casinos in Calgary); and
 - b) licensed charities must submit net casino proceeds to the Trustee at the end of each casino event.
- 23.4 The pooling period is the same as the quarterly casino draw period. Quarters are January-March; April-June; July-September; and October-December.
- 23.5 The pool must be managed by an independent third party Trustee. The casino facility licensee is not to have or exercise any influence over the activities of the Trustee. The AGLC will work directly with the Trustee as required. Registered gaming workers and individuals having a financial interest in a casino facility cannot act as a Trustee. Casino facility licensees, with approval from the AGLC, shall select a Trustee and Casino Pooling Trust Agreement to be utilized for each city.
- 23.6 Casino facility licensees shall ensure that all licensed charities sign an agreement with the Trustee and shall submit a copy of the master agreement to the AGLC for approval before the pooling period begins.
- 23.7 Within seven (7) days of each calendar month end, the Trustee will submit an interim statement to the AGLC, indicating what funds have been received from which charities during the month.
- 23.8 After the pooling period is over, the Trustee will submit a final statement to the AGLC. The final statement will include all funds received from all charities. The trustee will not release funds until the AGLC authorizes the release. The AGLC will indicate what final payments must be made (e.g., licence fees, GST), and then approve release. The Trustee will, after disbursing the funds, provide a final accounting of the disbursement, including interest earned and Trustee fees deducted. Each licensed charity shall deposit these funds into their approved casino bank account.

- 23.9 No advances to any licensed charity shall be made from the pool prior to the end of the pooling period, unless approved by the AGLC (e.g., losses).
- 23.10 In the event the pool is in a deficit position at the end of the pooling period, the Trustee will administer the pool as follows:
- a) applications from charities for reimbursement of food and refreshment expenses and advisor expenses shall be added to the overall pool deficit;
 - b) claims for the charities' portion of the float losses shall be added to the pool deficit;
 - c) the Trustee shall add his fees to the pool deficit; and
 - d) once the overall pool deficit has been calculated, each charity in the pool will be liable for their portion of the overall pool deficit.

24. FINANCIAL REPORTS (2.10)

- 24.1 A licensed charity is required to complete financial reports regarding the revenues and proceeds generated during its casino event.
- 24.2 The licensed charity must complete and submit financial reports as they come due. For this purpose, a licensed charity will receive the required financial report forms to complete from the Financial Review Section of the AGLC. The requirements in this regard are as follows:
- a) financial reports are mailed after the licensed charity's casino event;
 - b) supplementary financial reports are required if the licensed charity has funds left in its casino account. The report is mailed out every twelve months until all proceeds are spent; and
 - c) the licensed charity's ending bank balance, that is, the proceeds remaining from the previous financial report becomes part of the new financial report.
- 24.3 Licensed charities shall complete the required financial report and submit the report within 60 days from the mail-out date, along with the supporting documents as indicated in the report.
- 24.4 The following information must be provided with the required financial report:
- a) bank statements;
 - b) cancelled cheques; and
 - c) invoices/receipts.
- 24.5 Licensed charities have the option of hiring a professional accountant to prepare financial reports. Casino proceeds may be used to pay the expenses related to preparing these reports if the reports are prepared by a member in good standing of:
- a) the Institute of Chartered Accountants of Alberta; or
 - b) the Society of Certified Management Accountants of Alberta; or
 - c) the Certified General Accountants Association of Alberta.
- 24.6 Casino proceeds may not be used to pay for the preparation of financial reports other than those allowed for in Subsection 24.5.

24.7 For more information, consult the *Charitable Gaming Policies Handbook* or contact the Financial Review Section of the AGLC by telephone at 1-800-272-8876 during regular business hours.

24.8 All casino records shall be kept for two years after the final day of the casino.

25. CONSOLIDATED GAMING ACCOUNT (2.11)

25.1 If a licensed charity has more than one gaming licence, it may open a Consolidated Gaming Account for gaming proceeds.

25.2 A Consolidated Gaming Account allows the licensed charity to:

- a) issue cheques from one gaming bank account; and
- b) track the proceeds available for distribution more easily than under multiple accounts.

25.3 To open a Consolidated Gaming Account, the licensed charity must:

- a) open an account (entitled "Consolidated Gaming Account") at a financial institution; and
- b) notify the Financial Review Section of the AGLC of the financial institution, branch and account number of the Consolidated Gaming Account.

25.4 Separate bank accounts must be maintained for each type of licensed gaming event (for example, Casino, Raffle, Pull Ticket and for each Bingo Location). These accounts are for deposits of revenue and payment of expenses related to each particular licence.

25.5 At the licensed charity's discretion, proceeds may be transferred from the individual gaming accounts to the Consolidated Gaming Account.

25.6 All disbursements from the Consolidated Gaming Account are subject to the conditions specified in Section 17 – Disbursement Of Casino Proceeds.

25.7 Consolidated financial reports are due every twelve (12) months. The financial reports are forwarded to the licensed charity as they become due. Groups have sixty (60) days from the mail-out date to complete and return the reports and supporting documents.

25.8 For more information on Consolidated Gaming Accounts, contact the Financial Review Section of the AGLC by telephone at 1-800-272-8876 during regular business hours.

26. AUDIT REQUIREMENTS (2.12)

26.1 The books and records of licensed charities are subject to review and/or audit by the AGLC and must be maintained in a manner acceptable to the AGLC.

26.2 The areas normally subject to audit will include, but not be limited to:

- a) books of original entry (including computerized records);
- b) invoices;
- c) bank statements and cancelled cheques;
- d) event control and summary sheets;

- e) contracts, agreements or similar documents;
- f) Income Tax and Goods and Services Tax returns;
- g) minutes of annual general meetings, and meetings of general membership, board and executive;
- h) external accountant's/auditor's working paper files;
- i) annual (audited) financial statements; and
- j) business and financial records (as outlined above) of any entity (including but not limited to societies, non-profit organizations, associations, community leagues, corporations, partnerships, limited partnerships, joint ventures, proprietorships, etc.) that is related to the licensed charity and/or an executive or board member of the licensed charity that is in receipt of any of the licensed charity's gaming funds either directly, indirectly or through a series of transactions.

27. ELIGIBILITY REQUIREMENTS FOR VOLUNTEER STAFF OR CHARITY WORKERS (3.1)

27.1 Eligibility requirements for volunteer staff or charity workers are as follows:

- a) only bona fide members of the licensed charity or employees of a First Nation Charity shall work in the positions of general manager, banker, cashier, count room supervisor or advisor (when performed by a volunteer). The licensed charity may use non-members, on a volunteer basis, to fill other positions as required. Licensed charities whose members are disabled may accept outside volunteer help for all positions;
- b) charity workers must be registered with the AGLC and may only work at First Nation casinos;
- c) charity workers' wages shall be subject to AGLC approval;
- d) all volunteer staff and charity workers must be 18 years of age or older; and
- e) a person may not be eligible to work in a casino if the person:
 - i) has, within the five years prior to the submission of the application been charged with or convicted of:
 - an offence under the *Criminal Code (Canada)*, the *Excise Act (Canada)*, the *Food and Drugs Act (Canada)* or the *Controlled Drugs and Substances Act (Canada)*, or
 - an offence under a foreign Act or regulation that, in the Board's opinion, is substantially similar to an offence referred to in subclause i).
 - ii) has, at any time been charged with or convicted of:
 - an offence under the *Criminal Code (Canada)*, the *Excise Act (Canada)*, the *Food and Drugs Act (Canada)* or the *Controlled Drugs and Substances Act (Canada)*, or
 - an offence under a foreign Act or regulation that, in the Board's opinion, is substantially similar to an offence referred to in subclause ii),
 if in the Board's opinion the offence is sufficiently serious that it may detract from the integrity with which gaming activities or provincial lotteries are to be conducted in Alberta; or
 - iii) has, within the five years prior to the submission of the application, been serving a term of imprisonment of three years or more.

- 27.2 A minimum of 25 volunteers are required for a 16-50 game casino. A minimum of 15 volunteers are required for a 15 game or less casino. Volunteers or charity workers are required to fill the following positions:
- a) general manager(s) and alternate;
 - b) banker;
 - c) cashier;
 - d) chip runner;
 - e) count room supervisor; and
 - f) count room staff (5).
- 27.3 Paid staff of the licensed group can work any position, provided:
- a) they are bona fide members of the licensed charity;
 - b) they volunteer their services outside normal working hours; and
 - c) they do not fill the following positions:
 - i) general manager;
 - ii) alternate general manager;
 - iii) banker; or
 - iv) count room supervisor.

28. CONDUCT (3.2)

- 28.1 Volunteers working a licensed casino event shall not be paid cash, from casino proceeds or from any other source of revenue, for their services. This includes, but is not limited to:
- a) cash payments;
 - b) casino licensee "vouchers" that can be exchanged for cash; and
 - c) receiving money, goods or services for personal use, from individuals which provide premises, services, equipment or supplies to events sponsored by the volunteer's group.
- 28.2 Volunteers working a licensed casino event may receive credits/points to help offset the cost of registration fees, competition fees, and/or travel expenses for an approved charitable activity conducted by a licensee. The credits/points shall:
- a) not be redeemable for cash; and
 - b) not be used for social/recreational purposes.
- 28.3 Volunteers may transfer the credits/points earned from working an event:
- a) to other members of the licensed group; or
 - b) to individuals who are beneficiaries of the group's programs (for example an amateur athlete participating in a structured and developmental sport); or

- c) on the approval of the AGLC, to other licensees, if:
 - i) the groups redeeming the credits are community leagues/associations; or
 - ii) the groups redeeming the credits have structures with provincial, regional, district and/or zone components.

28.4 If credits/points are transferred to other licensees, a voucher must be used as a means of exchange. The voucher shall include the following information:

- a) name of licensed group issuing the voucher;
- b) serial number;
- c) date of issuance;
- d) value;
- e) name and telephone number of person voucher issued to;
- f) recipient is a member or non-member of group issuing the voucher;
- g) redemption date;
- h) redemption purpose;
- i) expiry date (not to exceed one year from date of issuance);
- j) authorizing signature; and
- k) notice stating the voucher cannot be used for social/recreational or non-charitable purposes.

28.5 The group issuing the credits/points shall maintain records of the credits/points. The records are subject to review by the AGLC. The records shall include a ledger with the following information:

- a) names of volunteers earning the credits;
- b) volunteer is a member or non-member of group issuing the credits;
- c) dates the volunteers earned the credits;
- d) values of the credits earned;
- e) dates the credits were redeemed or transferred;
- f) purpose(s) for which the credits were redeemed (if applicable); and
- g) if the credits/points are redeemed by another group:
 - i) the date(s) the other group received payment for the credit redemption;
 - ii) the dollar value of the redemption claim; and
 - iii) the name of the gaming account from where the payment was issued.

28.6 If the credits/points are redeemed by another licensed group, this other group shall maintain records of the credits/points. The records, which are subject to review by the AGLC, shall include a ledger with the following information:

- a) name of person redeeming the credits;
- b) name of group issuing the credits;
- c) date of credit redemption;

- d) value of credits being redeemed;
- e) purpose for which the credits were redeemed; and
- f) when redeeming credits/points from the group issuing the credits:
 - i) the date of the redemption claim;
 - ii) the dollar value of the redemption claim; and
 - iii) the name of the gaming account where redemption claim was deposited.

- 28.7 All volunteer staff and charity workers must report to the general manager and ensure their printed name, signature, position and date and time of shift are recorded on the Casino Volunteer / Charity Worker Approval and Sign-In form before starting their shift.
- 28.8 Volunteer staff and charity workers shall work only in positions specified on the Casino Volunteer / Charity Worker Approval and Sign-In form.
- 28.9 No volunteer staff or charity workers shall work more than one position during the casino licence period except:
- a) the general manager may assign a count room worker to witness table closing chip counts. This must not interfere with count room duties; and
 - b) in casinos outside of Edmonton, Calgary and St. Albert those individuals assuming the positions of banker, cashier(s) and chip runner may, once their Cash Cage duties have been concluded, also work in the various count room positions. The one exception being the banker, who shall not be allowed to assume the position of count room supervisor.
- 28.10 Volunteer staff and charity workers shall wear a name badge while on duty showing first or common name, position, and date of casino.
- 28.11 All volunteer staff and charity workers are prohibited from playing casino games or gaming terminals (including slot machines and VLTs) where they are working for the duration of their licensed charity's event.
- 28.12 Volunteer staff and charity workers are prohibited from consuming liquor, being under the influence of liquor or using illicit substances.
- 28.13 Volunteer staff and charity workers are prohibited from cashing cheques or extending credit.
- 28.14 Personal possession of chips by volunteer staff and charity workers is prohibited and shall be reported immediately to the AGLC by the general manager.

29. GENERAL MANAGER AND ALTERNATE GENERAL MANAGER (3.3)

- 29.1 The general manager is responsible for all aspects of the casino.
- 29.2 In consultation with the games manager, the general manager shall ensure the casino is conducted in accordance with the CTCOG.
- 29.3 An alternate general manager shall be on duty in the general manager's absence.

29.4 The general manager's duties are as follows:

a) Operational Functions:

- i) enters the appropriate information from the licence into the CasinoTrack system;
- ii) ensures all volunteer staff (excluding count room staff) are in the casino facility a minimum of one hour prior to casino opening;
- iii) ensures that the count room staff are present a minimum of 15 minutes prior to scheduled start of shift;
- iv) ensures the names of all volunteer staff are entered into the CasinoTrack system;
- v) ensures designated volunteer staff is in place and have signed in at the beginning of shift and signed out at end of shift with system access cards on CasinoTrack system;
- vi) witnesses interim and final pull of drop boxes;
- vii) may perform duties of other volunteer staff or charity workers on a temporary basis (no longer than one hour) as long as all procedures for the position are followed, e.g. assuming duties of other volunteer staff to allow them to take a break or eat a meal;
- viii) may fill a position that becomes vacant due to unforeseen circumstances (shall be documented on a Discrepancy Report);
- ix) may assign another volunteer or charity worker to fill a vacant position for the duration of the licence period (shall be documented on a Discrepancy Report); and
- x) signs all Discrepancy Reports in addition to the advisor or the games manager.

b) Financial Transactions:

- i) counts and verifies the opening cash bankroll and the opening chip inventory received from the casino facility licensee or his designate each day;
- ii) witnesses transfer of cash from count room supervisor to banker;
- iii) ensures closing cage bankroll, next day's opening float and chips are in secure overnight storage;
- iv) maintains control and ensures secure transfer of deposits to bank;
 - v) ensures all financial transaction entries into the CasinoTrack system are completed as required;
- vi) investigates fully any error, procedural irregularity or other breach of the CTCOG and reports to the AGLC;
- vii) reports immediately to the AGLC any volunteer in personal possession of casino chips;
- viii) returns remaining chips to the facility operator and enters the information on the CasinoTrack system;
- ix) returns and signs, after the close of the event, to the casino facility licensee or his designate, cash equal to the opening cash bankroll received the morning of each day. In the event of a loss returns all cash remaining except Caribbean Poker hard count and chip overage/shortage); and

- x) after the conclusion of all related tasks, cash equal to the opening bankroll is to be returned to the casino facility licensee. Verification of the return of this bankroll is to be obtained from the casino facility licensee's designated individual. Alternate arrangement, once approved by the AGLC could be:
 - original casino float is deposited to charities designated bank and the operator is issued a cheque for the total amount at the conclusion of the event. Operator must acknowledge receipt of same; or
 - original casino float, once verified by the operator or his designate, is individually packaged and dropped through into the bona fide courier services safe. This float would be turned over by the courier service to the operator on the morning of the first day of a casino event.
- c) Security:
 - i) ensures secure handling and storage of chips and cash at all times during the casino event;
 - ii) enforces access provisions to restricted areas; and
 - iii) keeps the safe combination confidential, or maintains possession of safe keys (if applicable).

30. BANKER (3.4)

30.1 The banker supervises the cash cage and is directly accountable to the general manager.

30.2 The banker is responsible for the cashiers and the chip runners.

30.3 Specific duties of the Banker are as follows:

- a) documents all transactions as required and ensures security of all chips and cash in cash cage;
- b) ensures cashiers retain personal control of chips and cash for which they are responsible while on duty;
- c) receives and counts opening cash bankroll and chip inventory with the general manager;
- d) records and maintains a running inventory of the cash bankroll and chip inventory;
- e) issues opening inventory of chips to games where required;
- f) documents transactions as required and maintains security and control of chips/coin inventory during shift;
- g) supplies games with chips/coin as requested on CasinoTrack system;
- h) receives excess chips/coin from games as requested on CasinoTrack system;
- i) issues opening cash fill and subsequent cash fills to cashiers;
- j) obtains cash transfers from the count room supervisor as required;
- k) receives inventory of chips/cash from cashiers;
- l) counts, amalgamates and records all cash and chips in cash cage at the end of the day;
- m) returns remaining chips to the facility operator at the end of the day and enters the information on the Casino Track system;
- n) prepares bank deposits; and
- o) at the end of the day, transfers cash to the general manager for secure overnight storage or deposit.

31. CASHIER (3.5)

31.1 The Cashier duties are as follows:

- a) receives and counts opening cash fill from the banker;
- b) maintains security of the cash and chips for which he or she is responsible while on duty in the cash cage;
- c) redeems players' chips for cash;
- d) shall not sell chips;
- e) ensures the general manager, banker or advisor witnesses all player cash-outs over \$200;
- f) ensures trays are put in cash drawers and drawers are locked when leaving cash cage;
- g) exchanges travellers' cheques and U.S. currency for Canadian currency; and
- h) at the end of a shift, accounts for and transfers all chips and cash for which he or she is responsible to the banker.

32. CHIP RUNNER (3.6)

32.1 The chip runner duties are as follows:

- a) participates in games opening and closing with gaming table personnel;
- b) transfers fills from the banker to games and credits from games to banker;
- c) verifies the accuracy of these transactions;
- d) at final close of games each day, witnesses chip count and verifies on the CasinoTrack system; and
- e) may assist the general manager during pull of drop boxes.

33. COUNT ROOM SUPERVISOR (3.7)

33.1 The count room supervisor is directly accountable to the general manager for the supervision of count room procedures and count room staff.

33.2 The count room supervisor shall document all transactions as required and ensure security of all cash and chips in the count room.

33.3 Specific duties of the count room supervisor are as follows:

- a) ensures count room is secured;
- b) records the number of bills, coins and chips (if any) counted by the amalgamator, on the CasinoTrack system;
- c) verifies the information entered by the recorder;
- d) supplies cash to banker as required;
- e) ensures the rake boxes are counted first and chips are transferred to banker before continuing the count;
- f) prepares float and bank deposits; and
- g) generates Master Revenue Report and Count Room Drop Box Verification on CasinoTrack system.

34. SORTER (3.8)

34.1 The duties of the sorter are as follows:

- a) empties the contents of the drop box and shows open box to camera to ensure it is empty;
- b) sorts cash or chips into denominations and places into money bin with a "Box ID Card" and passes bin to counter;
- c) witnesses count by counter; and
- d) at final close of games may witness table chip count, if required.

35. COUNTER (3.9)

35.1 The duties of the counter are as follows:

- a) counts the contents of the money bin using money counting machine;
- b) places contents of drop box back into the money bin along with the "Box ID Card" and passes bin to the amalgamator; and
- c) assists sorting of chips and cash as needed.

36. RECORDER (3.10)

36.1 The duties of the recorder are as follows:

- a) enters the table number from the "Box ID card" into the CasinoTrack system; and
- b) enters the number of bills, coins and chips (if any) counted by the counter into the Casino Track system.

37. AMALGAMATOR (3.11)

37.1 The duties of the amalgamator are as follows:

- a) receives cash or chips from counter in money bin;
- b) verifies all bills are of the same denomination;
- c) uses a counting machine to verify contents of the money bin and advises count room supervisor of the amount by denomination; and
- d) amalgamates all cash or chips in the count room by denomination into bundles of one hundred after receiving confirmation from the count room supervisor that the totals from both counts match.