
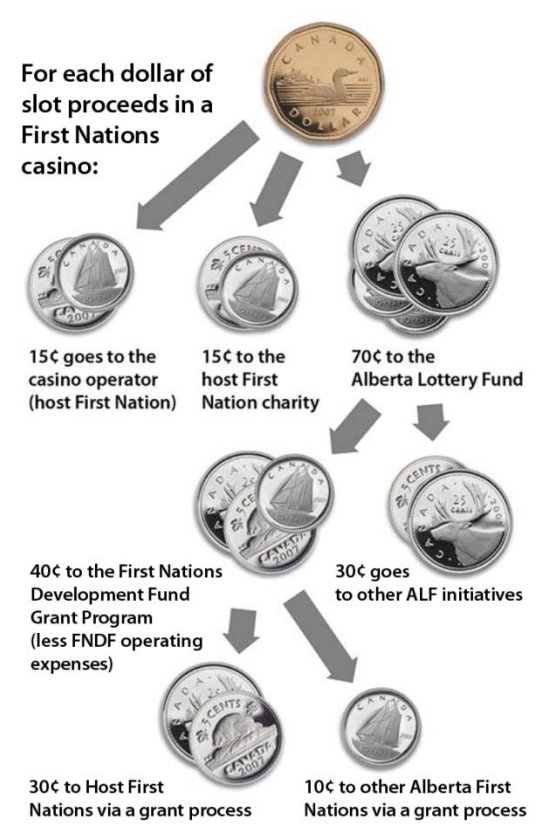


Comparison of Charitable Gaming Policies and Allocation of Casino Proceeds

(Charitable Gaming Proceeds come from the funds remaining after prizes are paid to players)

	Traditional Casinos	First Nations on-reserve Casinos
Casino Revenue Distribution (after prizes paid to players)	<p>Table games: Licensed charities initially receive all proceeds from table games. From this, they pay casino facility operators a fixed fee for service, ranging from 50% of proceeds (in major casinos) to 75% (in minor casinos). Government receives no revenue from table games.</p>	<p>Table games: Same.</p>
	<p>Slot machines:</p> <ul style="list-style-type: none"> • 15% - Operator • 15% - Charity • 70% - Alberta Lottery Fund (less AGLC operating expenses per <i>Gaming and Liquor Act</i>). <p>For each dollar of slot proceeds in a traditional casino:</p>  <p>15¢ goes to the casino operator 15¢ to the event host charity 70¢ to the Alberta Lottery Fund (less AGLC operating expenses per <i>Gaming and Liquor Act</i> 26 (2) d,e,f.)</p>	<p>Slot machines: Same percentages but First Nations proceeds cover First Nations Development Fund (FNDF) operating expenses, not AGLC.</p> <p>For each dollar of slot proceeds in a First Nations casino:</p>  <p>15¢ goes to the casino operator (host First Nation) 15¢ to the host First Nation charity 70¢ to the Alberta Lottery Fund</p> <p>40¢ to the First Nations Development Fund Grant Program (less FNDF operating expenses) 30¢ goes to other ALF initiatives</p> <p>30¢ to Host First Nations via a grant process 10¢ to other Alberta First Nations via a grant process</p>
<p>Alberta Lottery Fund* Allocations (70%)</p>	<p>Approximately 70% of proceeds from slot machines in traditional casinos go to the Alberta Lottery Fund.</p>	<p>Alberta Lottery Fund allocation (70%) from slot machines in First Nations casinos is split:</p> <ul style="list-style-type: none"> • 40% to the FNDF Grant Program. • 30% to other Alberta Lottery Fund initiatives. <p style="text-align: right;"><i>Continued...</i></p>

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	Traditional Casinos	First Nations on-reserve Casinos
Alberta Lottery Fund* Allocations (70%) Cont..	The AGLC deposits these slot proceeds into the Alberta Lottery Fund.	The 40% First Nations Development Fund (FNDF) portion is allocated via a grant process: <ul style="list-style-type: none"> • 30% to the <i>host</i> First Nation • 10% to <i>other</i> First Nations across Alberta <p>FNDF grants may be allocated for economic, social and community development projects.</p>
Charitable Involvement	Casino facilities rely on approximately 180 charities to operate year-round. Charitable and religious organizations must meet requirements to obtain a casino event licence. In traditional casinos, table game operations are supported by charity volunteers.	The Host First Nation must operate one host charity year-round, which must meet eligibility requirements for casino event licences. Host First Nation charities may employ charity workers to support table games, and may pay these staff with gaming proceeds.
Use of Proceeds	The charity's use of proceeds from traditional casino events follows provincial gaming regulations and policies. Prior approval and detailed reporting of expenditures are required.	Overall, policies on the use of proceeds by Alberta's First Nations are largely the same as those for traditional charities. However, in recognition of unique First Nations community needs, First Nations policies allow for the investment of charitable proceeds in areas such as on-reserve housing and addictions treatment.
Accountability	The AGLC reviews (and reserves the right to audit) the use of charitable gaming proceeds.	Same.
Integrity and Security	Must comply with AGLC Casino Terms & Conditions and Operating Guidelines . The Casino Facility Licensee (operator) and the Casino Event Licensee (charity) must be separate entities.	Same.
Location	Facility Licensee chooses an optimal location convenient to players.	First Nations casinos must be located on reserve land that existed or eligible adjacent land in process as of January 1, 2001. Membership Referendums and federal land designation are required.
Community Support	Expressed through a municipal council. The process may conclude if the council does not support the casino development in the community.	Expressed through a First Nations Band Council. The process may conclude if the council does not support the casino development in the community.

*In fiscal 2011-12, the government has decided the Alberta Lottery Fund dollars will go to General Revenue Fund and be distributed to departments as part of their normal budget allocations.