



RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
MICHIGAN GAMING CONTROL BOARD
DETROIT

RICHARD S. KALM
EXECUTIVE DIRECTOR

October 30, 2014

Re: Millionaire Party Expenses

Payment of expenses connected with the conduct of a millionaire party must be necessary and reasonable, itemized, and approved by the Executive Director. A qualified organization must receive a minimum of 55% of the gross profit. Gross profit is defined as total revenue minus prizes, chip redemptions, and location rental.

The Executive Director will approve itemized expenses for gaming equipment, gaming supplies, and labor that are \$900.00 or less as presumably necessary and reasonable. All itemized expenses over \$900.00 must contain a thorough and detailed explanation of the costs and will be assigned for review to determine whether those expenses are necessary and reasonable.

In some cases, the qualified organization may receive more than 55% of the gross profit, depending on the success of the event. Based on the success of the event, the supplier may receive less than the amount approved at the time the license is issued. Regardless of the pre-approved amount, the qualified organization's expenses incurred in connection with the millionaire party event cannot exceed 45% of the event gross profits.

Sincerely,

/s/

Richard S. Kalm
Executive Director