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RICK SNYDER GOVERNOR

STATE OF MICHIGAN MICHIGAN GAMING CONTROL BOARD DETROIT

RICHARD S. KALM EXECUTIVE DIRECTOR

July 29, 2013

Re: Millionaire Party – Licensing & Regulation Updates

Dear Licensed Supplier and/ or Qualified Organization:

The purpose of this letter is to provide you with information about changes to millionaire party licensing and regulatory enforcement.

- 1. Effective September 1, 2013, no more than three (3) licensed millionaire party events will be approved at any one location per day.¹
- 2. Effective September 1, 2013, all millionaire party events shall only be conducted between the hours of 8 a.m. and 12 a.m. (midnight). Each licensed event must be complete (i.e. all game play ended, all chips cashed in, all prizes issued, and all game records completed and printed) by the event end time indicated on the license. Similarly, chips or imitation money must not be exchanged prior to the start time indicated on the license.
- 3. Effective September 1, 2013, tips may not be accepted in the form of chips. Cash tips will continue to be allowed; however, cash tips must be provided in accordance with Rule 409(11) which states, "A person employed by or an agent of a lessor, location, or licensed supplier may accept cash tips at a licensed millionaire party event."
- 4. Effective immediately, any computer utilized by a qualified organization for the purpose of maintaining millionaire party event records must not be enabled with any remote access capabilities or contain any remote access software.
- 5. Section 432.110a(d) of the Act states, "A qualified organization shall not receive more than \$15,000.00 in exchange for imitation money or chips in 1 day of a millionaire party." To ensure compliance with this law, effective September 1, 2013, the \$15,000.00 maximum exchange limitation must be reduced by the value of the "seed" (i.e. startup bank of chips) required for house games. Upon seeding a house game, the total value of the seeded chips must be deducted from the \$15,000.00 maximum exchange limit. Once a table is seeded, no chips from that table may be redeemed for the purpose of adjusting the \$15,000.00 maximum exchange limitation.

Events that have **already** been licensed within the next 60 days will not be impacted by this change.

- 6. Effective September 1, 2013, only one qualified organization may seed and have its chips in play at any one table.
- 7. Effective September 1, 2013, educational organizations are required to maintain a separate bank account for the purpose of managing millionaire party events. In addition, each check written from this account must be preprinted with the name of the educational organization (Refer to R432.21415(5)(a)).
- 8. Effective November 1, 2013, the qualification classifications currently known as Educational Subordinate and Religious Subordinate will no longer be accepted qualification types. Organizations which currently hold one of these qualification types may re-apply for qualification using one of the remaining qualification classifications. Refer to www.michigan.gov/mgcb, click on Millionaire Party → Qualification Requirements → Qualifying Organizations, for additional information on the qualification process.

If you have any questions regarding this communication, please call the millionaire party licensing helpline at (313) 456-4940.

Sincerely,

/s/

Richard S. Kalm Executive Director Michigan Gaming Control Board