

STATE OF ALASKA
DEPARTMENT OF REVENUE
Tax Division
Gaming Group



Calendar Year 2009
ANNUAL REPORT OF GAMING GROUP OPERATIONS

On the internet at:
www.tax.alaska.gov

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Governor

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2009

This annual report provides an overview of the games of chance and skill program administered by the Tax Division's Gaming Group, and contains summaries of all reports of permittees and operators pursuant to AS 05.15.090.

This report also explains the organizational structure of the Gaming Group within the Tax Division.

The information covers calendar year 2009

Annual Report of Gaming Group Operations
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Introduction

Under Alaska law, municipalities and qualified non-profit organizations may conduct certain gaming activities. The purpose of these activities is to derive public benefit in the form of money for the organizations and revenues for the state. The Tax Division is responsible for ensuring that the appropriate level of public benefit is derived for the organizations and the state.

To ensure that the appropriate level of public benefit is derived, the division:

- ◆ Issues permits to municipalities, qualified organizations, and multiple-beneficiary partnerships.
- ◆ licenses all operators, distributors and manufacturers
- ◆ collects fees and taxes
- ◆ audits various permittees and licensees
- ◆ inspects gaming locations
- ◆ investigates complaints.

This report summarizes gaming financial activity for 2009, as reported by permittees and operators and filed as of May 24, 2012.

Gaming in Alaska has many variations in the types of gaming that businesses and nonprofit organizations conduct. Following are key terms used throughout this report.

- ◆ **Adjusted gross income** means gross receipts less prizes awarded and federal and municipal taxes paid on gross receipts. Adjusted gross income is the amount available to pay gaming expenses and make distributions of net proceeds.
- ◆ An **advisory notice** is issued to a permittee, licensee, or registered vendor if an incident occurs or a defect is identified that could result in a violation of gaming laws or regulations. An advisory notice may not constitute grounds for administrative or court action against a permittee, licensee or registered vendor, but may constitute grounds for issuance of a notice of violation, if the incident or defect continues uncorrected.
- ◆ A **distributor** is a business located in the state that is licensed to distribute pull-tabs to permittees and to operators.
- ◆ A **permittee** is a municipality or a qualified nonprofit organization that holds a valid permit to conduct gaming activities.
- ◆ **Gross receipts** is the amount collected for all chances to win a prize in a gaming activity and, for pull-tabs, include the dollar value of play-backs (winning pull-tabs which the player has returned to the seller in exchange for additional pull-tabs, in lieu of receiving the prize in cash).
- ◆ A **manufacturer** is a business that is licensed to sell pull-tabs in the state. A manufacturer may only sell pull-tabs to a licensed distributor located in the state.
- ◆ A **multiple-beneficiary permit (MBP)** allows two to six municipalities or qualified organizations, or a combination of two to six municipalities and qualified organizations, to conduct joint gaming activities.
- ◆ **Net proceeds** means adjusted gross income less gaming expenses. Gaming expenses include the 3% pull-tab tax, permit fees, the 1% additional fee on permittee net proceeds, and other reasonable and necessary expenses.
- ◆ A **notice of violation** is issued to a permittee, licensee, or registered vendor if the Department has reason to believe that a violation of gaming laws has occurred or might occur. The Department will

Introduction (continued)

place a notice of violation and any written response in the permanent record of the Department for the permittee, licensee, or registered vendor to whom the notice was issued.

- ◆ An **operator** is a person, a municipality or qualified organization that has obtained a license and posted a bond to conduct gaming activities on behalf of a permittee.
- ◆ A **vendor** is a business that holds a qualifying beverage dispensary or package liquor store license and has obtained a vendor authorization from the Division to sell pull-tabs on behalf of a permittee.

Gaming in Alaska is big business. In calendar year 2009, the total amount spent on gaming activities was over \$375 million. After prizes and taxes were paid, approximately \$86 million was available for gaming expenses and net proceeds to municipalities and qualified organizations.

In general, gambling is illegal in Alaska. However, the legislature created an exception for what is commonly, though somewhat inaccurately, referred to as "Charitable Gaming". The use of the word "charity" is really a misnomer. An organization does not have to have any charitable purpose to qualify for a gaming permit.

The Department of Revenue may only issue a permit to a municipality or qualified organization. The 15 types of qualified organization eligible to game in Alaska are:

- ◆ charitable organization
- ◆ civic or service organization
- ◆ dog mushers' association
- ◆ educational organization
- ◆ fishing derby association
- ◆ fraternal organization
- ◆ labor organization
- ◆ municipality
- ◆ nonprofit trade association
- ◆ outboard motor association
- ◆ police or fire department
- ◆ political organization
- ◆ religious organization
- ◆ veterans organization
- ◆ IRA/Native village

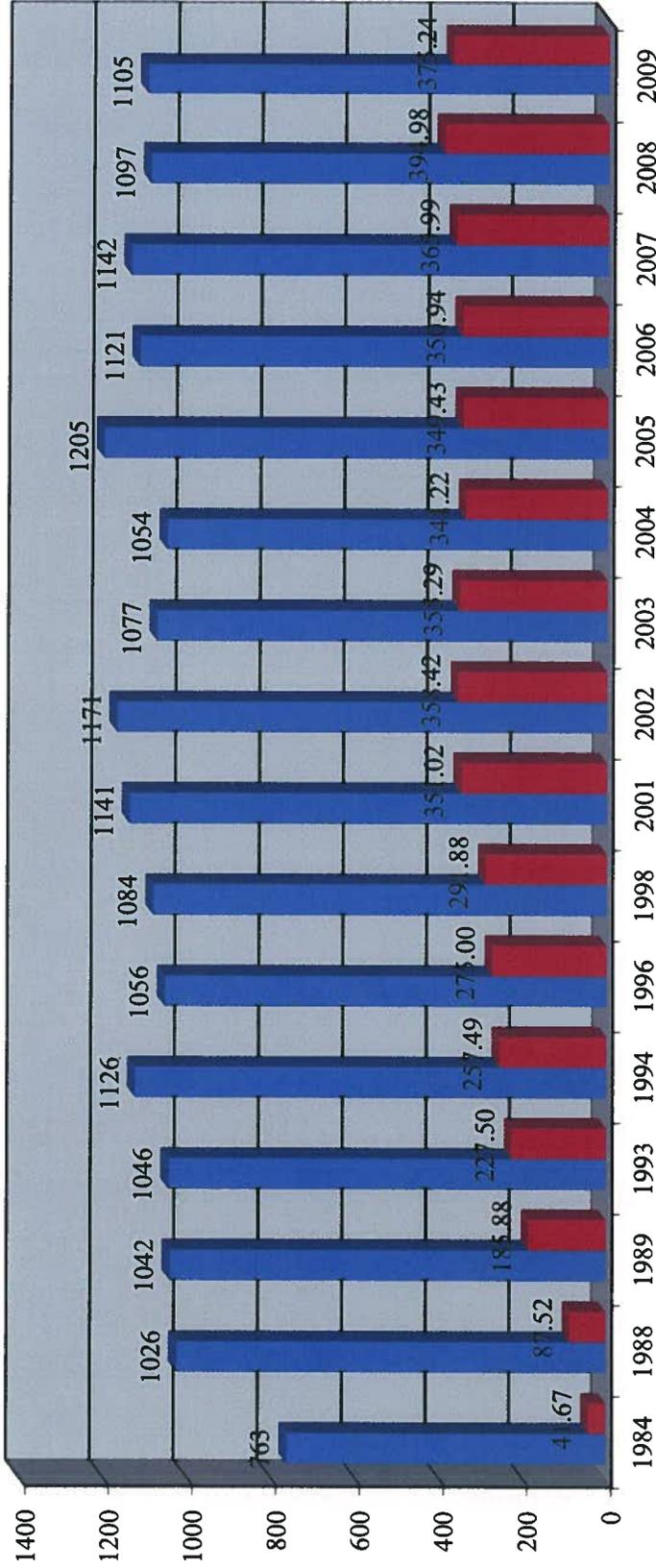
The authority to conduct gaming activity is contingent upon the dedication of the net proceeds of the gaming activity for specific purposes.

Only reasonable and necessary expenses may be incurred or paid in connection with a gaming activity.

Gaming History and Background

Number of Permittees

■ Number of Permits ■ Gross Receipts in Millions



1984
 · Pull-tabs authorized by regulation.
 · Statutory changes allow Multiple-beneficiary permits and vendors, limit pull-tab expenses to 70% of adjusted gross income and other games to 90%.

1988
 · Operators legalized Pull-tabs legalized by statute
 · Prize limits increased.

1989-1996
 · Regulations enjoined in 1994; adopted in 1996.

1994-1996
 · MBP Compliance project initiated.
 · Attorney General filed Griffin lawsuit.

1996
 · Supreme Ct. granted state's petition for review of Superior Court order in Griffin case.

1997
 · Gaming budget cut by one-third.

1998
 · Supreme Ct. granted state's petition for review of Superior Court order in Griffin case.

2001
 · Supreme Ct. decision favors state in Griffin case.
 · New regulations proposed and adopted.

2002
 · Griffin case settles. Griffins to pay \$400,000 to permittees.

2003
 · New regulations effective January 1, 2003
 · Stewart case settles. Stewart pays \$200,000 to permittees.

2004
 · Animal classic regulations effective in December.
 · New regulations effective September 3, 2005

2005
 · House Task Force recommended there be no Gaming Commission.
 · Excess Prize & Expense Project was initiated.

2006
 · House Task Force recommended there be no Gaming Commission.
 · Excess Prize & Expense Project was initiated.

2007-2009
 · Wright case settled. Wright banned from gaming in Alaska.
 · Permittees received \$311,415 during 2007, \$511,410 by the end of 2008, and \$565,580 by the end of 2009.

2008
 · New Statutes & regulations adopted.
 · Non bingo prize limit increased to \$2,000,000.

2009 Gaming Industry Facts and Trends

The Division presents data in this report based upon permittee and operator annual reports filed for the year ending December 31, 2009.

- ◆ Gross receipts is the amount collected for all chances to win a prize in a gaming activity and, for pull-tabs, include the dollar value of play-backs (winning pull-tabs which the player has returned to the seller in exchange for additional pull-tabs in lieu of receiving the prize in cash).
- ◆ Adjusted gross income means gross receipts less prizes awarded and federal and municipal taxes paid on gross receipts. Adjusted gross income is the amount available to pay gaming expenses and make distributions of net proceeds.
- ◆ Net proceeds means adjusted gross income less gaming expenses. Gaming expenses include the 3% pull-tab tax, permit fees, the 1% additional fee on permittee net proceeds (profits), and other reasonable and necessary expenses.
- ◆ The Division based the 2009 calendar year permittee data on 820 annual financial statements filed as of May 24, 2012. There are 285 annual reports outstanding.
- ◆ The division issued 15 MBP permits in 2008 and 15 in 2009. All MBPs filed their reports.
- ◆ The division issued 29 operator licenses in 2008 and all 27 filed their reports. In 2009 the division issued 26 operators licenses and all 26 of them filed their reports.
- ◆ Fees and taxes collected by the division:

	FY-10	FY-09
3% Tax on Pull-Tabs:	\$2,144,998	\$2,119,313
1% Additional Fee on Permittees' Gaming Profits:	320,149	339,885
Permit and License Fees:	144,135	129,930
	\$2,609,282	\$2,589,128
- ◆ Distributors reported \$1,995,957 of pull-tab tax paid for calendar year 2009.

2009 Division Concerns and Focus

Alaska's gaming laws limit the expenses that may be incurred under a gaming permit to ensure that permit holders receive at least the minimum financial benefit from their gaming activities. The Division, with help from the Department of Law, has committed substantial resources to bring the activities of Multiple-beneficiary Permit holders [MBPs] into compliance. The first step in the MBP program was to ensure that MBPs complied with minimum distribution requirements. The Division increased payment compliance, so there were no MBP deficits in 2001. The second step focused on MBP compliance with expense limitations. Continued enforcement of expense limitations in 2001 and 2002 resulted in one MBP entering an agreement to dedicate a percentage of net proceeds to the Alaska Children's Trust and another voluntarily closing its business in November 2003.

In 2003, two MBPs failed to meet the expense limitations and minimum payment distributions; one MBP failed to meet the expense limitation in 2004 and did not apply for a 2005 permit. Because of mitigating circumstances, the Division entered into an agreement with the other MBP allowing it to continue gaming during 2005 with the understanding that it would voluntarily dissolve, and the members would not apply for 2006 gaming permits, if the MBP remained out of compliance at the end of 2005. The MBP met the requirements of the agreement.

MBP compliance efforts continued in 2004 and 2005. Two MBPs were out of compliance in 2004, and both voluntarily discontinued gaming in 2005. Another MBP misallocated a substantial amount of net proceeds among the members and redistributed net proceeds during calendar years 2005-2008. In 2005, one MBP failed to meet bingo prize limitations and net proceeds payments. The MBP agreed to discontinue bingo operations in 2006, and to reduce future expense below the maximum, or the MBP and members would voluntarily discontinue all gaming. The MBP has controlled expenses and has a current permit. Two MBPs were out of compliance in 2007. One of these MBPs voluntarily discontinued its activities in November of 2007. The other MBP hired forensic auditors to review their operations, replaced its managers, and has a current permit.

During 2006, the Division initiated a program to bring self-directed permittees into compliance with prize and expense limitations. The Division entered into prize limitation compliance agreements with 25 permittees that exceeded the limits in 2003 and 2004, and in some cases, 2005. The Division began enforcement of expense limitations in late 2006. During 2007, the program was expanded to include the use of net proceeds, the method of pull-tab accounting and reporting for bingo and activities, and various other reporting requirements for those permittees who were out of compliance with the expense limits. Thirty-three letters were sent out to permittees that were out of compliance with expense limitations in 2003 and 2004; some of these were also out of compliance in 2005 and/or 2006. The permittees were required to comply with the expense limitations and reporting requirements in 2007 to avoid suspension or revocation of their permits. Five permittees received Notices of Revocation in 2008. One did not appeal and the revocation went into effect on June 28, 2008; revocations of the remaining four permittees were in appeals at the end of 2008. Action against another permittee was combined with a revocation sought by the Investigation Group of the Tax Division. An informal conference decision upheld the revocation of the permittee's pull-tab permit, effective October 15, 2009. Actions related to two permittees were delayed subject to other issues or complaints. In October, 2009, the Department issued a Notice of Suspension to one of the permittees. The suspension was under appeal at the end of 2009. There was insufficient evidence to pursue action against the other permittee. Three permittees either discontinued the non-compliant activity or did not renew their permits. One of these organizations is no longer in existence. The program will continue in 2010.

In 2006, the Division expanded its Online Permit And License system (OPAL) to include Gaming. 349 permittees applied online for 2007, 432 for 2008 and 398 in 2009.

Court Proceedings

State of Alaska vs. George Wright. George Wright, a licensed operator in Juneau, was issued notices of violation and immediate revocation for failure to pay the minimum amount of net proceeds for 2005 and failure to pay net proceeds for the first quarter of 2006. The notices were issued on April 7, 2006. Mr. Wright's bond was seized in November 2006, and was applied to the amount he owed to the authorizing permittees. The Department filed suit against Mr. Wright to recover the additional net proceeds owed to the authorizing permittees. The suit was settled in a manner to assure repayment of all monies, plus interest due to affected permittees, and results in a lifetime ban of Mr. Wright from participation in charitable gaming in the State. The total amount collected from the settlement on behalf of the permittees at December 31, 2007 was \$311,415. Payments continued in 2008. By the end of 2008, \$511,410 was collected and by the end of 2009, the entire \$565,580 was collected.

State of Alaska vs. Lloyd Reese. The Department filed an action in Anchorage Superior Court seeking to collect on amounts Mr. Reese underpaid his authorizing permittees during 1994-1997, when he was an operator. The Gaming Unit calculated that Mr. Reese owes more than \$500,000, plus interest. The case continued through 2005 and was finally resolved in 2006, with a settlement for \$112,500 [including his bond] that is secured by a confession of judgment from Mr. Reese for the entire \$500,000 if he defaults on the terms of the settlement. The agreement results in a lifetime ban of Mr. Reese from applying for a license in the State of Alaska. Reese paid the initial sum of \$100,000 in September of 2006. He was out of compliance at the end of 2008 and 2009.

Regulatory Actions

Thomas Worden, a licensed operator, was issued a Notice of Violation on February 27, 2006, for failure to pay minimum net proceeds to authorizing permittees for 2004 and failure to pay any net proceeds at all to authorizing permittees for the first quarter of 2005. The license was revoked on June 2, 2006, for continued failure to respond to Notices of Violation and a May 2006 Notice of Suspension for failures to report to permittees, to pay net proceeds to permittees, and to respond to the Department. The 2005 annual report was filed late and the 2005 CPA review is still delinquent. The operator will forfeit the entire \$100,000 bond to pay permittees net proceeds due them.

City of Eek. As part of the excess expense program started in 2006, the City of Eek was issued a Notice of Violation for multiple gaming violations from 2003 through 2006. The City was later issued A Notice of Revocation for failing to meet reporting requirements for its 2006 Amended Annual Financial Statement and for failing to file its 2007 Annual Financial Statement. The permit was revoked on June 28, 2008. The City did not apply for a 2009 permit.

Fraternal Order of Eagles Aerie 1037. As part of the excess expense program started in 2006, the Fraternal Order of Eagles Aerie 1037 was issued a Notice of Violation for multiple gaming violations from 2003 through 2006. The Eagles were later issued a Notice of Revocation for failure to file an amended 2006 Annual Financial Statement and for failure to report its 2007 gaming activities in compliance with statutes and regulations. The revocation, under appeal at the end of 2008, was upheld and became effective on January 15, 2009.

Veterans of Foreign Wars Post #9981. As part of the excess expense program started in 2006, Veterans of Foreign Wars Post #9981 was issued a Notice of Violation for multiple gaming violations from 2003 through 2006. The Post was issued a Notice of Revocation for failure to meet reporting requirements in its amended 2006 Annual Financial Statement and for failure to meet expense limitations and reporting requirements for 2007. The revocation, under appeal at the end of 2008, was upheld and became effective on June 29, 2009.

During the period of revocation, the Post started a raffle. The raffle was terminated and the purchase price of tickets sold was returned to the participants.

Alaska Native Brotherhood Grand Camp. As part of the excess expense program started in 2006, Alaska Native Brotherhood Grand Camp was issued a Notice of Violation for multiple gaming violations from 2003 through 2006. ANB Grand Camp was issued a Notice of Revocation for failure to meet reporting requirements in its 2006 Annual Financial Statement and for failure to meet expense limitations and reporting requirements for 2007. ANB Grand Camp submitted an untimely appeal and the revocation became effective on January 2, 2009.

Shishmaref Emergency Services. As part of the excess expense program started in 2006, Shishmaref Emergency Services was issued a Notice of Violation for multiple gaming violations from 2003 through 2006. Shishmaref Emergency Services was issued a Notice of Revocation for failure file an amended 2006 Annual Financial Statement and for failure to file a 2007 Annual Financial Statement. The revocation, under appeal at the end of 2008, was upheld and became effective on October 29, 2009.

Brevig Mission Traditional Council. As part of the excess expense program started in 2006, Brevig Mission Traditional Council was issued a Notice of Violation for multiple gaming violations from 2003 through 2006. Brevig Mission Traditional Council was issued a Notice of Suspension for failure to file an amended 2006 Annual Financial Statement, for failure to report bingo and pull-tabs using the accrual method of reporting and for failure to correct other reporting errors on its 2007 and 2008 Annual Financial Statements. The ten-month suspension was under appeal at the end of 2009.

Free Masons-Mt. Juneau Gastineau Lodge. The Department received information that the lodge was conducting a raffle without a permit. A Notice of Violation was issued on May 7, 2008 and the Lodge's application for a raffle permit was denied for a period of three months. They did not apply for a 2009 permit.

John Perry, Operator. A Notice of Violation and a Notice of Revocation were issued to the operator on September 25, 2009 for underpaying net proceeds to authorizing permittees in 2008. The Operator appealed the revocation; the appeal upheld a one-year revocation effective, October 19, 2009. The operator is restricted from applying for another license for a period of five years.

2009 Regulatory Actions

City of Kivalina. Investigation of a complaint revealed that City employees and direct family members were allowed to play pull-tabs using insider information. The City also conducted gaming activities while its permit was suspended and failed to comply with other regulations. A Notice of Revocation was issued in October 2008. Revocation of their pull-tab permit was upheld on appeal and became effective on October 15, 2009,

City of Nightmute. An investigation determined that the City of Nightmute exceeded expense limits for bingo and pull-tabs, gave inside information to family members, allowed sale of pull-tabs to individuals restricted from playing pull-tabs at their location, and frequently exceeded the monthly limit for bingo sessions. Notices of Violation and Suspension were issued in October, 2009. The 45-day suspension was not appealed and became effective on Nov. 5, 2009. The suspension required the City to meet specified conditions prior to resumption of gaming.

Chena Bingo. An inspection of the premises revealed that the permittee was drawing 50 bingo balls prior to the session, a form of bingo not allowed in Alaska. The department issued a Notice of Violation on October 26, 2009.

Bill McHenry, Operator. An employee of the Whaler bar, a gaming location of the operator, sold pull-tabs to a minor in September 2009, and again in October 2009. A Notice of Violation was issued for the illegal sale in September 2009. Notices of Violation and Suspension were issued for the October 2009 violation. The suspension was under appeal at the end of 2009.

Regulation Project and Other Developments

Regulation Projects

A regulation project, started in the summer of 2007, culminated in changes that became effective June 22, 2008. This project clarified (1) application procedures for permittees and for operator and distributor licenses, and (2) rules for coin boards, raffle ticket serial numbers, and the sale of bingo paper. Purchase inducement programs, in which a permittee or licensee agrees to buy pull-tabs exclusively from one distributor in exchange for some benefit, were prohibited, and provision of point of sale systems was limited. Members in charge, managers of gaming and operators are required to agree to a criminal history check, and the Department may require fingerprints from any of these individuals. The minimum age for a member in charge is 21 years old.

No regulation changes were made during 2009.

Other Developments

With new investigative positions authorized for tobacco enforcement, the Department formed a new Investigation Group in 2005. The Group is staffed with a Chief Investigator and four investigators, and investigates tobacco and gaming cases, as well as several other excise tax areas.

In 2007, Investigation had 780 gaming activities, including 171 gaming facility inspections, and 750 excise tax activities, throughout the state. Investigations continued in 2008. The investigators also help to educate the the public, licensees, permittees and businesses on gaming and tobacco statutes and regulations.

During 2009, investigators initiated action in two additional areas: (1) criminal background checks for members in charge and managers of gaming and (2) checking for underage pull-tab sales. Background checks resulted in replacement of six individuals holding these positions. Underage pull-tab sales inspections were conducted in 87 locations in the Anchorage bowl. Notices of Violation were issued to 28 locations for underage sales. One location was suspended for 30 days after its second violation. Compliance rates improved with subsequent inspections.

Key Contacts

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Department of Revenue's Tax Division Organization Chart

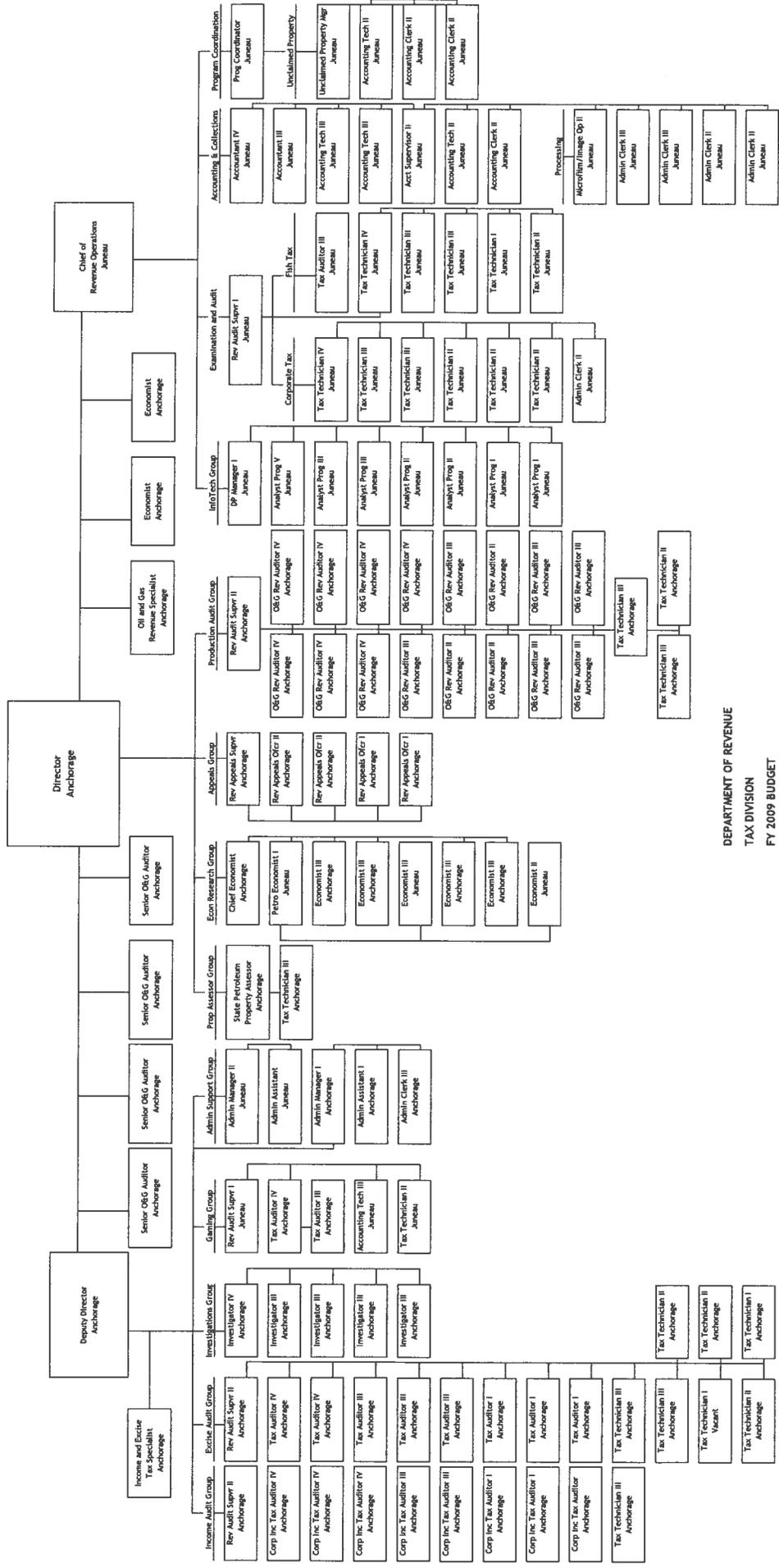


Table 1
Schedule of Charitable Gaming Activity

	2009 ⁽¹⁾		2008 ⁽²⁾	
	Amount	% Gross Receipts	Amount	% Gross Receipts
Gross Receipts	\$ 375,238,992		\$ 394,989,763	
Taxes ⁽⁴⁾	1,405,014	0.37%	1,128,289	0.29%
Prizes	<u>287,536,885</u>	76.63%	<u>300,817,089</u>	76.16%
Adjusted Gross Income	86,297,093		93,044,385	
Expenses	<u>53,818,701</u>	14.34%	<u>55,508,059</u>	14.05%
Net Proceeds	<u><u>32,478,392</u></u>	8.66%	<u><u>\$ 37,536,326</u></u>	9.50%

Breakdown of Expenses ⁽³⁾

	2009	2008
Rental of Facility	\$ 4,974,999	\$ 5,169,403
Other Facility Costs	2,627,428	2,933,333
Contract / Pro. Services	1,655,210	1,431,246
Accounting	1,245,148	1,199,258
Wages	15,998,211	15,963,685
Payroll Taxes	2,045,937	2,064,898
Operator Fee ⁽⁵⁾	3,393,493	4,232,088
Vendor Compensation	2,419,004	2,451,046
Cost of Games	10,569,869	10,672,229
Pull-Tab Tax Paid ⁽⁶⁾	1,838,113	1,966,489
Advertising	390,371	294,146
Equipment Purchases	516,793	623,006
Depreciation	42,185	51,917
Other Expenses ⁽⁷⁾	4,363,951	5,027,014
Door Prizes	<u>1,737,989</u>	<u>1,428,301</u>
Total Expenses	<u><u>\$ 53,818,701</u></u>	<u><u>\$ 55,508,059</u></u>

(1) Based on 820 permittee annual reports, 26 operator annual reports, 16 MBP annual reports filed with the division as of 5/24/2012.

(2) Based on 838 permittee annual reports, 27 operator annual reports, 15 MBP annual reports filed with the division as of 8/25/2010.

(3) Total Expenses as reported by permittees, operators and MBPs, prior to any limitations, except for operator fees.

(4) Reported taxes should include only the federal excise tax and municipal sales taxes on gross receipts.

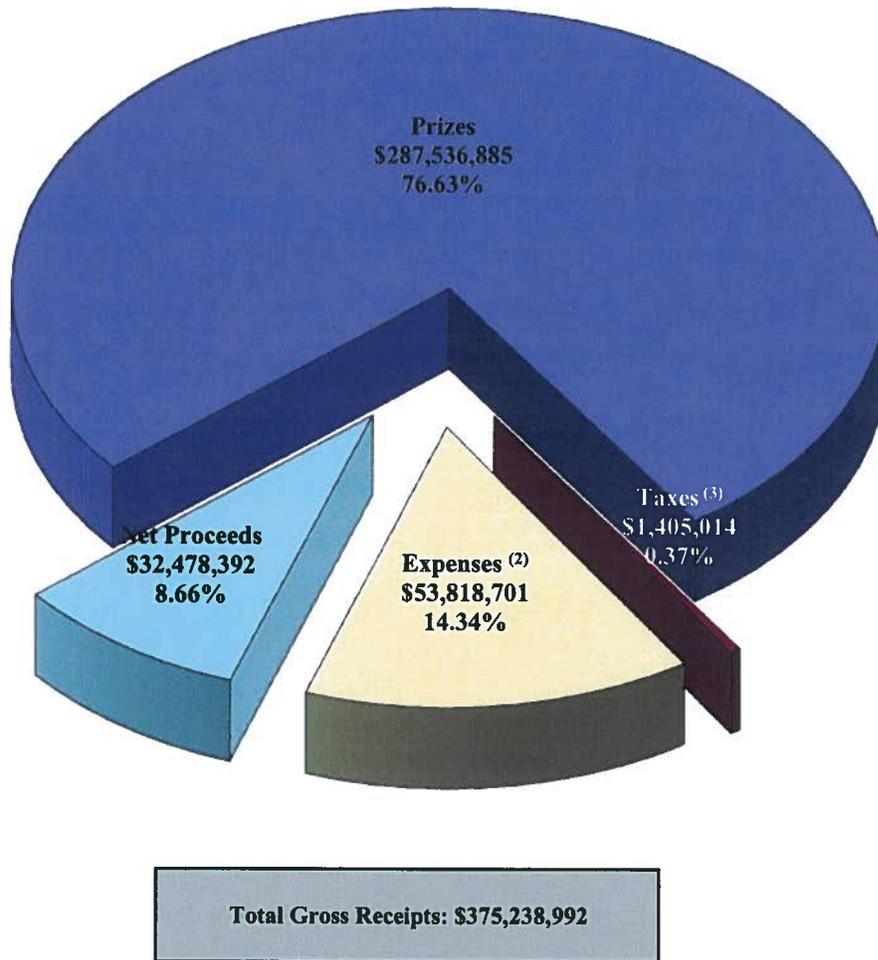
(5) Reported Operator fees have been reduced to reflect actual operator payments to permittees.

(6) The pull-tab tax paid represents the amounts reported by permittees, not amounts actually collected and remitted to the state by distributors.

(7) Other expenses include repairs and maintenance, insurance, utilities, depreciation, permittee fees, printing, shipping, supplies, travel and miscellaneous.

Table 2

**2009 Gross Receipts Distribution ⁽¹⁾
Percentage of Gross Receipts**



(1) Based on 820 permittee annual reports, 26 operator annual reports, 16 MBP annual reports filed with the division as of 5/24/2012.

(2) Total Expense reported on Schedule C, prior to any limitations, except for operator fees. Reported operator fees have been reduced to reflect actual operator payments to permittees.

(3) Reported taxes should include only the federal excise tax and municipal sales taxes on gross receipts.

Tables 3(a) & (b)
3(a) 2009 Activity by Business Classification ⁽¹⁾

	Permittees		Vendors		Operators ⁽³⁾		MBPs		Total	
	Amount	% Gross Receipts	Amount	% Gross Receipts	Amount	% Gross Receipts	Amount	% Gross Receipts	Amount	% Gross Receipts
Gross Receipts	\$ 171,979,463		\$ 37,770,680		\$ 87,867,850		\$ 77,620,999		\$ 375,238,992	
Taxes ⁽⁴⁾	619,018	0.35%	\$ 456,363	0.27%	285,574	0.35%	44,059	0.06%	1,405,014	0.37%
Prizes	130,465,668	75.48%	\$ 29,636,301	79.34%	67,981,635	77.26%	59,453,281	74.83%	287,536,885	76.63%
Adjusted Gross Income	40,894,777		\$ 7,678,016		19,600,641		18,123,659		86,297,093	
Expenses	22,981,461	13.37%	\$ 4,036,982	10.88%	14,350,135	16.36%	12,450,123	14.59%	53,818,701	14.34%
Net Proceeds	\$ 17,913,316	10.80%	\$ 3,641,034	9.51%	\$ 5,250,506	6.03%	\$ 5,673,536	10.52%	\$ 32,478,392	8.66%
		100.00%		100.00%		100.00%		100.00%		100.00%

Figure 3(b) 2008 Activity by Business Classification ⁽²⁾

	Permittees		Vendors		Operators ⁽³⁾		MBPs		Total	
	Amount	% Gross Receipts	Amount	% Gross Receipts	Amount	% Gross Receipts	Amount	% Gross Receipts	Amount	% Gross Receipts
Gross Receipts	\$ 185,285,824		\$ 40,020,981		\$ 92,009,013		\$ 77,673,945		\$ 394,989,763	
Taxes ⁽⁴⁾	645,781	0.29%	109,236	0.57%	323,448	0.36%	49,824	0.04%	1,128,289	0.29%
Prizes	139,855,142	75.76%	31,750,753	78.87%	71,088,859	77.17%	58,122,335	75.43%	300,817,089	76.16%
Adjusted Gross Income	44,784,901		8,160,992		20,596,706		19,501,786		93,044,385	
Expenses	24,766,889	13.62%	4,353,965	10.80%	15,053,590	16.41%	11,333,615	14.76%	55,508,059	14.05%
Net Proceeds	\$ 20,018,012	10.33%	\$ 3,807,027	9.76%	\$ 5,543,116	6.06%	\$ 8,168,171	9.77%	\$ 37,536,326	9.50%
		100.00%		100.00%		100.00%		100.00%		100.00%

(1) Based on 820 permittee annual reports, 26 operator annual reports, 16 MBP annual reports filed with the division as of 5/24/2012.

(2) Based on 838 permittee annual reports, 27 operator annual reports, 15 MBP annual reports filed with the division as of 8/25/2010.

(3) Reported Operator fees have been reduced to reflect actual operator payments to permittees.

(4) Reported taxes should include only the federal excise tax and municipal sales taxes on gross receipts.

Table 4
2009 Expenses by Business Classification ⁽¹⁾

	Permittees	Vendors	Operators	MBPs	Totals
Rental of Facility	\$ 1,852,691	\$ -	\$ 1,692,283	\$ 1,430,025	\$ 4,974,999
Other Facility Costs	1,349,506	-	473,566	804,356	\$ 2,627,428
Contract / Pro. Services	548,632	-	752,517	354,061	\$ 1,655,210
Accounting	834,610	-	229,269	181,269	\$ 1,245,148
Wages	8,150,317	-	3,559,067	4,288,827	\$ 15,998,211
Payroll Taxes	1,267,582	-	350,560	427,795	\$ 2,045,937
Operator Fee ⁽²⁾	-	-	3,393,493	-	\$ 3,393,493
Vendor Compensation	-	2,320,835	-	98,169	\$ 2,419,004
Cost of Games	4,782,681	1,184,724	2,412,437	2,190,027	\$ 10,569,869
Pull-Tab Tax Paid	802,464	223,334	476,117	336,198	\$ 1,838,113
Depreciation	42,185	-	-	-	\$ 42,185
Advertising	186,163	-	99,718	104,490	\$ 390,371
Equipment Purchases	303,457	-	11,987	201,349	\$ 516,793
Other Expenses ⁽³⁾	2,350,266	308,089	565,716	1,139,880	\$ 4,363,951
Door Prizes	510,907	-	333,405	893,677	\$ 1,737,989
Total	\$ 22,981,461	\$ 4,036,982	\$ 14,350,135	\$ 12,450,123	\$ 53,818,701

(1) Based on 820 permittee annual reports, 26 operator annual reports, 16 MBP annual reports filed with the division as of 5/24/2012.

(2) Total Expense reported on Schedule C, prior to any limitations, except for operator fees. Reported operator fees have been reduced to reflect actual operator payments to permittees.

(3) Other expenses include repairs and maintenance, insurance, utilities, permittee fees, printing, shipping, supplies, travel and miscellaneous.

Tables 5(a) & (b)

5(a) Activity by Game Type ⁽¹⁾

Game Type	Gross Receipts	Taxes ⁽²⁾	Prizes	Adjusted Gross Income	Expenses ⁽³⁾	Net Proceeds
Pull tabs	\$ 289,515,680	\$ 1,327,855	\$ 228,318,454	\$ 59,869,371	\$ 36,531,570	\$ 23,337,801
Bingo	70,649,229	50,479	51,778,641	18,820,109	15,137,385	3,682,724
Raffle or Lottery	12,655,109	25,963	5,939,255	6,689,891	1,260,552	5,429,339
Fish Derby	998,432	92	553,946	444,394	262,334	182,060
Ice Classic	600,794	0	289,714	311,080	279,674	31,406
Contest of Skill	425,145	0	391,621	33,524	234,297	(200,773)
Calcutta Pool	49,131	0	56,527	(7,396)	2,211	(9,607)
Animal Classic	251,637	625	156,235	94,777	56,436	38,341
Snow Machine Classic	0	0	0	0	0	0
Dog Musher Contest	16,656	0	30,359	(13,703)	8,926	(22,629)
Race Classic	76,467	0	21,953	54,514	45,291	9,223
Canned Salmon Classic	0	0	0	0	0	0
Sale of Equipment	0	0	0	0	0	0
Salmon Classic	0	0	0	0	0	0
Rain Classic	712	0	180	532	25	507
Goose Classic	0	0	0	0	0	0
Deep Freeze Classic	0	0	0	0	0	0
Total	\$ 375,238,992	\$ 1,405,014	\$ 287,536,885	\$ 86,297,093	\$ 53,818,701	\$ 32,478,392

5(b) Activity by Business Classification (Pull-tabs, Bingo and Raffle or Lottery) ⁽¹⁾

Pull-Tabs						
Permittee	\$ 131,878,522	\$ 545,661	\$ 104,202,415	\$ 27,130,446	\$ 16,051,379	\$ 11,079,067
MBP	48,590,244	44,059	38,724,051	9,822,134	5,905,566	3,916,568
Vendor	37,770,680	456,363	29,636,301	7,678,016	4,036,982	3,641,034
Operator ⁽⁴⁾	71,276,234	281,772	55,755,687	15,238,775	10,537,643	4,701,132
Total	\$ 289,515,680	\$ 1,327,855	\$ 228,318,454	\$ 59,869,371	\$ 36,531,570	\$ 23,337,801
Bingo						
Permittee	\$ 27,206,628	\$ 50,479	\$ 20,487,767	\$ 6,668,382	\$ 5,291,916	\$ 1,376,466
MBP	28,936,788	0	20,593,762	8,343,026	6,531,554	1,811,472
Operator ⁽⁴⁾	14,505,813	0	10,697,112	3,808,701	3,313,915	494,786
Total	\$ 70,649,229	\$ 50,479	\$ 51,778,641	\$ 18,820,109	\$ 15,137,385	\$ 3,682,724
Raffles and Lotteries						
Permittee	10,811,643	\$ 22,161	\$ 4,518,225	\$ 6,271,257	\$ 817,515	\$ 5,453,742
MBP	93,967	0	135,468	(41,501)	13,003	(54,504)
Operator ⁽⁴⁾	1,749,499	3,802	1,285,562	460,135	430,034	30,101
Total	\$ 12,655,109	\$ 25,963	\$ 5,939,255	\$ 6,689,891	\$ 1,260,552	\$ 5,429,339

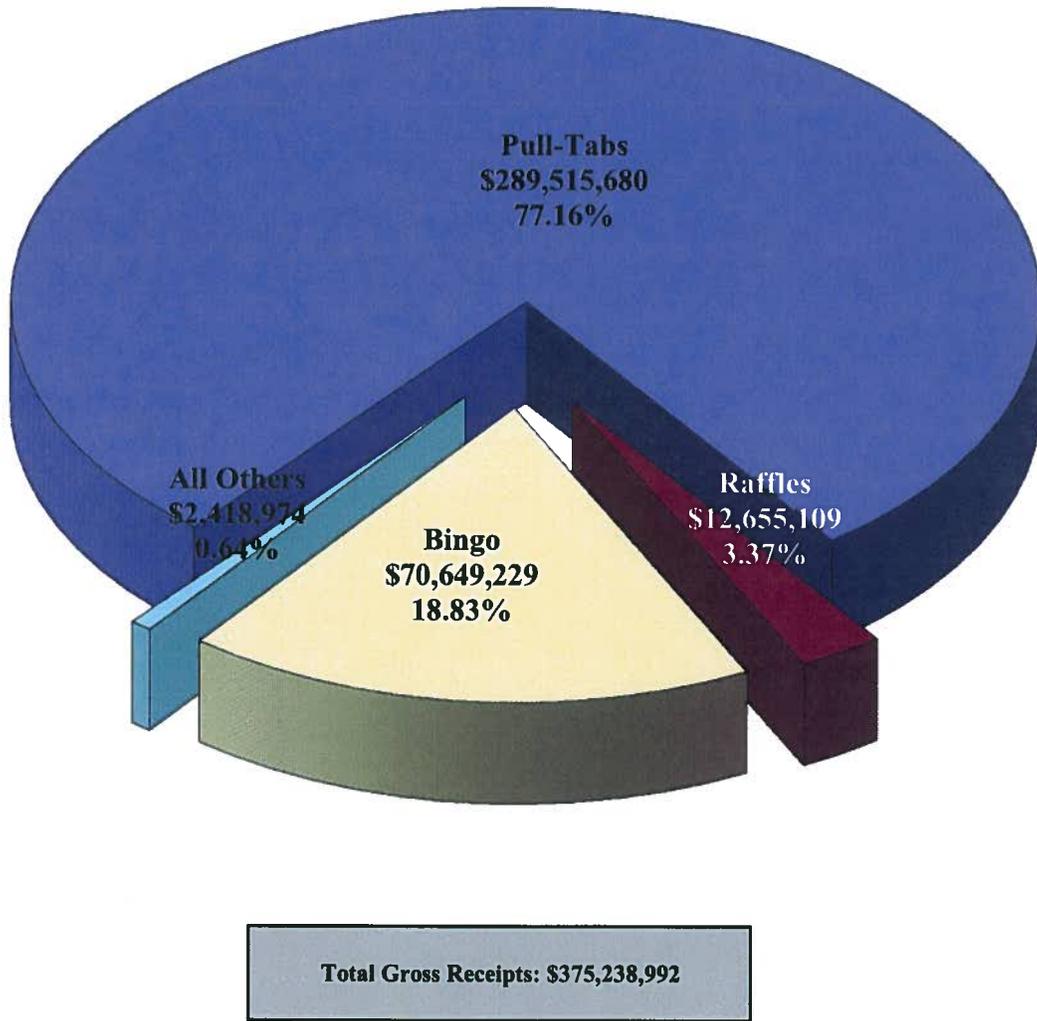
(1) Based on 820 permittee annual reports, 26 operator annual reports, 16 MBP annual reports filed with the division as of 5/24/2012.

(2) Reported taxes should include only the federal excise tax and municipal sales taxes on gross receipts.

(3) Total Expenses as reported, by permittees, operators and MBPs, prior to any limitations, except for operator fees.

(4) Reported operator fees have been reduced to reflect actual operator payments to permittees.

Table 6
2009 Gross Receipts by Game Type⁽¹⁾
Percentage of Gross Receipts



(1) Based on 820 permittee annual reports, 26 operator annual reports, 16 MBP annual reports filed with the division as of 5/24/2012.

Tables 7(a) & (b)

7(a) 2009 Permittee Self-Directed Activity by Game Type ⁽¹⁾

<u>Game Type</u>	<u>Gross Receipts</u>	<u>Taxes⁽³⁾</u>	<u>Prizes</u>	<u>Adjusted Gross Income</u>	<u>Expenses⁽²⁾</u>	<u>Net Proceeds</u>
Pull-Tab	\$ 131,878,522	\$ 545,661	\$ 104,202,415	\$ 27,130,446	\$ 16,051,379	\$ 11,079,067
Bingo	27,206,628	50,479	20,487,767	6,668,382	5,291,916	1,376,466
Raffle or Lottery	10,811,643	22,161	4,518,225	6,271,257	817,515	5,453,742
Fish Derby	892,927	92	466,907	425,928	245,984	179,944
Ice Classic	600,794	0	289,714	311,080	279,674	31,406
Contest of Skill	425,145	0	391,621	33,524	234,297	(200,773)
Calcutta Pool	49,131	0	56,527	(7,396)	2,211	(9,607)
Dog Musher Contest	16,656	0	30,359	(13,703)	8,926	(22,629)
Snow Machine Classic	0	0	0	0	0	0
Animal Classic	20,838	625	0	20,213	4,243	15,970
Sale of Equipment	0	0	0	0	0	0
Canned Salmon Classic	0	0	0	0	0	0
Race Classic	76,467	0	21,953	54,514	45,291	9,223
Salmon Classic	0	0	0	0	0	0
Rain Classic	712	0	180	532	25	507
Goose Classic	0	0	0	0	0	0
Deep Freeze Classic	0	0	0	0	0	0
Total	\$ 171,979,463	\$ 619,018	\$ 130,465,668	\$ 40,894,777	\$ 22,981,461	\$ 17,913,316
	% of Gross Receipts	0.36%	75.86%		13.36%	10.42%

7(b) 2009 Permittee Vendor Activity

<u>Game Type</u>	<u>Gross Receipts</u>	<u>Taxes⁽³⁾</u>	<u>Prizes</u>	<u>Adjusted Gross Income</u>	<u>Expenses⁽²⁾</u>	<u>Net Proceeds</u>
Pull-Tab	\$ 37,770,680	\$ 456,363	\$ 29,636,301	\$ 7,678,016	\$ 4,036,982	\$ 3,641,034
	% of Gross Receipts	1.21%	78.46%		10.69%	9.64%

(1) Based on 820 permittee annual reports filed with the division as of 5/24/2012.

(2) Total Expense as reported, prior to any limitations.

(3) Reported Taxes should include only the federal excise tax and municipal sales taxes on gross receipts.

Tables 8(a) & (b)

8(a) 2009 Operator Activity by Game Type ⁽¹⁾

	<u>Pull-Tab</u>	<u>Bingo</u>	<u>Raffle</u>	<u>Animal Classic</u>	<u>Fish Derby</u>	<u>Total</u>
Gross Receipts	\$ 71,276,234	\$ 14,505,813	\$ 1,749,499	\$ 230,799	\$ 105,505	\$ 87,867,850
Taxes ⁽²⁾	281,772	0	3,802	0	0	\$ 285,574
Prizes	55,755,687	10,697,112	1,285,562	156,235	87,039	\$ 67,981,635
Adjusted Gross Income	15,238,775	3,808,701	460,135	74,564	18,466	\$ 19,600,641
Expenses	10,537,643	3,313,915	430,034	52,193	16,350	\$ 14,350,135
Net Proceeds	\$ 4,701,132	\$ 494,786	\$ 30,101	\$ 22,371	\$ 2,116	\$ 5,250,506

8(b) Breakdown of Expenses ⁽³⁾

	<u>Pull-Tab</u>	<u>Bingo</u>	<u>Raffle</u>	<u>Animal Classic</u>	<u>Fish Derby</u>	<u>Total</u>
Rental of Facility	\$ 1,225,994	\$ 430,859	\$ 25,953	\$ 3,477	\$ 6,000	\$ 1,692,283
Other Facility Costs	325,560	138,002	7,786	2,218	-0-	\$ 473,566
Contract / Pro. Services	503,590	119,101	125,558	4,268	-0-	\$ 752,517
Accounting	179,597	42,757	5,362	493	1,060	\$ 229,269
Wages	2,558,461	870,499	112,282	17,825	-0-	\$ 3,559,067
Payroll Taxes	254,566	85,682	8,636	1,676	-0-	\$ 350,560
Operator Fee ⁽⁴⁾	2,676,043	626,707	61,055	20,688	9,000	\$ 3,393,493
Cost of Pull-tab Games	1,829,651	-0-	-0-	-0-	-0-	\$ 1,829,651
Pull-Tab Tax Paid	476,117	-0-	-0-	-0-	-0-	\$ 476,117
Cost of Bingo Cards	-0-	582,786	-0-	-0-	-0-	\$ 582,786
Advertising	18,188	9,753	71,563	214	-0-	\$ 99,718
Equipment Purchases	7,315	500	4,172	-0-	-0-	\$ 11,987
Other Expenses ⁽⁵⁾	374,743	181,682	7,667	1,334	290	\$ 565,716
Door Prizes	107,818	225,587	-0-	-0-	-0-	\$ 333,405
Total Expenses	\$ 10,537,643	\$ 3,313,915	\$ 430,034	\$ 52,193	\$ 16,350	\$ 14,350,135

(1) Based on 26 operator annual reports filed with the division as of 5/23/2012.

(2) Reported taxes should include only the federal excise tax and municipal sales taxes on gross receipts.

(3) Total Expenses as reported, prior to any limitations, except for operator fees.

(4) Reported Operator fees have been reduced to reflect actual operator payments to permittees.

(5) Other expenses include repairs and maintenance, insurance, utilities, depreciation, printing, shipping, supplies, travel and miscellaneous.

Tables 9(a) & (b)

9(a) 2009 Multiple-Beneficiary Permittee Activity by Game Type ⁽¹⁾

	<u>Pull-Tab</u>	<u>Bingo</u>	<u>Raffle</u>	<u>Total</u>
Gross Receipts	\$ 48,590,244	\$ 28,936,788	\$ 93,967	\$ 77,620,999
Taxes ⁽²⁾	44,059	0	0	44,059
Prizes	38,724,051	20,593,762	135,468	59,453,281
Adjusted Gross Income	9,822,134	8,343,026	(41,501)	18,123,659
Expenses ⁽³⁾	5,905,566	6,531,554	13,003	12,450,123
Net Proceeds	\$ 3,916,568	\$ 1,811,472	\$ (54,504)	\$ 5,673,536

9(b) Expense Detail ⁽³⁾

	<u>Pull-Tab</u>	<u>Bingo</u>	<u>Raffle</u>	<u>Total</u>
Rental of Facility	\$ 690,740	\$ 739,000	285	\$ 1,430,025
Other Facility Costs	308,387	491,517	4,452	804,356
Contract / Pro. Services	168,604	185,457	0	354,061
Accounting	105,188	76,081	0	181,269
Wages	2,232,389	2,056,438	0	4,288,827
Payroll Taxes	218,577	209,218	0	427,795
Vendor Expenses	177,784		0	177,784
Cost of Games	1,146,255	1,016,479	0	2,162,734
Pull-Tab Tax Paid	326,292		0	326,292
Advertising	26,139	74,519	3,832	104,490
Equipment Purchases	17,298	184,051	0	201,349
Other Expenses	359,268	733,762	4,434	1,097,464
Door Prizes	128,645	765,032	0	893,677
Total Expenses	\$ 5,905,566	\$ 6,531,554	\$ 13,003	\$ 12,450,123

(1) Based on 16 MBP annual reports filed with the division as of 7/25/2012. Does not include MBP Vendor Activity.

(2) Reported taxes should include only the federal excise tax and municipal sales taxes on gross receipts.

(3) Total Expense reported on Schedule C, prior to any limitations.

(4) Other expenses include repairs and maintenance, insurance, utilities, depreciation, permittee fees, printing, shipping, supplies, travel and miscellaneous.

Tables 10 (a) & (b)

10(a) 2009 Permittee Self-Directed Activity⁽¹⁾

	<u>Amount</u>	<u>% Gross Receipts</u>
Gross Receipts	\$ 171,979,463	
Taxes ⁽²⁾	619,018	0.36%
Prizes	<u>130,465,668</u>	75.86%
Adjusted Gross Income	40,894,777	
Expenses	<u>22,981,461</u>	13.36%
Net Proceeds	<u>\$ 17,913,316</u>	10.42%
		100.00%

10(b) Expense Detail⁽³⁾

	<u>Amount</u>	<u>% Expenses</u>
Rental of Facility	\$ 1,852,691	8.06%
Other Facility Costs	1,349,506	5.87%
Contract / Pro. Services	548,632	2.39%
Accounting	834,610	3.63%
Wages	8,150,317	35.47%
Payroll Taxes	1,267,582	5.52%
Cost of Pull-tab Games	4,575,166	19.91%
Pull-Tab Tax Paid	802,464	3.49%
Cost of Bingo Cards	207,515	0.90%
Advertising	186,163	0.81%
Equipment Purchases	303,457	1.32%
Other Expenses ⁽⁴⁾	2,350,266	10.23%
Door Prizes	510,907	2.22%
Depreciation	<u>42,185</u>	0.18%
Total Expenses	<u>\$ 22,981,461</u>	100.00%

(1) Based on 820 permittee annual reports filed with the division as of 5/24/2012.

(2) Reported taxes should include only the federal excise tax and municipal sales taxes on gross receipts.

(3) Total Expense reported on Schedule C, prior to any limitations.

(4) Other expenses include repairs and maintenance, insurance, utilities, depreciation, permittee fees, printing, shipping, supplies, travel and miscellaneous.

Tables 11(a) & (b)
11(a) 2009 Operator Activity ⁽¹⁾

	<u>Amount</u>	<u>% Gross Receipts</u>
Gross Receipts	\$ 87,867,850	
Taxes ⁽²⁾	285,574	0.35%
Prizes	<u>67,981,635</u>	77.26%
Adjusted Gross Income	19,600,641	
Expenses	<u>14,350,135</u>	16.36%
Net Proceeds	<u>\$ 5,250,506</u>	6.03%
		0.00%

11(b) Expense Detail ⁽³⁾

	<u>Amount</u>	<u>% Expenses</u>
Rental of Facility	\$ 1,692,283	11.79%
Other Facility Costs	473,566	3.30%
Contract / Pro. Services	752,517	5.24%
Accounting	229,269	1.60%
Wages	3,559,067	24.80%
Payroll Taxes	350,560	2.45%
Operator Fee ⁽⁴⁾	3,393,493	23.65%
Cost of Games	2,412,437	16.81%
Pull-Tab Tax Paid	476,117	3.32%
Advertising	99,718	0.70%
Equipment Purchases	11,987	0.08%
Other Expenses ⁽⁵⁾	565,716	3.94%
Door Prizes	<u>333,405</u>	2.32%
Total Expenses	<u>\$ 14,350,135</u>	100.00%

(1) Based on 26 operator annual reports filed with the division.

(2) Reported taxes should include only the federal excise tax and municipal sales taxes on gross receipts.

(3) Total Expense reported on Schedule C, prior to any limitations, except for operator fees.

(4) Reported Operator fees have been reduced to reflect actual operator payments to permittees.

(5) Other expenses include repairs and maintenance, insurance, utilities, depreciation, printing, shipping, supplies, travel and miscellaneous.

Tables 12(a) & (b)

12(a) 2009 Multiple-Beneficiary Permittee Activity ⁽¹⁾

	<u>Amount</u>	<u>% Gross Receipts</u>
Gross Receipts	\$ 77,620,999	
Taxes ⁽²⁾	44,059	0.04%
Prizes	<u>59,453,281</u>	75.43%
Adjusted Gross Income	18,123,659	
Expenses	<u>12,450,123</u>	14.76%
Net Proceeds	<u>\$ 5,673,536</u>	9.77%
		100.00%

12(b) Expense Detail ⁽³⁾

	<u>Amount</u>	<u>% Expenses</u>
Rental of Facility	\$ 1,430,025	11.48%
Other Facility Costs	804,356	6.46%
Contract / Pro. Services	354,061	2.84%
Accounting	181,269	1.45%
Wages	4,288,827	34.45%
Payroll Taxes	427,795	3.44%
Cost of Games	2,190,027	17.59%
Pull-Tab Tax Paid	336,198	2.70%
Vendor Compensation	98,169	0.79%
Advertising	104,490	0.84%
Equipment Purchases ⁽⁴⁾	201,349	1.62%
Other Expenses	1,139,880	9.16%
Door Prizes	<u>893,677</u>	7.18%
Total Expenses	<u>\$ 12,450,123</u>	100.00%

(1) Based on 16 MBP annual reports filed with the division

(2) Reported taxes should include only the federal excise tax and municipal sales taxes on gross receipts.

(3) Total Expense as reported prior to any limitations.

(4) Other expenses include repairs and maintenance, insurance, utilities, permittee fees, printing, shipping, supplies, travel and miscellaneous.

Table 13
2009 Activity by Organization Type⁽¹⁾

<u>Organization Type</u>	<u>Gross Receipts</u>	<u>Taxes</u> ⁽²⁾	<u>Prizes</u>	<u>Adjusted Gross Income</u>	<u>Expenses</u> ⁽³⁾	<u>Net Proceeds</u>
Charitable	\$ 94,132,943	\$ 255,584	\$ 70,522,192	\$ 23,355,167	\$ 14,803,796	\$ 8,551,371
Civic or Service	60,282,962	166,644	45,483,289	14,633,029	8,797,879	5,835,150
Educational	59,297,239	177,503	45,422,418	13,697,318	8,676,447	5,020,871
IRA/Native Village	38,075,728	124,185	29,395,014	8,556,529	5,647,211	2,909,318
Veterans	33,449,815	238,135	26,883,563	6,328,117	3,542,255	2,785,862
Municipality	27,920,004	16,654	21,649,445	6,253,905	3,847,393	2,406,512
Fraternal	21,032,660	315,084	16,272,127	4,445,449	2,689,514	1,755,935
Nonprofit Trade Assn	14,035,376	51,869	11,010,422	2,973,085	1,758,569	1,214,516
Dog Musers' Assn	10,326,724	16,293	8,378,269	1,932,162	1,401,981	530,181
Police or Fire Dept	8,985,399	37,386	6,974,652	1,973,361	1,352,886	620,475
Religious	6,053,725	2,655	4,447,576	1,603,494	1,037,188	566,306
Labor	885,865	1,684	600,690	283,491	120,248	163,243
Political	561,541	1,338	395,453	164,750	95,197	69,553
Fishing Derby Assn	199,011	0	101,775	97,236	48,137	49,099
Total	\$ 375,238,992	\$ 1,405,014	\$ 287,536,885	\$ 86,297,093	\$ 53,818,701	\$ 32,478,392

(1) Based on 820 permittee annual reports, 26 operator annual reports, 16 MBP annual reports filed with the division as of 5/24/2012.

(2) Reported taxes should include only the federal excise tax and municipal sales taxes on gross receipts.

(3) Total Expense as reported prior to any limitations, except for operator fees. Reported operator fees have been reduced to reflect actual operator payments to permittees.

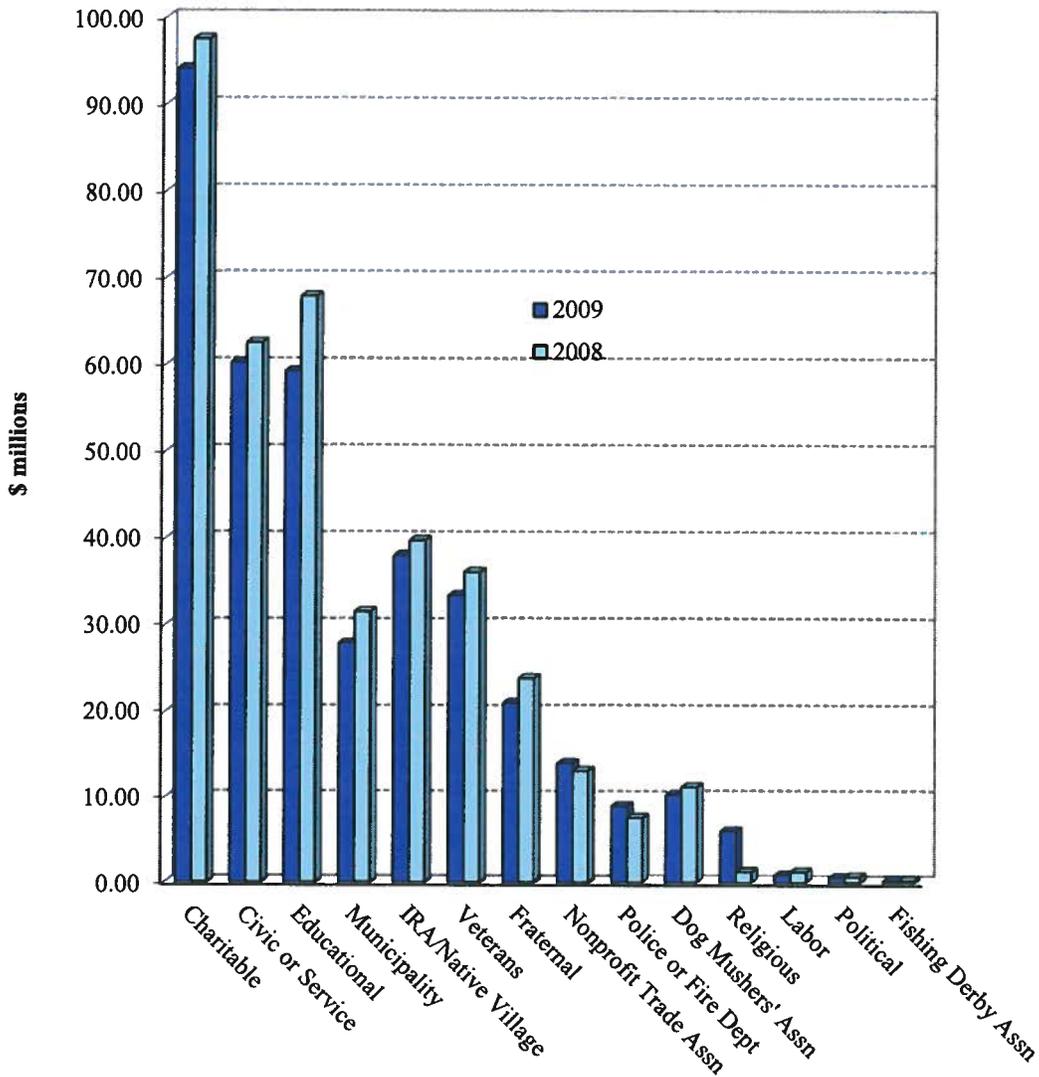
Table 14
Gross Receipts from Gaming by Organization Type

<u>Organization Type</u>	<u>2009</u> ⁽¹⁾		<u>2008</u> ⁽²⁾
	<u>Gross Receipts</u>		<u>Gross Receipts</u>
Charitable	\$ 94,132,943	Charitable	\$ 97,543,507
Civic or Service	60,282,962	Civic or Service	62,600,106
Educational	59,297,239	Educational	67,959,257
IRA/Native Village	38,075,728	IRA/Native Village	39,806,507
Veterans	33,449,815	Municipality	36,163,938
Municipality	27,920,004	Veterans	31,559,027
Fraternal	21,032,660	Fraternal	23,898,607
Nonprofit Trade Association	14,035,376	Nonprofit Trade Association	13,172,775
Dog Musers' Association	10,326,724	Dog Musers' Association	11,271,685
Police or Fire Dept	8,985,399	Police or Fire Dept	7,624,160
Religious	6,053,725	Religious	1,245,515
Labor	885,865	Labor	1,252,444
Political	561,541	Political	685,932
Fishing Derby Association	<u>199,011</u>	Fishing Derby Association	<u>206,303</u>
Total	<u>\$ 375,238,992</u>	Total	<u>\$ 394,989,763</u>

(1) Based on 820 permittee annual reports, 26 operator annual reports, 16 MBP annual reports filed with the division.

(2) Based on 838 permittee annual reports, 27 operator annual reports, 15 MBP annual reports filed with the division.

Table 15
Gross Receipts by Organization Type



Gross Receipts
2009 - \$375,238,992
2008 - \$394,989,763

Tables 16(a) & (b)

16(a) Licensed Operators

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Anchorage	8	8	10	9	7	4	5	7	7	8	6
Bethel	1	1	1	1	1	1	1	1	1	1	2
Craig	2	2	2	2	2	2	3	3	3	3	3
Eagle River	1	1	0	0	0	0	0	0	0	0	0
Fairbanks	4	6	6	6	5	5	6	7	6	4	4
Juneau	1	1	1	1	1	1	2	1	1	1	1
Ketchikan	4	4	4	4	4	4	5	5	5	4	3
Nome	1	1	1	1	1	2	2	2	2	2	2
North Pole	1	0	0	0	0	1	1	0	0	1	1
Palmer	1	1	2	1	0	0	0	0	0	0	0
Petersburg	1	1	1	1	1	1	1	1	1	1	1
Valdez	0	0	0	0	0	0	0	0	0	0	1
Wasilla	1	2	1	1	1	1	1	0	0	0	0
Total	<u>26</u>	<u>28</u>	<u>29</u>	<u>27</u>	<u>23</u>	<u>22</u>	<u>27</u>	<u>27</u>	<u>26</u>	<u>25</u>	<u>24</u>

16(b) Licensed Distributors

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Anchorage	7	2	6	2	2	3	4	3	3	5	5
Fairbanks	4	3	5	4	4	3	3	4	4	2	2
Juneau	3	2	3	2	2	3	2	2	2	2	2
Ketchikan	3	2	3	1	1	1	1	1	1	1	1
Kodiak	1	0	0	0	0	0	0	0	0	0	0
Sitka	2	1	2	1	1	1	1	1	1	1	1
Soldotna	2	1	1	1	1	1	1	1	1	1	1
Kent	1	1	1	0	0	0	0	0	0	0	0
Total	<u>23</u>	<u>12</u>	<u>21</u>	<u>11</u>	<u>11</u>	<u>12</u>	<u>13</u>	<u>13</u>	<u>13</u>	<u>13</u>	<u>14</u>

Tables 17(a) & (b)

17(a) 2009 Registered Vendors and Locations

<u>City</u>	<u>Vendors</u>	<u>City</u>	<u>Vendors</u>
Anchor Point	1	King Salmon	1
Anchorage	48	Kodiak	2
Big Lake	5	Manley Hot Springs	1
Cantwell	-	Moose Creek	1
Chitina	2	Naknek	3
Chugiak	2	Nenana	3
Clam Gulch	2	Nikiski	3
Clear	1	Nome	7
Cooper Landing	-	North Pole	4
Copper Center	3	Northway	1
Cordova	2	Palmer	4
Craig	1	Petersburg	1
Delta Junction	3	Salcha	3
Dutch Harbor	3	Seldovia	1
Eagle River	2	Seward	4
Ester	1	Sitka	4
Fairbanks	24	Soldotna	7
Galena	1	Sterling	1
Glennallen	1	Talkeetna	3
Haines	4	Tok	3
Homer	7	Trapper Creek	1
Hoonah	1	Unalaska	-
Houston	4	Valdez	6
Indian	1	Wasilla	11
Juneau	8	Whittier	2
Kasilof	-	Willow	3
Kenai	6	Wrangell	3
Ketchikan	6	Yakutat	3
King Cove	1		
	<u>140</u>		<u>86</u>

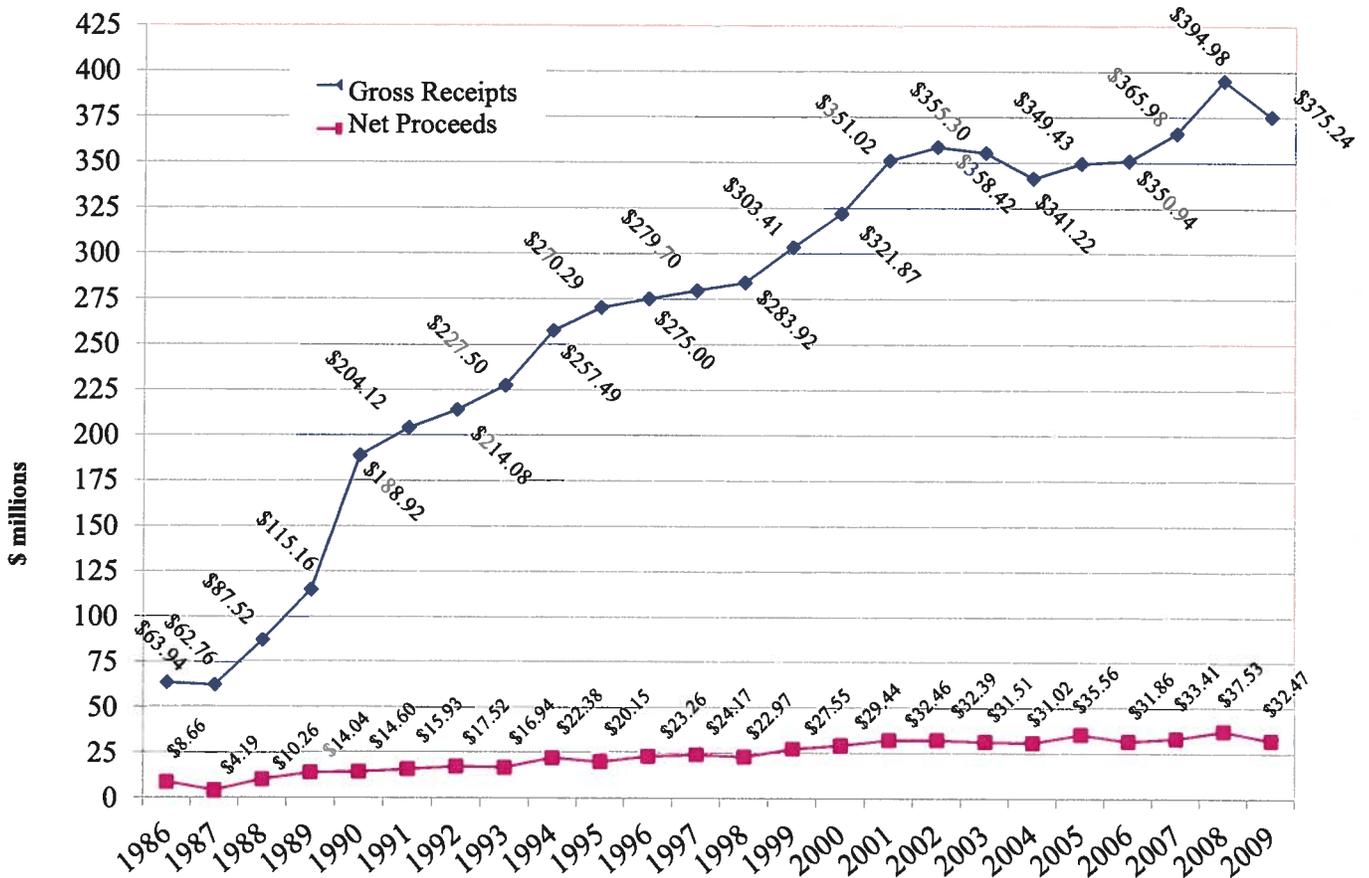
Total Vendors in 2009 226

Total Vendors in 2008 232

17(b) Multiple-Beneficiary Permittees and Locations

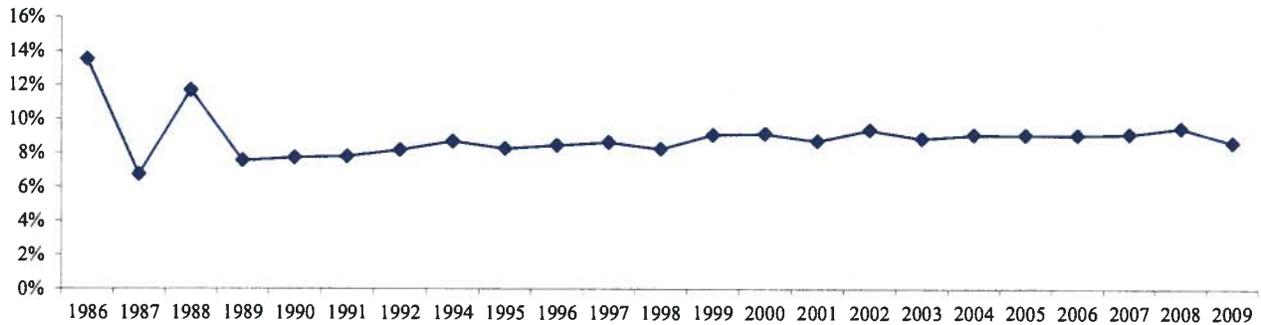
<u>City</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Anchorage	5	5	5	4	6	6	5
Douglas	1	1	1	1	1	1	0
Fairbanks	4	3	3	3	2	2	3
Homer	0	0	0	0	0	1	1
Juneau	1	1	1	2	2	2	3
Kenai	1	1	2	2	3	2	3
Kodiak	3	3	2	2	2	2	2
Soldotna	1	1	1	1	0	1	0
Wasilla	0	0	1	1	0	0	0
Total MBPs	<u><u>16</u></u>	<u><u>15</u></u>	<u><u>16</u></u>	<u><u>16</u></u>	<u><u>16</u></u>	<u><u>17</u></u>	<u><u>17</u></u>

Tables 18(a) & (b)
18(a) Annual Gross Receipts and Net Proceeds



Pull-Tabs were legalized and prize limits increased in 1988.

18(b) Net Proceeds as a Percentage of Gross Receipts



Tables 19(a) & (b)

19(a) Annual Adjusted Gross Income and Net Proceeds



This chart illustrates the impact of prizes on net proceeds. The space between gross receipts and adjusted gross income represents prizes and taxes on gross receipts, with taxes accounting for less than 1/2 of 1 percent of the total taxes and prizes. Adjusted gross income is the amount of money available to pay gaming expenses and make distributions of net proceeds.

19(b) Net Proceeds as a Percentage of Adjusted Gross Income

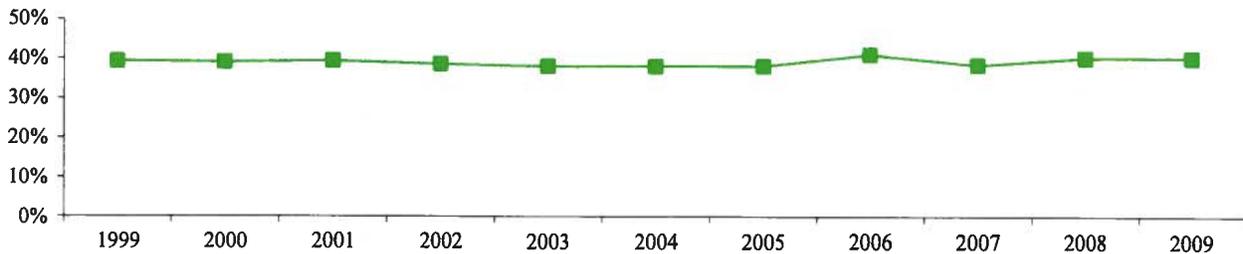


Table 20
Annual Gross Receipts, Prizes, Expenses, Taxes and Net Proceeds

