

Groups that provide a facility for public use may be eligible to use gaming proceeds for the purchase, rental, capital, leasehold, and operating costs of the facility. AGLC may approve the use of gaming proceeds to purchase or construct a facility for the delivery of charitable programs. Charitable Gaming Policies Handbook 5.11.

Before any gaming proceeds may be spent for facility purchase or construction, the licensed group must submit for AGLC approval a detailed business plan at least 30 days prior to the possession date or the start of construction. The detailed business plan must include the following:

- A copy of the minutes from the membership and/or executive meeting at which members or the executive voted to accept the purchase agreement (or other contractual agreement)
- A detailed description of charitable program activity at the facility and any commercial use in any part of the facility
- A copy of the offer to purchase, purchase agreement, or other legal contractual agreement
- Legal fees for the purchase of the facility, including closing, and land transfer title costs
- Location of facility, floor plan, and square footage
- Zoning of property (zoning must be compatible with the intended use of the land)
- Sources of gaming and non-gaming funding and/or proposed funding arrangements such as mortgages and loans
- Sources of funds for ongoing operating costs including, but not limited to, utilities, property taxes, insurance, and maintenance
- The possession or completion date

Facility costs must be managed on a cost-recovery basis. If the licensed group receives funding (donations/grants) specifically for the purchase or construction of a facility, these funds must be used prior to the use of gaming funds.

If constructing a facility on municipal, provincial, or federal lands, written permission from the government body is required. The purchase price or cost of construction must be no more than fair market value. If purchasing from a member of the group or a related party, the relationship between the parties must be disclosed in the business plan.

Development of the land must be started within two years of land purchase, or the group will be required to redeposit the amount of gaming funds used for the original purchase back into the gaming account (Exception: nature conservation groups).

A group may request to retain gaming proceeds for the purchase or construction of a facility (see Retention of Gaming Funds Guidelines). All forms and guidelines are available at aglc.ca

Groups that are restricted to maximum use of 50% of proceeds for facility may not exceed the maximum cumulative total of 50% for the purchase or construction of a facility.

Any monies from the sale of a facility or land that were originally purchased with gaming funds must be deposited into the gaming account unless the property has AGLC designation as a vested facility.