

(III) OWNS NOT MORE THAN FIVE SLOT MACHINES;

(IV) LOCATES AND OPERATES ITS SLOT MACHINES AT ITS PRINCIPAL MEETING HALL IN THE COUNTY IN WHICH THE ELIGIBLE ORGANIZATION IS LOCATED;

(V) DOES NOT LOCATE OR OPERATE ITS SLOT MACHINES IN A PRIVATE COMMERCIAL FACILITY;

(VI) USES:

1. AT LEAST ONE HALF OF THE PROCEEDS FROM ITS SLOT MACHINES FOR THE BENEFIT OF A CHARITY; AND

2. THE REMAINDER OF THE PROCEEDS FROM ITS SLOT MACHINES TO FURTHER THE PURPOSES OF THE ELIGIBLE ORGANIZATION;

(VII) DOES NOT USE ANY OF THE PROCEEDS OF THE SLOT MACHINE FOR THE FINANCIAL BENEFIT OF AN INDIVIDUAL; AND

(VIII) REPORTS ANNUALLY UNDER AFFIDAVIT TO THE STATE COMPTROLLER:

1. THE INCOME OF EACH SLOT MACHINE; AND

2. THE DISPOSITION OF THE INCOME FROM EACH SLOT MACHINE.

(D) REQUIREMENTS FOR ELIGIBLE USE AND OPERATION.

AN ELIGIBLE ORGANIZATION MAY NOT USE OR OPERATE A SLOT MACHINE UNLESS:

(1) THE SLOT MACHINE IS EQUIPPED WITH A TAMPERPROOF METER OR COUNTER THAT ACCURATELY RECORDS GROSS RECEIPTS; AND

(2) THE ELIGIBLE ORGANIZATION KEEPS AN ACCURATE RECORD OF THE GROSS RECEIPTS AND PAYOFFS OF THE SLOT MACHINE.

(E) LICENSE REQUIRED.

(1) BEFORE AN ELIGIBLE ORGANIZATION MAY OPERATE A SLOT MACHINE UNDER THIS SECTION, THE ELIGIBLE ORGANIZATION SHALL OBTAIN A LICENSE FOR THE SLOT MACHINE FROM THE SHERIFF OF THE COUNTY IN WHICH THE ELIGIBLE ORGANIZATION PLANS TO LOCATE THE SLOT MACHINE.

(2) (I) THE COUNTY SHALL:

1. CHARGE AN ANNUAL FEE OF \$50 FOR EACH LICENSE FOR A MACHINE; AND

2. ISSUE A LICENSE STICKER TO THE APPLICANT.

(II) THE APPLICANT SHALL PLACE THE STICKER ON THE SLOT MACHINE.