

(ii) To offset the costs of operating a tip jar, a person that qualifies for a tip jar license under subsection (f)(1)(v), (vi), or (vii) of this section may retain the lesser of \$45 or 50% of the gross profits from each tip jar game.

(iii) The gross profits of a tip jar operated by a person that is subject to this paragraph may not exceed \$250.

(4) (i) [Subject to subparagraph (ii) of this paragraph, a] A fraternal, civic, veterans, or bona fide charitable organization or sportsmen's association that qualifies for a tip jar license under subsection (f)(1)(iii) or (iv) of this section shall [contribute to charitable purposes each year:

1. 10% of the gross profits earned between July 1, 1996 and June 30, 1997;

2. 15% of the gross profits earned between July 1, 1997 and June 30, 1998; and

3. 20% of the gross profits earned between July 1, 1998 and June 30, 1999, and each 12-month period thereafter] DEPOSIT WITH A FINANCIAL INSTITUTION THAT THE COMMISSION DESIGNATES AND TO THE CREDIT OF THE FUND 15% OF THE GROSS PROFITS EARNED DURING THE PERIOD JULY 1 THROUGH JUNE 30 EACH YEAR.

[(ii) Contributions required under subparagraph (i) of this paragraph shall be divided with:

1. One-half being deposited with a financial institution that the Commission designates and to the credit of the Fund; and

2. One-half contributed directly for charitable purposes chosen by the licensee.

(iii) The direct contributions under subparagraph (ii)2 of this paragraph:

1. May include up to 5% of the gross profits earned during the applicable period as in kind contributions, including contributions of free food, beverages, and other goods and free rentals of space, materials, and equipment; and

2. Shall be contributed in accordance with guidelines established by the Board by regulation after receiving input from the Washington County Clubs Association and holding a public hearing.

(iv)] (II) If an organization that is subject to this subsection does not contribute in a year the full amount required under subparagraph (i) of this paragraph, the organization in the next year shall deposit, with a financial institution that the Commission designates and to the credit of the Fund, the balance of the amount required to be contributed.

(5) The Board shall establish the time, method of deposit, and other procedures necessary to carry out paragraphs (3) and (4) of this subsection.