

**POLICIES AND PROCEDURES
FOR DISTRIBUTION OF FUNDS
UNDER TRIBAL-STATE GAMING COMPACT**

San Carlos Apache Tribe

- 1) The San Carlos Apache Tribe (the “Tribe”) and the State of Arizona have negotiated the terms and conditions of a Gaming Compact (the “Compact”) to provide a regulatory framework for the operation of certain Class III Gaming which is intended to:
 - (a) ensure the fair and honest operation of such Gaming Activities,
 - (b) maintain the integrity of all activities conducted in regard to such Gaming Activities, and
 - (c) protect the public health, welfare and safety.
- 2) The Compact prescribes that the Tribe shall distribute certain funds identified under Section 12 of the Compact.
- 3) Section 12(d) of the Compact states that the Tribe shall make twelve percent (12%) of its total annual contribution under Section 12(b) of the Compact in either one or both of the following forms:
 - (a) Distributions to cities, towns, or counties for government services that benefit the general public, including public safety, mitigation of impacts of gaming, or promotion of commerce and economic development, or
 - (b) Deposits to the Commerce and Economic Development Commission Local Communities Fund established by A.R.S. § 41-1505.12.
- 4) In order to provide a fair and orderly mechanism whereby the Tribe can distribute such funds pursuant to the Compact, the Tribe hereby approves the following policies and procedures.
 - (a) The Tribe has deposited the funds earmarked under Section 12(d) of the Compact into a designated account for distribution pursuant to the following policies and procedures.
 - (b) On a periodic basis, the San Carlos Apache Tribal Council (“Tribal Council”) may designate either all or a portion of any funds available for distribution to cities, towns or counties for government services.
 - (c) In the event the Tribal Council has designated such funds for potential distribution, the Tribal Council may entertain proposals from governmental entities.

(d) In order for a city, town or county to request such funds, they must submit a proposal which shall include the following information:

- i. Name and Address of Governmental Entity
- ii. Name and Address of Contact Person for Proposal
- iii. Amount of Request
- iv. Nature of Request, including detailed descriptions of:
 - Scope of the Project/Request
 - Timeframe for Use of the Funds
 - Target Demographic for Use of Funds
 - Justification Narrative
 - Identification of Mechanism for Reporting on Use of Funds
- v. Date and Signature

(e) Any proposal(s) must be submitted to the Tribal Council at the following address:

Tribal Secretary
San Carlos Apache Tribe
PO Box 0
San Carlos, Arizona 85550
Fax (928) 475-2567

and

General Manager
Apache Gold Casino Resort
PO Box 1210
San Carlos, AZ 85550
Fax (928) 475-7692

(f) Upon the receipt of such proposal(s), the Tribal Council may entertain such proposal(s) by the entire Tribal Council or a subcommittee designated by the Tribal Council.

- i. The entity responsible for the collection and initial rankings of such proposals shall consist of the Tribal Council members who act as liaisons with the Apache Gold Casino Resort, working in conjunction with interested members of the Enterprise Board.
- ii. The General Manager and his staff shall be responsible for coordinating meetings of the Tribal Council liaisons and the Enterprise Board to review the proposals at regular intervals throughout the year.

- iii. Upon completion of the initial review and rankings, one person shall be designated to present the entity's recommendations to the Tribal Council.
- (g) The Tribal Council shall have the absolute discretion to accept, deny or modify any proposal.
- (h) Upon the approval of any proposal or modification thereof, the Tribal Council or subcommittee thereof shall inform the Marketing Department of the Apache Gold Casino Resort to coordinate any public relations efforts related to the distribution of such funds.
- (i) The Tribal Secretary shall keep and maintain all records relating to these policies and procedures including distribution of these funds.
- (j) These procedures may be modified and/or repealed at the discretion of the Tribal Council at any time.