

**LG1012 Worksheet - Lawful Purpose Rating**

	<b>A</b>	<b>B</b>	<b>C</b>	<b>D</b>	<b>E</b>	<b>F</b>	<b>G</b>
Month/year	Net receipts this month from LG100, Line 11C	Col. C from last month	Total gross profits to date Col. A + Col. B	Total LPE this month from LG100, Line 33	Col. F from last month	Lawful purpose to date Col. D + Col. E	% of net receipts to date Col. F divided by Col. C (Do not round up the % amount)
July ____		0			0		
Aug ____							
Sep ____							
Oct ____							
Nov ____							
Dec ____							
Jan ____							
Feb ____							
Mar ____							
Apr ____							
May ____							
June ____							

Keep this optional worksheet with your records. Do not send it to the Gambling Control Board or the Department of Revenue.

**12-Month Rating Period**

For each 12-month period beginning July 1, a licensed organization will be evaluated by the Gambling Control Board to determine a rating based on the percent of annual net receipts spent on lawful purpose expenditures. It is not a rating of the organization's overall lawful gambling operation.

**Probation**

An organization that fails to expend a minimum of 30% of net receipts on lawful purposes each year (July to June) is automatically on probation effective July 1 for one year. The organization must increase its rating to a minimum of 30% or be subject to sanctions by the Board.

**% Spent on**

**Lawful Purpose**

**Rating**

more than 50% ..... 5 star ★★★★★

more than 40% ..... 4 star ★★★★★

more than 30% ..... 3 star ★★★★★

more than 20% ..... 2 star ★★ One-year automatic probation

less than 20% ..... 1 star ★ One-year automatic probation

**Exception**

An organization that only conducts lawful gambling in a location where the primary business is bingo (bingo hall) must expend a minimum of 20% of net receipts on lawful purposes each year (July to June).