ActivStars Outreach 50/50 Raffle Rules

- 1. <u>General</u>. By participating in ActivStars Outreach 50/50 Raffle ("**Raffle**"), entrants agree to be bound by these Official Rules and by the decisions of ActivStars Outreach ("ActivStars"), which shall be binding and final as to all matters related to the Raffle.
- 2. **Event**. The "Event" is the designated ActivStars athletic event where the raffle tickets are sold and the winning ticket is drawn.
- 3. <u>Jackpot</u>. The "Jackpot" shall be the total proceeds from raffle tickets sold for that drawing ("Raffle Tickets"), less reasonable expenses incurred by ActivStars for the operation of the Raffle.
- 4. **Prize**. Each winner will receive a prize equal to fifty percent (50%) of the Jackpot.
- 5. <u>ActivStars Proceeds</u>. Fifty percent (50%) of the Prize will benefit ActivStars, a 501(c)3 public charity, and the programs that ActivStars supports. These programs aim to improve recreational, educational, and health, for children in need, with a primary focus on programs in Arizona.
- 6. <u>Eligibility</u>. The Raffle is open only to all persons who are located in the State of Arizona at the time of entry and are twenty-one (21) years of age or older.
- 7. Purchasing Raffle Tickets. ALL PURCHASES MUST BE MADE BY ELIGIBLE ENTRANTS LOCATED WITHIN THE STATE OF ARIZONA AT THE TIME OF PURCHASE. All Raffle Tickets may be purchased as follows: one (1) Raffle Tickets for \$1.00; seven (7) Raffle Tickets for \$5.00; or fifteen (15) Raffle Tickets for \$10.00. Raffle Tickets may be available for purchase at the Event where the drawing will occur ("Purchase Period"). There is no limit to the number of Raffle Tickets an individual may purchase. Each entrant will receive a receipt corresponding to his/her purchased Raffle Ticket(s). Entries which are or appear to be tampered with are void. ActivStars shall be the sole judge of the validity and eligibility of all entries. All Raffle Ticket purchases shall be final, and no refunds or replacements will be issued by ActivStars. Raffle Tickets are only valid for the drawing held at the Event on the date of purchase.
- 8. <u>Taxes</u>. Each winner shall be responsible for any and all federal, state and local income or excise taxes, fees, assessments and similar charges associated with a prize. Federal law requires that a tax withholding on certain prize values must be collected from winners upon award and distribution. Federal and state withholding laws are subject to change without notice. The withholding laws in effect at the time each prize is claimed will be followed. A shared prize claim by multiple persons shall not reduce any applicable withholding on the total amount awarded.
- 9. <u>Selection of Winner</u>. Upon the conclusion of the Purchase Period, one (1) Raffle Ticket will be drawn by ActivStars to determine the winner of the prize. The number of the winning Raffle Ticket will be announced at the Event.
- 10. **Prize Claim**. The prize claimant must present the winning Raffle Ticket at the Event where the drawing is held. Each prize claimant must provide ActivStars with all information required to claim a prize (including tax identification information). The prize claimant will receive an Affidavit, Prize Claim, and Release ("**Release**") which must be executed and

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returned to ActivStars no later than five (5) business days after his/her receipt of the Release. If a claimant: (a) does not present the winning Raffle Ticket at the Event where the drawing is held; (b) is ruled ineligible for any reason; (c) refuses the prize; or (d) does not return an executed Release, the prize will be forfeited and will be retained by ActivStars for charitable use. ActivStars has no obligation to contact potential winners. All prizes will be sent to the winners via check within thirty (30) days of the winner delivering the winning Raffle Ticket, executed Release, and all other required documents to ActivStars. For security and safety reasons, no cash payments will be made to the winners.

- 11. <u>Raffle Tickets are Not Tax Deductible</u>. The IRS has taken the position that amounts paid for chances to participate in raffles are not gifts and, therefore, the price of the entry does not qualify as a deductible charitable contribution.
- 12. <u>Shared Prizes</u>. The prize may be shared by multiple prize claimants; provided, however, that in the event of a dispute, the direct purchaser of the Raffle Ticket will be presumed to be the sole winner.
- 13. <u>Odds</u>. The odds of winning the Raffle depend on the number of Raffle Tickets purchased for the drawing.
- 14. <u>Judges</u>. The Raffle will be conducted and supervised by ActivStars, whose decisions are final. ActivStars reserves the right to modify these Official Rules at any time. ActivStars reserves the right, in its sole discretion, to cancel or suspend the Raffle should unauthorized human intervention or other causes corrupt the administration, security, fairness, integrity or proper operation of the Raffle.
- 15. Governing Law. The Raffle and these Official Rules shall be subject to and governed by the laws of the State of Arizona. If a court of competent jurisdiction finds that any provision of these Official Rules, or their application to a particular persons or circumstances, is invalid or unenforceable to any extent, then the remainder of these Official Rules shall remain enforceable to the fullest extent permitted by law. The venue for any cause of action arising out of the Raffle or these Official Rules shall be located in Maricopa County, Arizona.
- 16. <u>Void where Prohibited</u>. The Raffle is subject to all applicable federal, state, and local laws and is void where prohibited.