

Official Rules of the Magnolia Volunteer Fire Department 2010 Raffle

ORGANIZATION CONDUCTING RAFFLE: The Raffle is being conducted by Magnolia Volunteer Fire Department which is solely responsible for the Raffle, the administration of these Official Rules and the drawing of the prizes. Net proceeds from the Raffle will be distributed to Magnolia Volunteer Fire Department.

ELIGIBILITY: To be eligible to enter the Raffle, you must comply with these Official Rules. All federal, state and local laws and regulations apply. Raffle tickets are non-transferable and non-refundable; all ticket sales are final.

RAFFLE TICKET PURCHASES: Raffle tickets must be purchased with cash only. No maximum limit of raffle tickets may be purchased. Magnolia Volunteer Fire Department and its agents, Board, volunteers, employees or members assume no liability for lost, late, misdirected, mutilated, illegible, undelivered entries. Entries received without proper payment will be deemed invalid and shall be immediately disqualified. Acceptance of your entry submission will be communicated to you by delivery of a ticket stub.

COST: The donation price of a single ticket is \$20.00 (Twenty and No/100 Dollars) U.S. Currency.

DRAWINGS: A maximum of 1250 tickets will be sold for this raffle. The date of the Drawing is Sunday, July 4, 2010 at the City of Magnolia's 2010 July 4th celebration at Unity Park. Tickets will be sold up until the date of the Drawing or until tickets are sold out, whichever comes first. All purchases of tickets are non-refundable. In this raffle only one ticket will win each raffle prize designated on the raffle ticket and there is no possibility of a tie.

ODDS: A maximum of 1250 tickets will be sold. The chances of winning are based upon the number of tickets actually sold.

RAFFLE PRIZES: The winning ticket will be determined by random drawing. The winner of the Grand Prize will need to claim their prize from Magnolia Volunteer Fire Department (32707 FM 2978, Magnolia, TX 77354) after positive identification of the winner has been confirmed. The value of the Grand Prize is \$20,000.00. Proceeds from the raffle will be used to purchase Rescue Equipment for Magnolia Volunteer Fire Department. There will be no cash/change or refunds offered to winner for the actual value of the prizes. The winner will be solely responsible for personal income taxes, if any, generated because of his/her winning this raffle.

Grand Prize: Custom Built Motorcycle; The subject motorcycle is a 2006 Model, ASVE, VIN #TEX206974, incorporating remodeling/rebuilt components under VIN #RC382009110210491, including a Delkron, Model D4006 transmission (TR 172995), and Model HLY-6000 bar mount speedometer/tachometer.

2nd Prize: \$250 Visa Card **3rd Prize:** \$200 Visa Card

4th Prize: \$150 Visa Card **5th Prize:** \$100 Visa Card

NOTIFICATION OF WIINERS: Winner need not be present to win. Winner will be notified via phone, email or mail of requisite procedure to claim prize. Winner's name will be posted at www.magnoliafire.org within 1-4 calendar days of the drawing. Winning entrants may have up to twenty-one (21) calendar days of Draw Date to finalize the process of claiming the prizes. Winning entrants' name and location by city or town and photo may be printed in select media and at www.magnoliafire.org. If selected winning entrant is unable to be contacted or located after a period of six (6) months from the Draw Date, the prize will be donated to Magnolia Volunteer Fire Department. Three (3) attempts will be made to contact the winning entrant via phone, email or mail at the information provided by the entry purchaser.

TAXES AND IRS RULES: Winner is responsible for any and all federal, state and local income or excise taxes, fees, assessments and like charges associated with the prize. Winner will be responsible for retrieval of their prize. **Winner will be required to pay a minimum withholding percentage (25%) of the fair market value of the Motorcycle prior to taking possession of the prize, to comply with the IRS Federal withholding requirements.** This is to comply with the IRS ruling that requires that tax withholding on prizes of \$5,000.00 or greater must be paid upon award and distribution by the organization hosting the raffle. The value of your winnings is considered taxable income. Please consult your financial adviser to discuss any impact on your personal taxable income. Government rules regarding withholding can change without notice. The Magnolia Volunteer Fire Department Raffle will follow IRS rules in effect at the time the prizes are awarded.

WAIVER/LIMITATIONS OF LIABILITY: Entrants, by participating (and winners by accepting the prize) release Magnolia Volunteer Fire Department and their respective agents, Board, volunteers, employees and members from any and all liability with respect to participation in the promotion and possession or use of the prize awarded. Entrants will not hold Magnolia Volunteer Fire Department responsible or liable for any or all accidents, theft or damages resulting by their participation in this event. By purchasing a ticket, the entrant acknowledges and agrees to be bound by these rules and regulations.

RELEASE: Entrants, by participating, agree to allow Magnolia Volunteer Fire Department to use their names, photos and statements in promotional material without additional compensation. Magnolia Volunteer Fire Department will not share other personal information from entries with other organizations.

GENERAL CONDITIONS:

- a) All federal, state and local laws and regulations apply.
- b) The value of your winnings may be considered taxable income. Please consult your financial advisor to discuss any impact on your personal taxable income.
- c) Magnolia Volunteer Fire Department makes no claims regarding the deductibility of raffle tickets, please consult your tax advisor or accountant.