CHIP REDEMPTION CUPS:
Quick Guide for Charities

Michigan Millionaire Party Events



WHAT IS A CHIP REDEMPTION CUP?

A chip redemption cup allows players to:

- Place unused chips into a designated cup by choice
- Have those chips redeemed later (not immediately)
- Decide what happens to the value after redemption

WHAT THIS IS NOT

This is NOT "chips for tips."

Michigan Gaming Control Board Administrative Rule R 432.309(2) prohibits using chips for:

- Tipping staff
- Buying food, drinks, or other items



WHY IS THIS COMPLIANT:

- ✓ Chips are not directly given to dealers or staff
- ✓ There is no tipping expectation or request
- ✓ The player controls the outcome of the redeemed value

WHY IT WORKS UNDER THE RULES

- Chips remain part of the controlled gaming system
- No improper use during gameplay
- Any decision about funds happens after redemption
- Aligns with MGCB rules and the Traxler-McCauley Bingo Act

WHAT CHARITIES NEED TO DO

KEEP IT VOLUNTARY
No pressure, encouragement, or solicitation

BE TRANSPARENT
Make sure players understand how it works

TRACK EVERYTHING
Secure collection and proper accounting of chips

COORDINATE WITH YOUR SUPPLIER
Ensure clear procedures for redemption and reporting

BOTTOM LINE

Chip redemption cups are allowed when used correctly:

- ✓ Player choice is clear
- ✓ Chips are not used as tips
- ✓ Funds are handled transparently



Questions? Contact your supplier or review MGCB guidance for additional clarity.