
MEETING AGENDA

September 15, 2025 - 10:00 a.m.

1. **Approval of Agenda**
2. **Approval of Minutes**
3. **Chair's Comments**
4. **Director's Report**
5. **Committee Reports**
6. **Public Comment**
7. **Old Business**
8. **TRANSFER OF GAMBLING FUNDS TO ORGANIZATION ACCOUNT:** Minnesota Rule, part 7861.0320, subp 4E.
"Gambling funds may not be transferred to the organization's general bank accounts for any expenditures or contributions without Board approval."

Exhibit A: Recommend approval:

- **License 01223**, Eagles Aerie 2617, Hallock, \$120.00 Deposit of funds into wrong account.

Exhibit B: Recommend denial – None.

9. **PROPERTY AND CAPITAL ASSET EXPENDITURE REQUESTS (LG269):** Minnesota Statute § 349.12, subd 25(a)(22). An expenditure for the repair, maintenance, or improvement of real property and capital assets owned by an organization, or for the replacement of a capital asset that can no longer be repaired, with a fiscal year limit of five percent of gross profits from the previous fiscal year, with no carry forward of unused allowances. The fiscal year is July 1 through June 30. Total expenditures for the fiscal year may not exceed the limit unless the board has specifically approved the expenditures that exceed the limit due to extenuating circumstances beyond the organization's control. An expansion of a building or bar-related expenditures are not allowed under this provision (i) The expenditure must be related to the portion of the real property or capital asset that must be made available for use free of any charge to other nonprofit organizations, community groups, service groups, or is used for the organization's primary mission or headquarters. (ii) An expenditure may be made to bring an existing building that the organization owns into compliance with the Americans with Disabilities Act. Definition of Capital Assets. Minnesota Statute § 349.12, subd 7. "Capital assets" means property, real or personal, except gambling equipment, with an expected useful life of at least two years and a minimum value of \$2,000." For the amount that will exceed annual limit allowed due to extenuating circumstances for the repair, maintenance, or improvement of real property or capital assets owned by an organization and used by other organizations:

Exhibit C: Recommend approval:

- **License 00138**, American Legion Post 298, Foley, \$15,000, Half the cost of mini-split units.

- **License 02319**, American Legion Post 253, Lowry, \$35,361.69. Parking lot repair and siding of Post home.
- **License 00956**, VFW Post 3828, Kennedy, \$39,659.76. Window and siding repair and replacement.
- **License 00233**, American Legion Post 630, Brooklyn Park. \$72,498. Roofing project.

Exhibit D: Recommend denial – None.

Fire or Other Catastrophe – For a building owned by the organization that was destroyed or made uninhabitable by fire or other catastrophe (LG262):

Exhibit E: Recommend approval – None.

Exhibit F: Recommend denial – None.

Eminent Domain - For replacement of a building taken or sold under eminent domain proceeding (LG263):

Exhibit G: Recommend approval – None.

Exhibit H: Recommend denial – None.

10. Exclusively Used for LPE (LG266): Acquisition or improvement of capital assets or acquisition, erection, expansion, or improvement of real property owned by an organization, that will be used exclusively for lawful purpose as defined in Minnesota Statute § 349.12, subd. 25(a):

Exhibit I: Recommend approval – None.

DIRECTOR: Delegated Approval Request for Acquisition or improvement of capital assets or acquisition, erection, expansion, or improvement of real property that will be used exclusively for Lawful Purpose (LG266) – None.

Exhibit J: Recommend denial – None.

11. CONTRIBUTION OF GAMBLING FUNDS TO ANOTHER LICENSED GAMBLING ORGANIZATION

(LG270): Minnesota Statute § 349.12, subd 25(a)(20) A contribution by a licensed organization to another licensed organization with prior board approval, with the contribution designated to be used for one or more of the follow lawful purposes under this section: clauses (1) to (7), (11) to (15), (19), and (25).

Exhibit K: Recommend approval:

FROM: **License 00025**, VFW Post 4393, Northfield, \$1,000. A contribution to a 501 (c)(3) organization. (Jesse James Days)

TO: **License 05596**, Defeat of Jesse James Days Committee, Northfield.

FROM: **License 00475**, VFW Post 1647, Brainerd, \$2,000. A contribution to a 501 (c)(3) organization. (Replace Furnace)

TO: **License 01066**, Lakes Area Senior Activity Center, Brainerd.

FROM: **License 02054**, Loretto Lions Club, Loretto, \$19,000. A contribution to a 501 (c)(3) organization. (Purchase Fire Equipment)

TO: **License 93303**, Loretto Volunteer Fire Dept. Inc., Loretto.

FROM: **License 02363**, Maple Grove Firefighters Relief Assoc, Maple Grove, \$25,000. A

contribution to a 501 (c)(3) organization. (Healing center for burn victims)
TO: **License 94335**, Firefighters For Healing, Minneapolis.

FROM: **License 03035**, Anoka Area Hockey Assoc, Anoka, \$130,000. A contribution to a 501 (c)(3) organization. (Ice Rental Fees)
TO: **License 02926**, Anoka Area Ice Arena Assoc, Anoka

FROM: **License 04272**, Big Lake Spud Fest, Big Lake, \$36,000. A contribution to a 501 (c)(3) organization. (Operating expenses)
TO: **License 95170**, The Wave, Big Lake.

FROM: **License 00332**, American Legion Post 567, St. Michael, \$1,990. A contribution for a DNR approved program or project. (Trail maintenance)
TO: **License 04858**, Foxtailers Snowmobile Club, St. Michael.

Executive Director: Delegated Approvals for Request to Contribute Gambling Funds to Another Licensed Gambling Organization (LG270) – None.

Exhibit L: Recommend denial – None.

- 12. FUND LOSS REQUESTS (PROFIT CARRYOVER ADJUSTMENT) (LG250):** Minnesota Rule, 7861.0320 ORGANIZATION OPERATIONS, ACCOUNTS, AND REPORTS. Subp. 9. Fund loss report or request for a profit carryover adjustment due to fund loss. When an organization has a fund loss by questionable means of its inventory or cash, the organization must use the following procedures. A. The organization must file a report with local law enforcement authorities within:(1) five days of discovering the loss; or (2)24 hours of discovering a loss from a pull-tab dispensing device. B. The organization must submit one of the following to the board within 60 days of discovering the loss:(1) documentation that its gambling account was reimbursed for the amount of the fund loss from a source of nongambling funds and the date the loss was reported to the organization's membership; or (2)a request for a profit carryover adjustment due to a fund loss. If the organization does not submit the request within 60 days of discovering the loss, the board will not consider the request. E. If the board denies a request for a profit carryover adjustment due to a fund loss, the organization must reimburse its gambling account for the amount of the fund loss. The organization must submit proof of reimbursement to the board within 90 days of the board's final determination.

Exhibit M: Recommend approval:

- **License 01311-014**, Northland Lions Club, Remer. \$13,512. Fire.
- **License 95036-003**, Northeast Minneapolis Lions Community Foundation, Minneapolis. \$554. Robbery.

Exhibit N: Recommend denial:

- **License 02326-003**, Shafer Firemen's Vol Benefits Assoc., Shafer, \$808. Missing Games. Denied due to organization was unable to determine how the game was stolen, the organization was unable to adequately account for the circumstances causing the deals to be missing.
- **License 30852-022**, Leech Lake Area Amateur Hockey, Walker, \$5,874. Burglary. Denied due to lack of security over cash and inventory within the premises, the organization failed to maintain adequate safeguards over its gambling funds.

- **License 02775-002**, Waconia Fire Relief Assoc., Waconia, \$3,500. Unknown cash theft. Denied due to the organization failed to maintain adequate safeguards over its gambling funds, losing possession over cash assets of the organization is a lack of acceptable control and accountability over its organizational assets.

13. ADA REPLACEMENT BUILDING (LG268): To apply approved amount for the repair, maintenance, or improvement of real property toward a placement building that is ADA compliant: Minnesota Statute § 349.12, subd 25(a)(22)(ii)(iii)(ii) An expenditure may be made to bring an existing building that the organization owns into compliance with the Americans with Disabilities Act.(iii) An organization may apply the amount that is allowed under item (ii) to the erection or acquisition of a replacement building that is in compliance with the Americans with Disabilities Act if the board has specifically approved the amount. The cost of the erection or acquisition of a replacement building may not be made from gambling proceeds, except for the portion allowed under this item.

Exhibit O: Recommend approval – None.

Exhibit P: Recommend denial – None.

14. LICENSE TERMINATION PLANS (LG204): Minnesota Statute § 349.19, subd 8 Upon termination of a license for any reason, a licensed organization must notify the board in writing within 30 calendar days of the license termination date of its plan for disposal of registered gambling equipment and distribution of remaining gambling proceeds. Before implementation, a plan must be approved by the board as provided in board rule. The board may accept or reject a plan and order submission of a new plan or amend a proposed plan. The board may specify a time for submission of new or amended plans or for completion of an accepted plan.

Exhibit Q: Recommend approval - None.

Exhibit R: Recommend denial – None.

15. MANUFACTURERS' GAMES:

Exhibit S: Recommend approval – **Attached**.

Exhibit T: Recommend denial – None.

16. APPLICATION FOR A LICENSE: Manufacturer License/License Renewal/Linked Bingo Game Provider License/Method of Sale or Transfer of Electronic Games to Distributors/:

Exhibit U: Recommend approval:

- **License MA016**, Arrow International Inc., Brooklyn, OH. (Renewal)
- **License MA004**, Douglas Press, Inc., Bellwood, IL. (Renewal)

Exhibit V: Recommend denial – None.

Distributor License/License Renewal/Method of Sale or Transfer of Electronic Games to Organizations:

Exhibit U2: Recommend approval:

- **License DI006**, M Peters Enterprises, Inc., Waseca. (Renewal)

Exhibit V2: Recommend denial – None.

17. RULE VARIANCE REQUEST:

Exhibit W: Recommended approval – None.

Exhibit X: Recommended denial – None.

18. REQUEST FOR ALTERNATIVE METHOD SELECTING RAFFLE WINNERS:

Exhibit Y: Recommend approval – None.

Exhibit Z: Recommend denial – None.

19. New Business:

- Board Chair committee nominations – Compliance Review Group (3), Education and Outreach (2), Rules and Legislative (2).
- Board to adopt a resolution for the Executive Director to begin its rules process.

20. Next Meeting Announcement:

- Monday, October 20, 2025, at 10:00 a.m. Meeting will be held at the Minnesota Gambling Control Board, Roseville.
- Friday, November 21, 2025, at 11:00 a.m. Meeting will be held at the Duluth Entertainment Convention Center (DECC), 350 Harbor Drive, Duluth, MN 55802.

21. Adjournment