
MEETING AGENDA

October 20, 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 94226**, Rockford Lions Club, Rockford, \$26,000. Repay start-up loan.
- **License 93325**, Goose Lake Association, Harris, \$7,240. Repay start-up loan.
- **License 36713**, Walnut Grove Area Loggers, Walnut Grove, \$50. Donation put 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 00430**, American Legion Post 545, Spicer, \$56,435.80. Renovations to make entryway ADA compliant.
- **License 00008**, VFW Post 1676, Detroit Lakes, \$22,000. Install wheelchair ramp and renovate entry to make ADA compliant.

Exhibit D: Recommend denial – None.

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

Exhibit E: Recommend approval – None.

Exhibit F: Recommend denial – None.

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

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:

- **License 03836**, Reservoir Riders, Duluth, \$90,000. Purchase a trail groomer for trails that are open to the public. (DNR Approved)
- **License 92320**, Huston Money Creek Snowriders Snowmobile Club, Rushford, \$3,300. Purchase of equipment to groom trails that are open to the public. (DNR Approved)

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 00449**, Eagles Aerie 873, Crookston, \$4,500. A contribution to a 501 (c)(3) organization. (Equipment)
- TO: License 34918**, Crookston Firefighters Association, Crookston.

FROM: License 01204, VFW Post 742, Marshall, \$4,000. A contribution to activities or facilities for youth. (Hockey Equipment)

TO: License 02395, Marshall Amateur Hockey Assoc., Marshall.

FROM: License 04196, St. Cloud Youth Hockey Association, St. Cloud, \$100,000. A contribution to activities or facilities for youth. (Youth hockey program)

TO: License 31924, Sartell Youth Hockey, Sartell.

FROM: License 04017, New Munich Lions Club, New Munich, \$1,000. A contribution to a 501 (c)(3) organization.

TO: License 00691, Confidence Learning Center, East Gull Lake.

FROM: License 02650 Community Charities of Minnesota, Mankato, \$650. A contribution to a 501 (c)(3) organization. (Youth hockey program)

TO: License 03626, Rochester Juvenile Hockey Assoc., Rochester

FROM: License 33822, Metro Baseball League, Burnsville, \$12,000. A contribution to a 501 (c)(3) organization. (Youth baseball program)

TO: License 01612, Cottage Grove Athletic Assoc, Cottage Grove.

FROM: License 04720, Merrifield Marathons, Inc., Merrifield, \$1,000. A contribution to a 501 (c)(3) organization.

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

FROM: License 00420, Eagles Aerie 269, Mankato, \$1,000. A contribution to a 501 (c)(3) organization.

TO: License 00691, Confidence Learning Center, East Gull Lake.

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 03598-006**, Remer Fire Relief Assoc., Remer, \$11,826. Fire.
- **License 00264-020**, Merrick, Inc, Vadnais Heights, \$3,275. Burglary of secured dispensing device.

Exhibit N: Recommend denial:

- **License 00620-001**, Blooming Prairie Servicemen’s Club, Blooming Prairie, \$1,252.55. Theft. Denied due to internal control procedures were not satisfactory, the organization failed to maintain and use internal control procedures that provide accountability over its cash assets at all times. The internal controls being used by the organization were insufficient to hold its own seller accountable for the loss, internal control procedures over cash accountability of each deal of pull-tabs do not provide enough control between shifts and between bar personnel to determine responsibility for the losses, lack of security over cash and inventory within the premises, the seller left the cash drawer unlocked and unattended, the organization failed to maintain adequate safeguards over its gambling funds.
- **License 00726-019**, South Robert Street Business Assoc., West Saint Paul, \$3,989. Burglary of PTDD. Denied due to Gambling Control Board not notified within sixty (60) days of the discovery of the incident.
- **License 04098-007**, Hill Murray Father’s Club, Maplewood, \$2,823. Burglary of PTDD. Denied due to Gambling Control Board not notified within sixty (60) days of the discovery of the incident.

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:

- **License 03012**, Holdingford Sno Flyers, Holdingford, \$964.63. Terminating due to lack of sales.
- **License 02225**, Lake Elmo Jaycees, Lake Elmo, \$49,049.78. Terminating due to the chapter folding.

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 MA083**, Everi Games Inc., Las Vegas, Nevada. (Renewal)
- **License MA064**, Pilot Games Inc., Minnetonka, Minnesota. (Renewal)
- **License MA084**, LNW Gaming Inc., Las Vegas, Nevada. (New)

Exhibit V: Recommend denial – None.

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

Exhibit U2: Recommend approval - None.

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 – None.

20. Next Meeting Announcement:

- 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