
MEETING AGENDA

August 18, 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:

- Executive Committee Elections

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 – None.

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 00220**, American Legion Post 212, Park Rapids. \$40,390. Roof replacement and interior wall repair.

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:

- **License 92996**, Bagley Youth Hockey Association, Bagley, \$56,956. Install reverse osmosis water system in youth hockey arena.
- **License 00908**, Country Climbers Snowmobile Club, Houston, \$63,651. Purchase of a UTV for trail maintenance. (Signed by DNR)

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 02142**, Eagle Lake Fire Dept Relief Assoc, Eagle Lake, \$2,000. A contribution to recreational, community & athletic facilities and activities for youth. (Youth baseball facilities.)

TO: **License 31040**, Mankato Area Youth Baseball Assn, North Mankato.

FROM: **License 00627**, Eagles Aerie 287, Brainerd, \$2,000, A contribution to a 501 (c)(3) organization. (Replace building boiler system.)

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

Executive Director: Delegated Approvals for Request to Contribute Gambling Funds to Another Licensed Gambling Organization (LG270):

FROM: **License 02021**, St. Joseph Lions Club, St. Joseph, \$500, A contribution to a 501 (c)(3) organization. (Camperships.)
TO: **License 00691**, Confidence Learning Center, East Gull Lake.

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 02869-001**, Hayward Fire Relief Association, Hayward, \$250. Employee Theft.
- **License 93675-010**, Byron Youth Football Association, Byron, \$624. Burglary of Pull-tab dispensing device.

Exhibit N: Recommend denial: - None.

- 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 00072**, VFW Post 9641, Littlefork, \$5,178.38. Terminating due to loss of site.
- **License 01668**, Crystal Lions Club, Crystal, \$1,897. Terminating due to loss of site.

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 - None.

Exhibit V: Recommend denial – None.

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

Exhibit U2: Recommend approval:

- **License DI095**, Pulltabs Plus Inc., Fridley. (Renewal)
- **License DI014**, H&H Sales Inc., Thief River Falls. (Renewal)
- **License DI017**, Three Diamond Corp., Spring Lake Park. (Renewal)
- **License DI078**, Triple Crown Gaming Inc., St. Cloud. (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

20. Next Meeting Announcement:

- Monday, September 15, 2025, at 10:00 a.m. Meeting will be held at the Minnesota Gambling Control Board, Roseville.

21. Adjournment