

MINNESOTA GAMBLING CONTROL BOARD BOARD ACTIONS

June 15, 2026

OLD BUSINESS:

- **License 02315**, Badger Jaycees, Badger. Suspend Charitable Gambling License based on CRG recommendation.

TRANSFER OF GAMBLING FUNDS TO ORGANIZATION ACCOUNT (LG275):

Minnesota Rules 7861.0320, subpart 4E. Gambling funds may not be transferred to the organization's general bank accounts for any expenditure without Board approval.

Exhibit A: Approved –

- **License 03133**, St. Bonifacius Lions Club, St. Bonifacius, \$11,000. Repay start-up loan.
- **License 04018**, Montevideo Lions Club, Montevideo, \$2,000. Money deposited into wrong account.
- **License 33378**, KM Snowdrifters, Kasson, \$5,000. Repay start-up loan.

Exhibit B: Denied – None.

REPAIR, MAINTAIN OR IMPROVE REAL PROPERTY AND CAPITAL ASSETS USED EXTENSIVELY AS MEETING PLACE OR EVENT LOCATION OR USED TO BECOME COMPLIANT WITH ADA - REPLACEMENT BLDG (LG269):

Minnesota Statutes, section 349.12, subdivision 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.

Exhibit C: Approved –

- **License 00008**, VFW Post 1676, Detroit Lakes, \$22,000. Pave parking lot and reconfigure to include ADA parking.
- **License 00272**, VFW Post 4210, Forest Lake, \$58,820. Replace badly damaged parking lot.

Exhibit D: Denied – None.

FOR A BUILDING OWNED BY THE ORGANIZATION THAT WAS DESTROYED OR MADE UNINHABITABLE BY FIRE OR CATASTROPHE (LG262):

Minnesota Statutes 349.12, subdivision 25(a)(25) "With respect to expenditures, including a mortgage payment or other debt service payment, for erection or acquisition only, that the erection or acquisition is necessary to replace with a comparable building, a building owned by the organization and destroyed or made

uninhabitable by fire or catastrophe, provided that the expenditure may be only for that part of the replacement cost not reimbursed by insurance.”

Exhibit E: Approved – None.

Exhibit F: Denied – None.

REPLACEMENT OF BUILDING TAKEN OR SOLD UNDER EMINENT DOMAIN PROCEEDING

(LG263): Minnesota Statutes, section 349.12, subdivision 25(a)(25) An expenditure, including a mortgage payment or other debt service payment, for the erection or acquisition of a comparable building to replace an organization-owned building that was taken or sold under an eminent domain proceeding. The expenditure may be only for that part of the replacement cost not reimbursed by insurance or compensation not received from a governmental unit under the eminent domain proceeding, if the board has first specifically authorized the expenditure.

Exhibit G: Approved – None.

Exhibit H: Denied – None.

ACQUISITION OR IMPROVEMENT OF CAPITAL ASSETS OR ACQUISITION, ERECTION, EXPANSION, OR IMPROVEMENT OF REAL PROPERTY THAT WILL BE USED EXCLUSIVELY FOR

LAWFUL PURPOSE (LG266): Minnesota Statutes, Section 349.12, subdivision 25(a) (23) or (24): (23) An expenditure for the acquisition or improvement of a capital asset with a cost greater than \$2,000, excluding real property, that will be used exclusively for lawful purposes under this section if the board has specifically approved the amount; (24) an expenditure for the acquisition, erection, improvement, or expansion of real property, if the board has first specifically authorized the expenditure after finding that the real property will be used exclusively for lawful purpose under this section.

Exhibit I: Approved –

- **License 04864**, Caledonia Sno-Gophers Snowmobile Club, Brownsville, \$136,926.86. Purchase of tractor and attachments used to maintain trails that are open to the public. (Okay by DNR)
- **License 05642**, Douglas Area Trails Assoc., Alexandria. \$10,101.54. Purchase a replacement track for groomer used to maintain open to the public trails. (Okay by DNR)
- **License 92320**, Houston Money Creek Snowmobile Club, Rushford, \$210,807.99. Finishing work for previously approved training/maintenance building. (Okay by DNR)
- **License 00908**, Country Climbers Snowmobile Club, Houston, \$12,957.12 Purchase tractor used to maintain trails that are open to the public. (Okay by DNR)
- **License 02479**, Alborn Sno Devils, Alborn, \$54,500. Purchase trail maintenance equipment for open to public trails. (Okay by DNR)

Exhibit J: Denied – None.

CONTRIBUTION OF GAMBLING FUNDS TO ANOTHER LICENSED GAMBLING ORGANIZATION

(LG270): Minnesota Statutes, section 349.12, subdivision 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: Approved

FROM: **License 01038**, Eagles Aerie 2469, Grand Rapids, \$1,500. A contribution to a 501 (c)(3) organization. (Camperships)

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

FROM: **License 01142**, Knights of Columbus Council 889, Faribault, \$500. A contribution to a 501 (c)(3) organization. (School event)

TO: **License 01632**, Divine Mercy Catholic Church, Faribault.

FROM: **License 95036**, Northeast Minneapolis Lions Community Foundation, Minneapolis, \$4,500. A contribution to a 501 (c)(3) organization. (Community Support)

TO: **License 94219**, Minneapolis Firefighters Local 82 Charities, Minneapolis.

FROM: **License 01142**, Knights of Columbus Council 889, Faribault, \$500. A contribution to a 501 (c)(3) organization. (Youth trap team)

TO: **License 01795**, Bethlehem Academy Corporation, Faribault.

FROM: **License 01142**, Knights of Columbus Council 889, Faribault, \$1,000. A contribution to a 501 (c)(3) organization. (Travel for prom)

TO: **License 01795**, Bethlehem Academy Corporation, Faribault.

FROM: **License 01142**, Knights of Columbus Council 889, Faribault, \$1,525. A contribution to a 501 (c)(3) organization. (Youth trip to Guatemala)

TO: **License 01795**, Bethlehem Academy Corporation, Faribault.

FROM: **License 01142**, Knights of Columbus Council 889, Faribault, \$2,500. A contribution to a 501 (c)(3) organization. (High school field trip to Wolf Ridge)

TO: **License 01795**, Bethlehem Academy Corporation, Faribault.

Exhibit L: Denied – None.

FUND LOSS REQUEST (PROFIT CARRYOVER ADJUSTMENT) (LG250): 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: Approved – None.

Exhibit N: Denied –

- **License 01070-028**, Chaska Lions Club, Chaska, \$3,714. Missing Games. Denied due to internal control procedures were not satisfactory, the organization was unable to determine how the game went missing, law enforcement was not notified within 5 days of the discovery of the incident.
- **License 94335-018**, Firefighters For Healing, Minneapolis, \$14,342. Burglary. Denied due to

GCB was not notified within 60 days of the discovery of the burglary.

TO APPLY APPROVED AMOUNT FOR THE REPAIR, MAINTENANCE, OR IMPROVEMENT OF REAL PROPERTY TOWARD A REPLACEMENT BUILDING THAT IS ADA COMPLIANT (LG268):

Minnesota Statutes 349.12, subdivision 25(a)(22)(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: Approved – None.

Exhibit P: Denied – None.

LICENSE TERMINATION PLANS (LG204): Minnesota Statutes 349.19, subdivision 8 upon termination of a license, 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. 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: Approved –

- **License 02810**, Brownsdale Firemen’s Relief Association, Brownsdale, \$4,401.98. Terminating due to lost site.
- **License 33481**, Kenyon Snowdrifters, Kenyon, \$8,356.98. Terminating due to site not being profitable.

Exhibit R: Denied – None.

NEW GAMES SUBMITTED BY MANUFACTURERS:

Exhibit S: Approved – **Attached**

Exhibit T: Denied – None.

LICENSES FOR MANUFACTURERS, LINKED BINGO GAME PROVIDERS AND DISTRIBUTORS:

Exhibit U: Approved:

- **License LB122**, Pollard Banknote Limited, Winnipeg, MB Canada.

Exhibit V: Denied – None.

RULE VARIANCE REQUEST (LG251):

Exhibit W: Approved – None.

Exhibit X: Denied – None.

REQUEST FOR ALTERNATIVE METHOD OF SELECTING RAFFLE WINNERS:

Exhibit Y: Approved – None.

Exhibit Z: Denied – None.

This concludes the summary of actions taken by the
Minnesota Gambling Control Board at its meeting of Friday, November 17, 2023.