

MINNESOTA GAMBLING CONTROL BOARD
BOARD ACTIONS
November 22, 2024

TRANSFER OF GAMBLING FUNDS TO ORGANIZATION ACCOUNT:

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

Exhibit A: Approved –

- **License 03835**, Sauk Rapids Youth Hockey Assoc, Sauk Rapids. \$15,016.00. Repay start-up loan.
- **License 01784**, Belgrade Lions Club, Belgrade. \$1,598.00. Bank errors (2). Repay general account.

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 00385**, VFW Post 1642, Waseca, \$13,406.50. Replace make-up air unit in Kitchen.
- **License 00417**, American Legion Post 132, New Ulm, \$3,458.56. Replace cooler in the kitchen.
- **License 00394**, VFW Post 1782, White Bear Lake, \$6,877. Replacement of building fire suppression equipment.
- **License 00424**, VFW Post 6992, Sauk Rapids, \$2,278. ADA update to restroom.

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 04463**, Hiawatha Sno-Seekers, Dover, \$87,259.80. Purchase and install a large bridge on grant-in-aid snowmobile trail. (Signed by DNR)
- **License 04206**, Mille Lacs Drift Skippers Snowmobile Club, Isle, \$40,000. Purchase a Polaris UTV used for maintaining trails that are grant-in-aid or open to the public. (Signed by DNR)
- **License 04206**, Mille Lacs Drift Skippers Snowmobile Club, Isle, \$14,900. Purchase utility tracks for UTV for maintaining trails that are grant-in-aid or open to the public. (Signed by DNR)
- **License 04858**, Foxtailers Snowmobile Club, St. Michael, \$17,306.65, Purchase a Ski-Doo utility snowmobile used to maintain trails that are grant-in-aid. (Signed by DNR)
- **License 94746**, Washington County Star Trail Association, Hugo, \$8,737. Purchase a trail grooming drag used to maintain grant-in-aid trails. (Signed 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 01142**, Knights of Columbus Council 889, Faribault, \$7,000.00. A contribution to a church. (Scoreboard for new gymnasium.)

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

FROM: **License 01204**, VFW Post 742, Marshall, \$4,000. A contribution to facilities or activities for youth. (Purchase of youth hockey equipment.)

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

FROM: **License 02463**, Northwest Area Jaycees, Maple Grove, \$1,500. A contribution to a 501 (c)(3) organization. (Purchase new pagers for fire fighters.)

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

FROM: **License 04555**, Knights of Columbus Council 9140, Big Lake, \$1,000. A contribution to a 501 (c)(3) organization. (Youth Activities)

TO: **License 95170**, The Wave, Big Lake.

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

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 –

- **License 05844-024**, Minnesota Fishing Museum, Little Falls, \$3,706. Armed Robbery.

Exhibit N: Denied – None.

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:

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 30866**, The Twin Cities Wrestling Club, Inc., Stillwater, \$0. Terminating due to inability to acquire a site.
- **License 33604**, The Crossing Arts Brainerd, \$283.65. Terminating due to lost site and inability to acquire a new one.

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 LB109**, Pilot Games, Inc, Minnetonka, MN.
- **License MA038**, Technik Manufacturing, Inc, Columbus, NE.

Exhibit V: Denied – None.

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

Exhibit U2: Approved:

- **License DI084**, Central Gaming Service, Saint Cloud, MN.

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 22, 2024.