

LG510 City or County Annual Report, 10% Lawful Gambling Contribution Fund

10% Lawful Gambling Contribution Fund Allowance

Minnesota Statutes, Section 349.213, Subdivision 1, Paragraph (f)(2), allows a city or county to require (by ordinance) an organization to contribute up to 10% per year of net profits to a fund that the city or county administers.

For purposes of the 10% contribution, net profits are gross profits less amounts expended for that site's allowable expenses and portion of lawful gambling taxes.

- * The 10% contribution requirement may only be applied to net profits derived from lawful gambling conducted at premises within the city or county's jurisdiction.
- * A city or county may request from an organization a copy of the site's LG100A showing that site's net profit.
- * Organizations must make 10% fund checks payable to the city or county requiring the funds, and not to any other payee.
- * A licensed organization that contributes to the 10% fund may not be a beneficiary of that fund.
- * A required contribution is different from a voluntary contribution to units of government (under lawful purpose Code A10) for government programs and projects, and cities or counties are not required to report voluntary contributions to the Board.

City or County Information

City or County Name (may not be township): City of Independence This report is for calendar year 20 17
 Address: 1920 County Road 90 City: Independence, MN Zip: 55359

Financial Information, 10% Lawful Gambling Contribution Fund

1. **Contribution rate** 1. 10%
 • Up to 10% per year of net profits (may not exceed 10%; may not be a variable rate).
2. **Fund balance as of December 31 of previous calendar year** 2. \$ 0.00
 • If none or negative, enter 0.
3. **Interest earned, if any, on fund balance for the calendar year** 3. \$ 0.00

4. **Contributions received from licensed organizations for the 10% contribution fund:**
- Use separate line for each site in your jurisdiction; use additional sheets if necessary.
 - You may use one total for "Amount Contributed" per organization, rather than per site.
 - Checks for contributions to the 10% fund **must be written to the city or county** and deposited in a fund administered by the city or county before the city or county may make expenditures from this fund.
 - Do not include amounts received for a local gambling regulatory tax or an investigation fee, or any voluntary contributions made to a city or county by an organization (see LG555).

Name of Licensed Organization	Organization License #	Site/Premises Name	Amount Contributed
Northwest Tonka Lions			\$ 957.58



- Enter total amount contributed on Line 4 \$ 957.58 4. \$ 957.58
5. **Total required contributions and interest (add Lines 2, 3, and 4)** 5. \$ 957.58
6. **From Page 2, enter total of expenditures the city or county made from its 10% fund** 6. \$ 957.58
 (Note: The Line 6 amount may not exceed the amount of Line 5.)
7. **Year-end balance on December 31** (Line 5 minus Line 6; enter 0 if negative balance) 7. \$ 0.00

LG510 City or County Annual Report—10% Lawful Gambling Contribution Fund

City or County Name: City of Independence

Expenditures from 10% Contribution Fund - Payee/Recipient Information

6. List all expenditures made from the 10% contribution fund, using the A codes listed on Page 3 to describe the purpose of the contribution. Expenditures may only be used for the A code purposes listed on Page 3. Include a detailed description of each expenditure. Note: Contributions made from a city's or county's 10% lawful gambling contribution fund are subject to the same expenditure requirements as licensed lawful gambling organizations. Contributions may not be made to organization contributing to the 10% fund.

Code*	Payee/Recipient	Detailed Description/Purpose of Expenditure	Amount
A 7	Park Fund	Playground equipment	\$ 957.58
A			
A			
A			
A			
A			
A			
A			
A			
A			
A			
A			
A			
A			
A			
A			
A			
A			
A			
6. TOTAL			957.58

* Use the Codes listed on Page 3 (Enter Total on Page 1, Line 6)

LG510 City or County Annual Report, 10% Lawful Gambling Contribution Fund

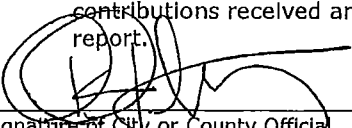
City or County Name: City of Independence

*** Use the codes listed below to describe expenditures from the 10% lawful gambling contribution fund.**

- A1 To a 501(c)(3) organization or a 501(c)(4) festival organization.
- A2 To relieve effects of poverty, homelessness, or disability.
- A3 Program for education, prevention, or treatment of problem gambling.
- A4 To a public or private nonprofit school.
- A5 To a scholarship fund.
- A6 For recognition of military service (open to the public) or support for active military personnel and their immediate family members in need.
- A7 Activities and facilities for youth.
- A10 Expenditures for police, fire, and other emergency or public safety-related services, equipment, and training. Not allowed: Contribution to pension or retirement fund.
- A11 To a church.
- A12 With Minnesota Pollution Control Agency (PCA) approval, citizen monitoring of surface water quality by individuals. Requires submission of data to PCA.
- A13 With DNR approval, wildlife management projects or activities that benefit the public-at-large; grooming or maintaining snowmobile or all-terrain vehicle trails, or other trails open to public use; supplies and materials for DNR-coordinated safety training and education programs.
- A14 For nutritional programs, food shelves, and congregate dining programs primarily for persons age 62 or older or disabled.
- A15 For community arts organizations, or sponsorship of community arts programs.
- A19 For humanitarian service, recognizing volunteerism or philanthropy.

City or County Acknowledgment

- 1. I am the official responsible for the financial reporting of the city's or county's 10% lawful gambling contribution fund under Minn. Stat. § 349.213, subd. 1.
- 2. I affirm that the contributions received were deposited into a fund administered by the city or county.
- 3. I am aware of the restrictions under Minnesota law on expenditures from this fund and affirm that the expenditures meet the definition of charitable contributions as defined in Minn. Stat. § 349.12, subd. 7a, or are for police, fire, and other emergency or public safety-related services, equipment, and training, excluding pension obligations, are accounted for in a manner consistent with generally accepted accounting principles, and that the city or county does not retain control of funds once they are expended from the city's or county's account.
- 4. I have reviewed this report and affirm that the revenues, expenditures, and the fund balance reflect all contributions received and expenditures from the 10% contribution fund, and is a true, correct, and complete report.

	City Administrator	5/29/2018
Signature of City or County Official	Title	Date
Mark KALTSAS	763.479.0527	mkaltsas@ci.Independence.mn.us
Print Name	Phone Number	Email Address

By March 15 each year email, fax, or mail the LG510 to:

**Minnesota Gambling Control Board
Attention: City Reports
1711 West County Road B, Suite 300 South
Roseville, MN 55113**

**Email: city.reports@gcb.state.mn.us
Fax: 651-639-4032**

Questions? Call 651-539-1900

Peggy Mancuso

From: Beth Horner <BHorner@ci.independence.mn.us>
Sent: Tuesday, June 05, 2018 8:29 AM
To: Peggy Mancuso
Subject: RE: Signed Report

Good Morning,

Yes, the \$957.58 is to go to the Park Fund for playground equipment etc...

Thank you

Beth Horner
Administrative Assistant
City of Independence
763-479-0527

City office hours are:
Monday-Thursday's 8:00-4:30
Friday's 8:00-noon

From: Peggy Mancuso [<mailto:peggy.mancuso@gcb.state.mn.us>]
Sent: Monday, June 04, 2018 2:27 PM
To: Beth Horner
Subject: FW: Signed Report

Hi Beth,
Thank you for the report. Quick question: Can you tell me more about the "Park Fund", please? The Code was not filled in. A city may not donate to itself; however, if the \$957.58 was used primarily for, say, playground equipment within a park, that would qualify under Code A7 (youth under age 21). If the \$957.58 was used for something like a veterans memorial within a park, that would qualify under A6 (recognition of military service).

Let me know what the Park Fund is, and we'll go from there. Thanks, Beth.
Peggy



Peggy Mancuso | Executive Assistant
Minnesota Gambling Control Board
peggy.mancuso@gcb.state.mn.us | 651.539.1951

Confidentiality/Data Privacy Notice: This email and any attachment(s) are for the sole use of the specifically emailed recipient and may contain information that is confidential, nonpublic, or private data. If you are not the intended recipient, any unauthorized review, use, disclosure, copying, or distribution of the information included in this message and any attachments is prohibited. If you have received this communication in error, please contact the sender by reply email and immediately and permanently delete the message and any attachment(s) without copying or disclosing the original. Information requested may become public information when received by the board, and will be used to determine your compliance with Minnesota statutes and rules governing lawful gambling.

From: Beth Horner [<mailto:BHorner@ci.independence.mn.us>]
Sent: Friday, June 01, 2018 10:47 AM