

Legislative Changes Effective July 1, 2009



Minnesota Gambling Control
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Organization Licenses - Effective July 1, 2009

Organization License Qualifications

Members required - An organization must have at least 15 active members at the time of its initial license application, and thereafter the organization must have at least 13 members eligible to vote on gambling matters. *[Minn. Stat. 349.16, Subd. 2(c)]*

Application information

- The requirement to identify proposed lawful purpose expenditures in a license application is deleted, as is the annual goal for charitable contributions. *[Minn. Stat. 349.16, Subd. 2(e)]*
- Language pertaining to expense calculation requirements for license renewal was deleted. *[Minn. Stat. 349.16, Subd. 2(h)]*

Perpetual Organization License Term

- The two-year license term is deleted and replaced by a "perpetual license term" with no expiration date unless the board revokes or suspends the license, the organization terminates the license, or the license lapses.
- Organization license renewals are eliminated, however, the annual fee is still \$350. *[Minn. Stat. 349.16, Subd. 3]*

Lapsed Organization License

An organization license is considered to be lapsed if the organization:

1. did not conduct and report any gambling sales activity within seven months from the date of the last gambling activity;
2. failed to have a gambling manager as required by section 349.167 (see page 3);
3. failed to pay annual license and permit fees; or
4. surrendered, withdrew, or terminated the license and filed a termination plan.

If the organization license is determined to be lapsed, the Board may:

1. institute a proceeding such as a revocation or suspension of the license;
2. require the organization to file a termination plan;
3. enter a revocation order as of the date on which the license was considered lapsed;
4. impose a civil penalty;
5. order corrective action; or
6. summarily suspend the license.

[Minn. Stat. 349.16, Subd. 3a; repealed Minn. Stat. 349.155, Subd. 7]

Information Changes

An organization must notify the Board within ten days when changes in the application information occur. This includes new CEO information, new mailing address, phone number changes, etc. Use the *LG1015 Reporting Organization Information Changes*.

[Minn. Stat. 349.16, Subd. 12]

Summary Suspension

The Board may summarily suspend the license of an organization that:

- fails to pay the annual fees for its organization license, gambling manager license, and premises permits, and may keep the suspension in effect until all required fees are paid, and
- is more than "45 days" late in filing a tax return or in paying taxes, and may keep the suspension in effect until all required returns are filed and required taxes are paid. (Previously the allowance was 3 months.) *[Minn. Stat. 349.1641(a)(1) and (4)]*

Gambling Manager Licenses - Effective July 1, 2009

Membership Requirement

A gambling manager must have been an active member for at least the most recent six months at the time of the application for a gambling manager license. Previously the active membership requirement was two years at the time of the organization's initial application and six months prior to the effective date of the organization's renewal license. [Minn. Stat. 349.12, Subd. 19]

Perpetual Gambling Manager License Term

- A gambling manager's license runs concurrently with the organization's perpetual license unless the gambling manager's license is suspended or revoked by the Board or otherwise terminated by the organization or gambling manager.
- Gambling manager license renewals are eliminated. However, the annual fee remains at \$100. [Minn. Stat. 349.167, Subd. 2(b) and (c)]

Emergency Gambling Manager Change

Organizations no longer have to cease gambling for emergency gambling manager replacements **if** the organization:

1. contacts the Licensing Section at the Gambling Control Board within one business day to establish a plan to replace the gambling manager, and
2. submits a complete application and fee within four business days.

During this brief time period, an organization may continue gambling without a licensed gambling manager.

An organization that fails to meet the requirements in 1 and 2 (above) must discontinue its gambling operation until:

- a gambling manager application and fee is received by the Board, and
- a license has been issued by the Board and received by the gambling manager.

[Minn. Stat. 349.167, Subd. 2(a), (d), and (e)]

Premises Permits and Leases - Effective July 1, 2009

Bar operation rent cap of \$2,500 for all organizations at a site with a bar operation was deleted. (Maximum rate of 20% of gross profits still applies.)

[Minn. Stat. 349.18, Subd. 1(b)(4)]

Lease requirements - For leased premises, the lease term is concurrent with the perpetual premises permit. The lease must contain a clause that either party may terminate the lease upon a 30-day written notice. No lease is required for the conduct of a raffle. [Minn. Stat. 349.165, Subd. 2; Minn. Stat. 349.18, Subd. 1]

Perpetual term - The term for a premises permit issued by the Board runs concurrently with the organization license on a perpetual basis, unless the permit is suspended or revoked by the Board or is voluntarily terminated by the organization. [Minn. Stat. 349.165, Subd. 1]

Off-site permits - An organization may conduct "off-site" lawful gambling on a premises other than its permitted premises if it has submitted an application and lease on Board-provided forms, obtained city or county authorization, and received a permit from the Board. A lease is not required for a raffle. A fee may not be assessed for the permit by the Board, city, or county.

The organization may receive 4 "off-site" permits in a calendar year, not to exceed 3 days per event, in connection with:

- a county fair
- the state fair
- a church festival
- a civic celebration.

[Minn. Stat. 349.165, Subd. 5, moved from Minn. Stat. 349.18, Subd. 2 which is repealed]

Local Unit of Government - Effective July 1, 2009

Local approval - The Board may not issue a **new** premises permit unless approval is received from the city council of the statutory or home rule city or the county board of the county in which the premises is located. The resolution must have been adopted within 90 days of the date of application for the new permit.

[Minn. Stat. 349.213, Subd. 2]

Investigation fee - Cities and counties may impose an "annual" investigation fee on organizations applying for an initial premises permit or conducting lawful gambling at a site within their jurisdiction. (NOTE: The investigation fee may be imposed if a local gambling tax is not imposed.) *[Minn. Stat. 349.16, Subd. 8]*

Technical - Formatting and grammatical changes were made to make Minn. Stat. 349.213, Subd. 1 easier to read and reference.

Exempt Permits - Effective July 1, 2009

Expedited application fee - For an exempt permit application postmarked or received less than 30 days before the gambling occasion, the application fee is \$100. The fee remains at \$50 for an application postmarked or received 30 days in advance of the occasion. *[Minn. Stat. 349.166, Subd. 2(a)(3)]*

Technical Changes Related to Licenses and Permits

Bingo rent - The Board's rulemaking authority to establish bingo rent was eliminated. *[Minn. Stat. 349.18, Subd. 1]*

Exempt permits

- Reference to 349.17, Subd. 5 was deleted from Minn. Stat. 349.166, Subd. 2(a).
- Obsolete reference to paragraph (a), clause (3) was deleted from Minn. Stat. 349.166, Subd. 2(b).
- Language in existing Minn. Stat. 349.166, Subd. 2(f) was deleted as it was redundant of language in Subd. 2(e).

Fees - Delete unnecessary language pertaining to the types of fees collected by the Board. *[Minn. Stat. 349.151, Subd. 4(a)(3)]*

Monthly regulatory fee language moved to *Minn. Stat. 349.16, Subd. 6a* from *Minn. Stat. 349.165, Subd. 3(b)*.

Organization license - Language pertaining to an organization seeking licensing primarily for the purpose of evading or reducing the combined receipts tax was deleted. *[Minn. Stat. 349.16, Subd. 2(g)]*

Renewals - The term "**renew**" and related language is deleted because organization licenses, gambling manager licenses, and premises permits will be issued with a perpetual term. *[Minn. Stat. 349.151, Subd. 4(a)(2); Minn. Stat. 349.155, Subd. 3(b); Minn. Stat. 349.155, Subd. 4a (a) and (b); Minn. Stat. 349.16, Subds 6, 9, 10, and 11]*

Allowable Expenses - Effective July 1, 2009

Advertising limits and Board rulemaking authority pertaining to advertising content were eliminated. The portion of advertising related to lawful gambling is still an allowable expense. *[Minn. Stat. 349.12, Subd. 3a]*

Alternative premises payment was deleted. Effective July 1, 2009, an organization may no longer pay itself up to \$1,000 per month as an alternative to paying real estate taxes. An organization that made alternative premises payments in January through June 2009 will be allowed to pay qualifying real estate taxes due for the 2nd half of 2009.

[Minn. Stat. 349.15, Subd. 4 repealed]

Annual audit, financial reviews, and certified physical inventory and cash count

- √ Financial reviews are eliminated. Previously organizations with less than \$300,000 in gross receipts were required to have an annual financial review.
- √ The threshold for the annual audit requirement was raised from \$300,000 to \$500,000 in gross receipts for the organization's fiscal year.
- √ Organizations with less than \$500,000 gambling gross receipts annually may be required by the commissioner of revenue to have a financial audit when the organization has:
 1. failed to timely file required gambling tax returns;
 2. failed to timely pay the gambling tax or regulatory fee;
 3. filed fraudulent gambling tax returns;
 4. failed to take correction actions required by the commissioner; or
 5. failed to otherwise comply with chapter 297E.
- √ All licensed organizations must perform an annual certified physical inventory and cash count at the end of its fiscal year. Within 30 days after the end of its fiscal year the report must be submitted to Revenue. Revenue will provide organizations with a form and instructions.

[Minn. Stat. 297E.06, Subd. 4; Minn. Stat. 349.19, Subd. 9]

Expense calculation limits are eliminated on June 30, 2009. However, the Board has until December 31, 2009 to impose a penalty or sanctions for expense calculation violations that occurred through June 30, 2009. *[Minn. Stat. 349.15, Subd. 1(b). Minn. Stat. 349.15, Subd. 5 is repealed 12-31-09]*

Technical Changes Related to Allowable Expenses

Compensation

- Subdivision title changed from "Percentage of gross profit paid" to "Compensation paid." *[Minn. Stat. 349.168, Subd. 8]*
- Existing compensation language was repealed from *Minn. Stat. 349.168, Subd. 10* and moved to *Minn. Stat. 349.168, Subd. 8*.
- Existing language pertaining to electronic transfers and payments for payroll compensation moved to *Minn. Stat. 349.19, Subd. 3(g)* from *Minn. Stat. 349.168, Subd. 6 (which was repealed)* and *Minn. Stat. 349.19, Subd. 3(e)*.
- The Board's rulemaking authority to establish a compensation schedule was deleted, and the related compensation penalty provisions were deleted. *[Minn. Stat. 349.168, Subds. 4 and 7 repealed]*

Equipment in inventory - The statutory reference to allowable expense was corrected. *[Minn. Stat. 349.162, Subd. 6]*

Lawful Purpose - Effective July 1, 2009

B codes - Existing Board-approved lawful purposes (code B) were moved, modified, and included as new A codes. *[Minn. Stat. 349.12, Subd. 25(b)(3) to (5)]*

Old code	New code	Description
A-12	N/A	Obsolete "annual audit" language deleted; annual audits became an allowable expense effective July 1, 2006.
N/A	A-12	Water quality testing (citizen monitoring)
B-5	A-20	Contribution to another licensed organization, with prior Board approval.
vary	A-21	Contribution to parent organization, for a state-level program that has received prior Board approval.
B-3(ii)	A-22	Repair, maintenance, or improvement of real property and capital assets owned by an organization, or replacement of a capital asset that can no longer be repaired, with the following restrictions and allowances: <ol style="list-style-type: none"> 1. a fiscal year limit of 5% of gross profits, with no carry forward of unused allowances. The fiscal year is July through June; 2. the real property or capital asset must be made available free of charge to other nonprofit organizations or used for the organization's primary mission or headquarters; 3. expenditures may be made to bring an existing building into compliance with the Americans with Disabilities Act; 4. no board approval is required unless: <ul style="list-style-type: none"> - expenditures exceed the annual limit due to extenuating circumstances, or - the amount allowed will be applied to a replacement building in compliance with the Americans with Disabilities Act; and 5. a building expansion or bar-related expenditures are not allowed.
B-3(i)	A-23	Acquisition or improvement of a capital asset, with a cost greater than \$2,000, excluding real property, that will be used exclusively for lawful purpose, with prior Board approval.
B-3(i)	A-24	Acquisition, erection, improvement, or expansion of real property used exclusively for lawful purpose, with prior Board approval.
B-3(iii)	A-25	Erection or acquisition of a comparable building, with prior Board approval, to replace an organization-owned building that was: <ul style="list-style-type: none"> - destroyed or made uninhabitable by fire or catastrophe, or - taken or sold under an eminent domain proceeding. <i>[Minn. Stat. 349.12, Subd. 25(a)(12), and (a)(20) to (25)]</i>

**REVISED
AND
NEW LPE
CODES**

Annual standards - Change: 501(c)(3) and festival organizations must now apply **annually** to the Gambling Control Board for approval to make lawful purpose contributions to themselves under lawful purpose A-1, by meeting the 70/30 standards imposed by Board rule. *[Minn. Stat. 349.154, Subd. 1]*

Electronic payment of lawful purpose expenditures is now allowed. *[Minn. Stat. 349.19, Subd. 3(d), (f), and(h)]*

Lawful purpose prohibition clarified - A lawful purpose does not include "a contribution to a 501(c)(3) organization or other entity with the intent or effect of not complying with lawful purpose restrictions or requirements." *[Minn. Stat. 349.12, Subd. 25(c)(4)]*

Real property projects 51% completed - For real property projects under codes A-24 and A-25, the project must be 51% completed within 2 years of Board approval. This is an existing requirement moved to Minn. Stat. 349.12, Subd. 25, paragraph (b) from Minn. Stat. 349.19, Subd. 3(b).

Lawful Purpose - Effective July 1, 2009 (continued)

LAWFUL PURPOSE RATING

The annual lawful purpose rating replaces expense calculation limits.

12-month period - For each 12 month period beginning July 1, 2009, a licensed organization will be evaluated by the Board to determine a rating based on the percentage of annual lawful purpose expenditures when compared to available gross profits for the same period.



Rating - The rating will be used to determine the organization's profitability percent and is not a rating of the organization's lawful gambling operation. Organizations will be evaluated according to the following criteria.

<u>% Spent on Lawful Purpose</u>	<u>Rating</u>
more than 50%.....	5 star 
more than 40%.....	4 star 
more than 30%.....	3 star 
more than 20%.....	2 star  One year automatic probation
Less than 20%.....	1 star  One year automatic probation

Probation - An organization that fails to annually expend a minimum of 30% of gross profits on lawful purposes is automatically on probation effective July 1 for one year. The organization must increase their rating to a minimum of 30% or be subject to sanctions by the Board. If an organization fails to meet the minimum after a one-year probation the Board may suspend the organization's license or impose a civil penalty of up to \$10,000.

Suspension or penalty - In determining any suspension or penalty, the Board must consider any unique factors or extraordinary circumstances that caused the organization to not meet the minimum rate of profitability, such as the purchase of capital assets necessary to conduct lawful gambling; road or other construction causing impaired access to the lawful gambling premises; and flood, tornado, or other catastrophe that had a direct impact on the continuing lawful gambling operation.

[Minn. Stat. 349.15, Subd. 1(c) and (d)]

Technical Changes Related to Lawful Purpose

Capital assets - Definition modified, changing the expected useful life for property, except gambling equipment, from "at least one year" to "at least two years and a minimum value of \$2,000." *[Minn. Stat. 349.12, Subd. 7]*

Charitable contributions - Technical change due to renumbering of lawful purpose codes. *[Minn. Stat. 349.12, Subd. 7a]*

Disaster relief - Clarifies that lawful purpose reference is to 349.12, subdivision 25, "paragraph (a)". *[Minn. Stat. 349.15, Subd. 1a(1)]*

Schedule C report - Existing language pertaining to the required monthly lawful purpose report is moved from *Minn. Stat. 349.154, Subd. 2* and placed and modified with related language in *Minn. Stat. 349.19, Subd. 3(b)]*

Tax refund/credit - Deleted reference to code A-12, which is obsolete annual audit language. *[Minn. Stat. 349.19, Subd. 2a(b)]*

Youth activities - Specific reference to section 349.154 "subdivision 3a" added. *[Minn. Stat. 349.12, Subd. 25(a)(7)]*

Who May Participate in Lawful Gambling - Effective July 1, 2009

AGE RESTRICTIONS

Bingo - A person under 18 may not participate as a player in a bingo game or in the conduct of a bingo game. Change is persons under 18 may no longer be involved in the conduct of bingo.

Exceptions: A person under 18 may participate as a player in a bingo game:

- conducted by an organization exempt or excluding from licensing, or
- conducted by an organization as part of an annual community event if the person under 18 is accompanied by a parent or guardian. (The restriction of one event was removed.)

Pull-tabs, tipboards, or paddlewheels - A person under 18 may not participate as a player or in the conduct of these games.

Raffles - A person under 18 may not participate as a player in a raffle. However, a person under 18 may sell raffle tickets.

[moved to *Minn. Stat. 349.181, Subd. 1(a)* from *Minn. Stat. 349.2127, Subd. 8* which is repealed]

GAMBLING MANAGER

A gambling manager may not participate directly or indirectly as a player in pull-tabs, tipboards, bingo, paddlewheels, and raffles conducted by the organization for which the gambling manager is licensed. Change is that the gambling manager is no longer allowed to purchase raffle tickets [*Minn. Stat. 349.181, Subd. 2*]

ORGANIZATION AND LESSOR EMPLOYEES AND VOLUNTEERS

Volunteer means a person who is not compensated by an organization but performs activities in the conduct of lawful gambling for that organization.

Bingo - An employee or volunteer who is involved in the conduct of any lawful gambling during a bingo occasion may not participate directly or indirectly as a bingo player during that bingo occasion.

Conduct of bingo includes selling bingo hard cards, bingo paper sheets, or facsimiles of bingo paper sheets, completing bingo occasion records, selecting or announcing bingo numbers, making deposits, and conducting inventory.

Pull-tabs, tipboards, and paddlewheels - An employee or volunteer who is involved in the conduct of pull-tabs, tipboards, or paddlewheels at a permitted premises may not participate directly or indirectly as a player in those games at that same premises. This restriction is in effect until six weeks after the employee or volunteer is no longer involved in the conduct of those games at that same premises.

Conduct of pull-tabs, tipboards, and paddlewheels includes selling tickets, redeeming tickets, auditing games, making deposits, spinning the paddlewheel, and conducting inventory. [*Minn. Stat. 349.181, Subd. 3*]

Posting not required - The requirement was deleted that pull-tab and tipboard games must be posted so that the following persons could play those games at the site:

- nongambling employees, and
- gambling employees not involved in the sale of pull-tabs and tipboards at the premises. [*Minn. Stat. 349.18, Subd.1(g) and (h)*]

LESSOR

The lessor of a permitted premises may not participate directly or indirectly as a player in any lawful gambling conducted at that premises. [*Minn. Stat. 349.181, Subd. 4*]

LESSOR'S IMMEDIATE FAMILY

The lessor's immediate family may not participate directly or indirectly as a player in a pull-tab, tipboard or paddlewheel game conducted at that premises. [*Minn. Stat. 349.181, Subd. 5*]

Who May and May Not Participate in Lawful Gambling

(Minnesota Statute 349.181)

	Bingo	Pull-tabs, tipboards, and paddlewheels	Raffles
Gambling manager (at organization's permitted premises)	No	No	No
Organization's gambling employees and volunteers	No. They may play bingo only if they are not involved with the conduct of any lawful gambling during a bingo occasion at the premises where they work.	No. They may play only if they are not involved with the conduct of these games at the premises where they work. This restriction is in effect until six weeks after the employee or volunteer is no longer involved in the conduct of pull-tabs, tipboards, and paddlewheels at that premises.	Yes
Lessor (at lessor's premises)	No	No	No
Lessor's immediate family (spouse, child, parent, brother, sister, at lessor's premises)	They may play bingo only if they are not involved with the conduct of bingo during a bingo occasion.	No	Yes
Age restrictions	<ul style="list-style-type: none"> • Must be 18 and older to conduct bingo • Must be 18 and older to play bingo. EXCEPTIONS: A person under 18 may play bingo: <ul style="list-style-type: none"> - conducted by an exempt or excluded organization, or - conducted by an organization as part of an annual community event if accompanied by a parent or guardian. 	<ul style="list-style-type: none"> • Must be 18 and older to conduct these games • Must be 18 and older to play these games 	<ul style="list-style-type: none"> • Must be 18 and older to buy a raffle ticket • Must be 18 and older to win a raffle prize. • Under 18 may sell raffle tickets.

Conduct of bingo includes:

- selling bingo hard cards, bingo paper sheets, or facsimiles of bingo paper sheets,
- completing bingo occasion records,
- selecting or announcing bingo numbers,
- making deposits, and
- conducting inventory.

Conduct pull-tabs, tipboards, and paddlewheels includes:

- selling tickets,
- redeeming tickets,
- auditing games,
- making deposits,
- spinning the paddlewheel, and
- conducting inventory.

Bingo - Effective July 1, 2009

Bar bingo - Bar bingo games may be conducted using only bingo paper sheets "or facsimiles of bingo paper sheets" purchased from a licensed distributor "or licensed linked bingo game provider." [Minn. Stat. 349.17, Subd. 7(2)]

Language pertaining to who may participate in bar bingo was moved from Minn. Stat. 349.17, Subdivision 7(4) and clarified in Minn. Stat. 349.181.

Bingo cards/sheets - Existing requirements for bingo hard card and paper sheets were moved to Minn. Stat. 349.17, Subdivision 5(c) from Minn. Stat. 349.17, Subdivision 6(a).

Bingo winner (alternative games allowed) - A bingo game is won when a player, using bingo paper, bingo hard card, or a facsimile of a bingo paper sheet, has completed, as described in the bingo program, a *previously designated pattern or previously determined requirements of the game* and declared bingo. The game is completed when a winning card, sheet, or facsimile is verified and a prize awarded pursuant to subdivision 3. [Minn. Stat. 349.17, Subd. 6]

Electronic bingo device - Language modified to clarify that a player "activates" (electronically daubs) a called bingo number when using an electronic bingo device. [Minn. Stat. 349.12, Subd. 12a and Minn. Stat. 349.17, Subd. 6]

Progressive prizes - A progressive bingo prize or a linked bingo prize may be awarded by check within three business days of the day on which the occasion was conducted. [Minn. Stat. 349.17, Subd. 3]

Games and Equipment - Effective July 1, 2009

Electronic enhancement - Gambling equipment includes "programmable electronic devices that have no effect on the outcome of a game and are used to provide a visual or auditory enhancement of a game." [Minn. Stat. 349.12, Subd. 18]

Pull-tab dispensing device may have as a component an auditory or visual enhancement to promote or provide information about a game being dispensed, provided the component does not affect the outcome of a game or display the results of a game or an individual ticket. [Minn. Stat. 349.12, Subd. 32a]

Raffles

- A debit card may be accepted for the purchase of a raffle ticket. If the payment is dishonored, the organization must reimburse its gambling account for the amount of the dishonored payment. (NOTE: The sale of raffle tickets using the Internet is still not allowed.) [Minn. Stat. 349.2127, Subd. 7]
- Raffle ticket information is moved from Minn. Stat. 349.12, Subd. 33 and consolidated in Minn. Stat. 349.173(a).
- Language was deleted that pertained to raffles conducted by an organization that directly or under contract to the state or a political subdivision delivers health or social services and that is a 501(c)(3) organization if the prizes awarded in the raffles are real or personal property donated by an individual, firm, or other organization. [Minn. Stat. 349.166, Subd. 3 repealed]

Tipboard games are considered complete when the seal on the game flare is uncovered "or the organization does not continue the play of the deal during the next scheduled period of time in which the organization will conduct tipboards." [Minn. Stat. 349.19, Subd. 2(d)]

Miscellaneous Changes - Effective July 1, 2009

Civil penalties of "up to \$1,000" may be issued by the Board or Director for violations of chapter 349, Board rule, orders issued by the Board, or "chapter 297E." Previously the limit was \$500. [*Minn. Stat. 349.151, Subd. 4(a)(10) and 4(b)*]

"Commercialization" - The Board mandate to prevent the commercialization of lawful gambling was deleted. [*Minn. Stat. 349.11*]

Conduct on leased premises - Obsolete language pertaining to selling paddlewheel or tipboard tickets "within the permitted premises" and redeeming winning tickets "within the leased premises" was deleted. [*Minn. Stat. 349.18, Subd. 1(i)*]

Credit & sales restrictions and requirements - Technical changes to clarify that:

- restrictions for credit and sales to delinquent licensees also apply to "leased" gambling equipment,
- a manufacturer may not offer or extend credit for more than 30 days to a "linked bingo game provider,"
- a manufacturer must notify the Board if a "linked bingo game provider" is delinquent in payment, and
- invoices must state "Notice: State Law Prohibits the Extension of Credit for This Sale or Lease For More than 30 Days."

[*Minn. Stat. 349.191, Subds. 1, 1a, 1b, 2, 3, and 4*]

Electronic fund transfers - Clarifies that checks or authorizations for electronic fund transfers must be signed by least two persons authorized by board rules to sign the checks "or authorizations." [*Minn. Stat. 349.19, Subd. 3(d)*]

Gambling bank account

- Clarifies that lawful gambling gross receipts are placed in a separate "gambling bank" account. [*Minn. Stat. 349.19, Subd. 2(a)*]
- Clarifies that "expenses" means "allowable expenses" made from the separate account. [*Minn. Stat. 349.19, Subdivision 2(b)*]

Gross receipts language pertaining to rental proceeds was moved to the "Gross receipts" definition in *Minn. Stat. 349.12, Subd. 21* from *Minn. Stat. 349.18, Subd. 3* which is repealed.

LINKED BINGO GAME PROVIDERS

Attachment to application - A linked bingo game provider must attach to their license application a proposed fee schedule for the cost of providing services and equipment to licensed organizations. [*Minn. Stat. 349.1635, Subd. 3(2)*]

Pricing report; sales at filed price - Clarifies that "linked bingo game providers" are required to file with the Board the prices at which gambling equipment will be offered for sale, and to sell gambling equipment at the price filed with the Board.

[*Minn. Stat. 349.169, Subd. 1 and 3*]