

DEPARTMENT OF REVENUE

Revenue Notice #04-10: Sales and Use Tax – Exemption for Fund-Raising Events – Lawful Gambling Activities

Minnesota Statutes, section 297A.70, subdivision 14 provides an exemption from the Minnesota sales tax for sales or admission charges related to fund-raising events sponsored by nonprofit groups. The statute provides that the exemption is limited in that all gross receipts are taxable if fund-raising events exceed 24 days per year. The department's position is that lawful gambling activities conducted by a nonprofit group are fund-raising activities and will be counted toward the 24-day limitation period.

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