MINNESOTA · REVENUE

CHARITABLE GAMBLING
Lawful Expenditures

April 19, 2012

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of S.F. 1856 (Carlson) / H.F. 2418 (Kriesel)

This bill would allow an organization licensed to conduct charitable gambling to contribute to a 501(c)(19) organization. A 501(c)(19) organization is a post or organization of past or present members of the United States Armed Forces or an auxiliary unit that is exempt from federal taxation under Section 501 (c)(19) of the Internal Revenue Code.

The organization receiving the contribution may not currently be licensed to conduct charitable gambling or be affiliated with the contributing organization. It may not own or lease property that is a permitted location for charitable gambling. The organization may use the contribution only for the lawful purposes under Section 349.12, subdivision 25, or for the organization's primary mission. The organization may not use the contribution for expansion of a building or for bar-related expenditures.

This bill would not impact state revenues.

Source: Minnesota Department of Revenue
Tax Research Division
http://www.taxes.state.mn.us/taxes/legal_policy

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