

April 9, 2019

| | | |
|---|------------|-----------|
| | Yes | No |
| DOR Administrative Costs/Savings | | X |

Department of Revenue
Analysis of S.F. 2751 (Anderson, B.)

| | Fund Impact | | | |
|--------------|--------------------|------------------|------------------|------------------|
| | F.Y. 2020 | F.Y. 2021 | F.Y. 2022 | F.Y. 2023 |
| General Fund | \$0 | \$0 | \$0 | \$0 |

(000's)

Effective July 1, 2019.

EXPLANATION OF THE BILL

Current Law: A licensed organization with gross receipts from lawful gambling of more than \$750,000 in any year is required to complete an annual financial audit of lawful gambling activities and funds.

Proposed Law: The bill limits required financial audits to organizations with gross receipts of more than \$1,500,000.

REVENUE ANALYSIS DETAIL

- The Minnesota Gambling Control Board licenses about 1,150 lawful gambling organizations.
- In fiscal year 2018, about 650 organizations were required to complete an audit. The bill would reduce the number of organizations required to provide audits to less than 400.
- The bill does not have a tax impact.

Minnesota Department of Revenue
Tax Research Division
www.revenue.state.mn.us/research/stats/Pages/Revenue-Analyses.aspx