

**Sauk River Chain of Lakes**  
**Board Meeting**  
**August 17<sup>th</sup>, 2021 6:30 – 8:30 p.m.**  
**Zoom Meeting**

**Call to Order – John Rocky, President**

*In attendance:* John Rocky, Matt Noska, Brad Matuska, Aaron Schwartz, Troy Atkinson, Steve Weeres, Karla Smetana, Sue Antolak, Matt Pelant, Charlie Montreuil

*Admin:* Ann Warling

*Gambling Manager:* Keely Frakes-Rau

*Absent:* David Hinson

**Administrative Report – John Rocky**

- Current Sauk River Chain of Lakes Association (SRCL) membership is 489 members and \$38,591.
- Concert for a Cause was well-attended and SRCL gave away lake maps.

**Review of Past Minutes – John Rocky**

- July 20<sup>th</sup>, 2021, Annual SRCL Membership Board Meeting Minutes approved via email

**Financial Report – Charlie Montreuil**

- SRCL currently has \$90,909.78.
- Looking at shifting from an annual to a June-July fiscal year but additional research needs to be completed on how this will impact gambling. SRCL bylaws may need to be adjusted.
- ~~*Troy Atkinson made a motion to approve the Profit & Loss, Balance Sheet, and Check Register – Seconded by Brad Matuska. Approved.*~~

**Gambling Manager Report – Keely Frakes-Rau/Karla Smetana**

- Reviewed the Gambling Monthly Tax Return
- See attached LG1004 Monthly Gambling Report to Members.
- *Matt Pelant made a motion spend \$50 for membership in the Electronic Gambling Group – Seconded by Aaron Schwartz. Approved.*
- Donations made to the Sauk River Chain of Lakes Association this year totals \$50,000.
- *Matt Pelant made a motion to approve the proposed expenses and monthly gambling report and to make a \$10,000 donation transferred to SRCL in September – Seconded by Steve Weeres. Approved.*

**Fisheries Report – Matt Noska**

- Electroshocking on the Chain of Lakes is scheduled for this Fall.

**Aquatic Invasive Species (AIS) Report – Brad Matuska/David Hinson/Matt Pelant**

- Brad Matuska, Joe Wenner, and Paul Wenner attended the Starry Trek event on August 14<sup>th</sup>, at the boat launches on Hwy 23, Cnty Roads 22 & 71
- Minnesota Aquatic Invasive Species Research Center event is scheduled for September 22<sup>nd</sup>.

- LimnoPro delayed the weed identification dive on Horseshoe Lake until September.
- Zebra mussels are being seen in more locations on the Chain.

#### **Land Use Report – Troy Atkinson**

- Dennis and Barb Gregory on Zumwalde Lake will be awarded \$750 (which was 25 percent) for their lakeshore project. The dollars will be presented next summer when the project is completed. Troy Atkinson will take pictures during the project.

#### **Water Quality – Aaron Schwartz**

- Water sampling conducted on August 24<sup>th</sup>.
- Fall Road Cleanup is scheduled for Saturday, October 2<sup>nd</sup> at 9 am meeting at the County Road 22 boat launch. Information will be posted on SRCL website and Facebook page. Ann Warling will email the database list of members interested helping with road cleanup.

#### **ILIDS Report – Steve Weeres**

- Will conduct maintenance on the ILIDS this Fall.
- Stearns County Sheriff's Office followed up on two weed violations recorded by ILIDS in July.

#### **Marketing Report – Sue Antolak**

- Susan Antolak has visited six new lake homeowners in the last two months.
- All SRCL logo apparel was delivered two weeks ago. Planning on opening a SRCL apparel store this Fall which will be promoted through the SRCL website and Facebook page.
- Work will begin on a new SRCL informational brochure.

#### **Old Business**

- Winter storage for the buoys will be in the storage garage. Steve Weeres will check to see if the concrete anchors could be stored at Channel Marine.
- Brad Matuska will rework the SRCL mission statement. Subcommittee includes Brad Matuska, Matt Pelant, and Susan Antolak.

#### **New Business**

- Long Lake residents are creating a Long Lake Association. The new association is looking at operating gambling at Cozy Corners.
- SRCL Fall newsletter will go out the first week of October.
- Fall newsletter stories are due September 21<sup>st</sup>.

#### **Adjourn**

- Brad Matuska made a motion to adjourn the August 17th, 2021, SRCL Board Meeting – Seconded by Aaron Schwartz. Approved.

#### **For the Good of the Association – Meeting Schedule**

- Tuesday, September 21<sup>st</sup> at 6:30 pm - 2nd Floor Conference Room Edina Reality with Virtual (Zoom) Meeting Option
- Tuesday, October 19<sup>th</sup> at 6:30 pm - 2nd Floor Conference Room Edina Reality with Virtual (Zoom) Meeting Option

- Tuesday, November 16<sup>th</sup> at 6:30 pm - 2nd Floor Conference Room Edina Reality with Virtual (Zoom) Meeting Option

MINNESOTA - REVENUE

G1

**Lawful Gambling Monthly Tax Return**

Print or Type	Organization name Chain of Lakes Richmond Sauk River	Federal ID number (FEIN) 00000	Minnesota tax ID number 00000	License number 01870
	Address PO Box 369	<input type="checkbox"/> Check if organization changed	Email address	Month/year reported 7/2021
	City Richmond	State MN	Zip code 56368	Number of Sites 1
	Number of pull-tab (paper and electronic), tipboard, sports themed tipboard and paddleticket games reported on schedule B2's for the month : 10		Check all that apply: <input type="checkbox"/> Amended return <input type="checkbox"/> Filing under extension (see Instructions ) <input type="checkbox"/> No gaming activity this month <input type="checkbox"/> Final Return (see Instructions )	
This return includes (check all that apply): <input type="checkbox"/> Schedule B2 <input type="checkbox"/> Schedule NRL <input type="checkbox"/> Schedule ER <input type="checkbox"/> Form G7430 (February only)				

			A	B	C
			Gross receipts	Prizes paid	Net receipts
1	Non-linked bingo.....	1	0.00	0.00	0.00
2	Raffles (if tax-exempt raffles were conducted, complete Schedule ER).....	2	0.00	0.00	0.00
3	Paddle tickets..... 0 games.....	3	0.00	0.00	0.00
4	Add lines 1 through 3.....	4	0.00	0.00	0.00
5	Interest and other income (including advertising or sponsorship income; see instructions).....	5	0.00		0.00
6	Electronic linked bingo.....	6	663.00	563.55	99.45
7	Tipboard..... 0 games.....	7	0.00	0.00	0.00
8	Paper pull-tabs..... 10 games.....	8	34585.00	25325.00	9260.00
9	Electronic pull-tabs..... 0 games.....	9	88366.00	69412.90	18953.10
10	Sports-themed tipboards..... 0 games.....	10	0.00	0.00	0.00
11	Add lines 4 through 10. Line 11C is your gross profits for the month.....	11	123614.00	95301.45	28312.55
12	Net receipts tax (multiply line 4C by 8.5% [0.085]. If negative, enter zero).....	12			0.00
13	Combined net receipts tax (from Worksheet E, line 11).....	13			2548.00
14	Total tax before credits (add lines 12 and 13).....	14			2548.00
15	Net receipts tax credit used (from Schedule NRL, column E).....	15			0.00
16	Exempt raffle tax credit (from Schedule ER, line 4).....	16			0.00
17	Total nonrefundable credit (add lines 15 and 16).....	17			0.00
18	Subtract line 17 from line 14. If negative, enter zero.....	18			2548.00
19	Combined net receipts tax credit (from Worksheet E, line 11; if negative).....	19			0.00
20	Monthly regulatory fee (multiply line 11a by 0.125% (.00125).....	20			154.52
21	TOTAL TAX DUE OR REFUND (add lines 18, 19 and 20).....	21			2702.52

Expenditures /Expenses	22	Lawful purpose expenditures (from LG100C) less MN DOR gaming taxes paid.....	22	10000.00
	23	Total lawful purpose expenditures (add lines 21 and 22).....	23	12702.52
	24	Allowable expenses (total of all Schedule A's).....	24	4781.40
Start Bank	25 a	Starting cash banks per books (total of all Schedule A's).....	25 a	8500.00
	b	Unreimbursed starting cash banks (total of all Schedule A's).....	25 b	0.00
		End-of-month cash balance in starting banks (subtract line 24b from 24a).....	25	8500.00
<b>Organization Total Net Profit</b>				<u>20402.15</u>

*I declare that all information on this summary and tax return is true, correct and complete.*

Sign Here	Chief executive officer (print)		Chief executive officer signature	Date	Daytime Phone
	Gambling manager		Gambling manager signature	Date	Daytime Phone
	Preparer (print)	Name of firm B-Smart	Preparer signature	Date	Daytime Phone (555) 555-5555

Mail Form G1, schedules and any required attachments to:  
Minnesota Revenue, Mail Station 3350, St. Paul, MN 55146-3350

**Lawful Gambling Receipts and Expenses by Site**

Organization name Chain of Lakes Richmond Sauk River	License number 01870	Site permit number 009
Location name Rich Spring Golf	Month/year reported 7/2021	

Gross Profits		A	B	C	
		Gross receipts	Prizes paid	Net receipts	
1	Paper Pull-tabs..... 10 games.....	1	34585.00	25325.00	9260.00
2	Electronic Pull-tabs..... 0 games.....	2	88366.00	69412.90	18953.10
3	Paper Bingo.....	3	0.00	0.00	0.00
4	Electronic Linked Bingo.....	4	663.00	563.55	99.45
5	(PT) Paddletickets (using miniwheel or similar)..... 0 games.....	5	0.00	0.00	0.00
6	(PW) Paddletickets (using paddlewheel table)..... 0 games.....	6	0.00	0.00	0.00
7	Raffles.....	7	0.00	0.00	0.00
8	Tipboards..... 0 games.....	8	0.00	0.00	0.00
9	Sports-themed tipboards..... 0 games.....	9	0.00	0.00	0.00
10	Interest and other income .....	10	0.00		0.00
11	Add lines 1 through 10.....	11	123614.00	95301.45	28312.55

Allowable Expenses				
12	Cost of gambling products paid during the month (include state and local sales tax and freight charges.....)	12		838.84
13	Compensation and payroll taxes.....	13		0.00
14	Penalty and interest paid on taxes.....	14		0.00
15	Accounting services.....	15		750.00
16	Costs for a new or renewed gambling manager's bond.....	16		0.00
17	Local government investigation fees.....	17		0.00
18	Rent paid for conducting lawful gambling.....	18		930.26
19	Electronic Pulltab Game Fees.....	19		1952.53
20	Electronic Linked Bingo Provider Fees.....	20		48.33
21	Other miscellaneous allowable expenses not listed above.....	21		261.44
22	Cash long or short (if cash long, put parentheses around amount).....	22		0.00
23	Reimbursement for excess cash shortages (this is a negative amount).....	23		0.00
24	Total allowable expenses (add lines 12 through 23).....	24		4781.40

Cash Banks				
25	Starting cash banks per books (site records).....	25		8500.00
26	Unreimbursed starting cash banks.....	26		0.00
27	Total starting cash banks (subtract line 26 from line 25).....	27		8500.00

Ending Inventory				
28	Dollar value of ending inventory on the last day of the month for this site. Do not include any sales tax, freight charges or the 1.7 percent tax.....	28		857.39

Net Profit				
29	Net profit less state taxes assessed on lawful gambling (11C - 24 - A08: Monthly State Taxes and Fees Paid...)**.....	29		20402.15

\*\* Include taxes paid of 3129.00 in the current month from previous month activity.

Recommended Tax Allocation from Current Month Activity to Apply in Following Month

Combined Receipts Tax Allocation =	100.00 % of :	2548.00 =	2548.00
Net Receipts Tax Allocation =	8.5 % of :	0.00 =	0.00
Regulatory Fee Allocation =	.125 % of :	123614.00 =	154.52
			<u>2702.52</u>

**Schedule B2 – Lawful Gambling Report of Barcoded Games**

Use this schedule to report pulltab, tipboard and paddleticket games that have been removed from play during the month. If you're reporting destroyed, fund-loss, defective or missing games, read instructions before completing.

Federal ID number 00000		Minnesota tax ID 00000	License number 01870
Name of gambling site Rich Spring Golf		Site permit number 009	Month/year reported 7/2021
		Page 1 of 2	
Type of operation: <input type="checkbox"/> Booth <input type="checkbox"/> Bar-op <input checked="" type="checkbox"/> Machine dispenser Type of game (check one): <input checked="" type="checkbox"/> Paper Pulltabs <input type="checkbox"/> Electronic Pulltabs <input type="checkbox"/> Sports Tipboards <input type="checkbox"/> Progressive tipboards <input type="checkbox"/> Paddletickets <input type="checkbox"/> Tipboards <input type="checkbox"/> Paddletickets (PW) <input type="checkbox"/> Progressive pulltabs		Game status (check one): <input checked="" type="checkbox"/> Played <input type="checkbox"/> Destroyed with approval <input type="checkbox"/> Reported as fund losses <input type="checkbox"/> Defective <input type="checkbox"/> Missing	

	A	B	C	D	E	F	G	H	I	J	K	L	M
	Mfg ID	Part Number	Serial #	Date in play	Ideal gross receipts	Ideal prizes	Value of unsold tickets	Gross receipts (E minus G)	Value of prizes paid	Net Receipts (H minus I)	Cash in hands	Cash long / (short) (K minus J)	Date game removed
1	AI	VS02-MN	7N46292	01-Jul-21	3160.00	2400.00	0.00	3160.00	2400.00	760.00	760.00	0.00	03-Jul-21
2	AI	XR38-MN	7N32180	01-Jul-21	6400.00	4800.00	1264.00	5136.00	2750.00	2386.00	2386.00	0.00	03-Jul-21
3	AG	FATV428	7379406	03-Jul-21	6384.00	4900.00	2176.00	4208.00	3650.00	558.00	558.00	0.00	10-Jul-21
4	AI	VS06-MN	7N46283	03-Jul-21	3160.00	2400.00	769.00	2391.00	2100.00	291.00	291.00	0.00	10-Jul-21
5	TP	5208A-MN	7C25558	10-Jul-21	5280.00	4100.00	2470.00	2810.00	1175.00	1635.00	1635.00	0.00	17-Jul-21
6	TP	5211A-MN	7C25374	10-Jul-21	5280.00	4100.00	2930.00	2350.00	1325.00	1025.00	1025.00	0.00	17-Jul-21
7	TP	5217A-MN	7C25241	17-Jul-21	5280.00	4100.00	1020.00	4260.00	3475.00	785.00	785.00	0.00	23-Jul-21
8	TP	5098K-MN	7C26832	23-Jul-21	5280.00	4100.00	1224.00	4056.00	2950.00	1106.00	1106.00	0.00	28-Jul-21
9	TP	7690E-MN	7C40264	01-Jul-21	6400.00	4800.00	2808.00	3592.00	3500.00	92.00	92.00	0.00	28-Jul-21
10	AG	GOCV175	7430701	17-Jul-21	3168.00	2350.00	546.00	2622.00	2000.00	622.00	622.00	0.00	31-Jul-21

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Federal ID number 00000		Minnesota tax ID 00000	License number 01870
Name of gambling site Rich Spring Golf		Site permit number 009	Month/year reported 7/2021
		Page 2 of 2	

	A	B	C	D	E	F	G	H	I	J	K	L	M
	Mfg ID	Part Number	Serial #	Date in play	Ideal gross receipts	Ideal prizes	Value of unsold tickets	Gross receipts (E minus G)	Value of prizes paid	Net Receipts (H minus I)	Cash in hands	Cash long / (short) (K minus J)	Date game removed
<b>Total</b>					49792.00	38050.00	15207.00	34585.00	25325.00	9260.00	9260.00	0.00	

### Worksheet E — Lawful Gambling Combined Receipts Tax

Complete this schedule to determine if you owe tax on combined receipts. Report gambling activity from July 1 through June 30 of the next year. Start over at zero each July 1. Keep this schedule to use when completing next month's Worksheet E. Do not mail it to the Minnesota Department of Revenue.

	Federal ID number 00000	Minnesota tax ID number 00000	License number 01870
Organization name Chain of Lakes Richmond Sauk River			Month/year reported 7/2021

Receipts	1	Interest and other income (from this month's Form G1, line 5, Column C) . . . . .	1	0.00
	2	Receipts from electronic linked bingo games (from this month's Form G1, line 6, Column C) . . . . .	2	99.45
	3	Receipts from tipboard games (from this month's Form G1, line 7, Column C) . . . . .	3	0.00
	4	Receipts from paper pull-tab games (from this month's Form G1, line 8, Column C) . . . . .	4	9260.00
	5	Receipts from electronic pull-tab games (from this month's Form G1, line 9, Column C) . . . . .	5	18953.10
	6	Add lines 1 through 5. . . . .	6	28312.55
	7	Amount from last month's Worksheet E, line 8 (enter zero if this is the July Worksheet E) . . . . .	7	0.00
	8	Add lines 6 and 7. . . . .	8	28312.55
Tax	9	Go to the table below, determine the tax for line 8 and enter it here . . . . .	9	2548.00
	10	Amount from last month's Worksheet E, line 9 (enter zero if this is the July Schedule E) . . . . .	10	0.00
	11	Combined receipts tax due (subtract line 10 from line 9). . . . .	11	2548.00

Enter the result here and on this month's Form G1. If positive, enter on line 13 of Form G1. If negative, enter the amount on line 19 of Form G1.

If line 8 is :				
over	but no more than	subtract from line 8	multiply result by	add
\$0	\$87,500		9% (.09)	\$0
\$87,500	\$122,500	\$87,500	18% (.18)	\$7,875
\$122,500	\$157,500	\$122,500	27% (.27)	\$14,175
\$157,500		\$157,500	36% (.36)	\$23,625
Enter the result on line 9 above.				

## Lawful Gambling Fund Reconciliation

Organization name	License number	Month/year reported
Chain of Lakes Richmond Sauk River	01870	7/2021
<b>Checking Account</b>		
1 End-of-month checking account balance from bank statements (include from all checking accounts).....	1	23113.12
2 Deposits made during the month that are not included on bank statement.....	2	0.00
Add lines 1 and 2.....		23113.12
3 Checks written during the month that are not included on bank statement.....	3	1702.55
4 End-of-month reconciled checking account balance (subtract line 4 from line 3).....	4	21410.57
<b>Additions</b>		
5 End-of-month cash balance in starting cash banks (from this month's Form G1, line 24).....	5	8500.00
6 Cash received but not deposited by month end from sales of games reported on LG100A (do not list amounts included on line 2 above).....	6	2994.00
7 Total in savings accounts and other non-checking accounts.....	7	0.00
8 Fund loss requests for profit carryover adjustments submitted to Gambling Control Board, but not yet acted upon by the board.....	8	0.00
9 Amounts to be reimbursed for denied fund loss requests, or for fund losses for which a profit carryover adjustment has not been requested.....	9	0.00
10 End-of-month value of merchandise prize inventory.....	10	0.00
11 Other additions.....	11	0.00
12 Total additions (add lines 5 through 11).....	12	11494.00
<b>Subtractions</b>		
13 Linked bingo prize amount payable to (receivable from) linked bingo provider.....	13	146.87
14 Receipts deposited from games still in play that are not included on LG100A.....	14	0.00
15 End-of-month amount due for loans made to gambling fund.....	15	0.00
16 Total unpaid invoices for merchandise prizes.....	16	0.00
17 Calendar raffle and other prizes reported on an LG100A that have not yet been paid to winner(s)...	17	0.00
18 Other subtractions.....	18	0.00
19 Total subtractions (add lines 13 through 18).....	19	146.87
<b>Reconciliation</b>		
20 Reconciled gambling fund balance (subtract line 19 from sum of lines 4 and 12).....	20	32757.70
21 Gross profits for the month (total of all schedules A, line 11C).....	21	28312.55
22 Total lawful purpose expenditures (Total from LG100C).....	22	13129.00
23 Allowable expenses ( Form G1, line 24).....	23	4781.40
24 Profit carryover increase (decrease) (line 21 less sum of lines 22 and 23).....	24	10402.15
25 Profit carryover (from prior month's Schedule F, line 27).....	25	22355.55
26 Approved adjustments by the Gambling Control Board (required written approval).....	26	0.00
27 Profit carryover for this month (add lines 24 through 26).....	27	32757.70
28 Profit carryover variance (subtract line 27 from 20; if lines 20 and 27 do not match, see instructions).....	28	0.00
<b>Explanations</b>	In the space below, briefly explain other additions reported on line 11 and/or other subtractions reported on line 19:	



**Schedule C : Lawful Purpose Expenditures**

Organization Name Chain of Lakes Richmond Sauk River			License Number 01870					
Month/year 7/2021		Is this an amended Schedule C ? <input type="checkbox"/> Yes <input type="checkbox"/> No			Page 1 of 1			
<b>Schedule C: Lawful Purpose Expenditures</b>								
Membership Approval Date	Check or electronic payment		Payment to	Description (Purpose)	Premise	If approved by GCB enter date	Code	Amount
	Date	Number						
19-Jul-2021	19-Jul-2021	1612	SAUK RIVER CHAIN OF LAKES ASSOC		009		A01	10000.00
21-Jul-2021	21-Jul-2021	ET	MN DEPT OF REV		009		A08T	3129.00
								13129