

1.1 ..... moves to amend H.F. No. 2000 as follows:

1.2 Page 28, after line 23, insert:

1.3 "Sec. .... Minnesota Statutes 2022, section 297E.02, subdivision 6, is amended to read:

1.4 Subd. 6. **Combined net receipts tax.** (a) In addition to the taxes imposed under  
1.5 subdivision 1, a tax is imposed on the combined net receipts of the organization. As used  
1.6 in this section, "combined net receipts" is the sum of the organization's gross receipts from  
1.7 lawful gambling less gross receipts directly derived from the conduct of paper bingo, raffles,  
1.8 and paddlewheels, as defined in section 297E.01, subdivision 8, and less the net prizes  
1.9 actually paid, other than prizes actually paid for paper bingo, raffles, and paddlewheels, for  
1.10 the fiscal year. The combined net receipts of an organization are subject to a tax computed  
1.11 according to the following schedule:

1.12	If the combined net receipts	The tax is:
1.13	for the fiscal year are:	
1.14	Not over \$87,500	nine percent
1.15	Over \$87,500, but not over	\$7,875 plus 18 percent of the amount
1.16	\$122,500	over \$87,500, but not over \$122,500
1.17	Over \$122,500, but not	\$14,175 plus 27 percent of the amount
1.18	over \$157,500	over \$122,500, but not over \$157,500
1.19	Over \$157,500	\$23,625 plus 36 percent of the amount
1.20		over \$157,500

1.21 (b) Gross receipts derived from sports-themed tipboards are exempt from taxation under  
1.22 this section. For purposes of this paragraph, a sports-themed tipboard means a sports-themed  
1.23 tipboard as defined in section 349.12, subdivision 34, under which the winning numbers  
1.24 are determined by the numerical outcome of a professional sporting event.

1.25 (c) By September 1, the commissioner shall determine the total amount of revenue,  
1.26 including interest and penalties, collected for the most recently completed fiscal year from

2.1 taxes imposed under this chapter. If the amount determined by the commissioner is less  
 2.2 than or equal to the amount of tax collected under this chapter for fiscal year 2023, the  
 2.3 amount of the rates under this paragraph apply in lieu of the rates under paragraph (a) and  
 2.4 the commissioner shall publish a notice to that effect in the State Register and notify each  
 2.5 taxpayer by December 1. The commissioner must adjust the amount used to determine the  
 2.6 tax collected for fiscal year 2023 as provided in section 270C.22 and the statutory year is  
 2.7 fiscal year 2023. If the rates under this section apply, the combined net receipts of an  
 2.8 organization are subject to a tax computed according to the following schedule, beginning  
 2.9 January 1 of the year following the year the rate adjustment is determined:

	<u>If the combined net receipts for the fiscal year are:</u>	<u>The tax is:</u>
2.10	<u>Not over \$87,500</u>	<u>eight percent</u>
2.11	<u>Over \$87,500, but not over \$122,500</u>	<u>\$7,000 plus 16 percent of the amount over \$87,500, but not over \$122,500</u>
2.12	<u>Over \$122,500, but not over \$157,500</u>	<u>\$12,600 plus 24 percent of the amount over \$122,500, but not over \$157,500</u>
2.13	<u>Over \$157,500</u>	<u>\$21,000 plus 32 percent of the amount over \$157,500</u>

2.19 **EFFECTIVE DATE.** This section is effective the day following final enactment, for  
 2.20 rate adjustments effective January 1, 2025."

2.21 Renumber the sections in sequence and correct the internal references

2.22 Amend the title accordingly