

- 1.1 Senator moves to amend S.F. No. 1949 as follows:
- 1.2 Page 6, delete lines 14 and 15
- 1.3 Page 6, line 16, delete "(4)" and insert "(3)"
- 1.4 Page 6, line 17, delete "(5)" and insert "(4)"
- 1.5 Page 6, line 19, delete "(6)" and insert "(5)"
- 1.6 Page 6, line 21, delete "(7)" and insert "(6)"
- 1.7 Page 6, line 27, delete "(8)" and insert "(7)"
- 1.8 Page 6, line 29, delete "(9)" and insert "(8)"
- 1.9 Page 7, line 1, delete "(10)" and insert "(9)"
- 1.10 Page 7, line 2, delete "(11)" and insert "(10)"
- 1.11 Page 7, line 7, delete "(12)" and insert "(11)"
- 1.12 Page 7, line 9, delete "(13)" and insert "(12)"
- 1.13 Page 7, line 12, delete "(14)" and insert "(13)"
- 1.14 Page 7, line 16, delete "(15)" and insert "(14)"
- 1.15 Page 7, line 21, delete "(16)" and insert "(15)"
- 1.16 Page 7, line 28, delete "(17)" and insert "(16)"
- 1.17 Page 8, line 1, delete "(18)" and insert "(17)"
- 1.18 Page 8, line 4, delete "2024" and insert "2026"
- 1.19 Page 9, line 23, delete "The commissioner shall designate a start"
- 1.20 Page 9, line 24, delete everything before "No"
- 1.21 Page 17, line 24, delete "AND APPROPRIATION"
- 1.22 Page 17, line 26, before the period, insert "established under section 297J.02, subdivision
- 1.23 8, paragraph (a)"
- 1.24 Page 27, line 25, delete "three" and insert "3.5"
- 1.25 Page 31, line 5, after "year" insert "beginning in 2026"
- 1.26 Page 31, line 17, delete "2024" and insert "2025"
- 1.27 Page 32, line 1, delete the semicolon and insert a period

2.1 Page 32, delete line 2

2.2 Page 32, delete subdivision 3

2.3 Page 33, delete section 29 and insert:

2.4 "Sec. 29. **TIMELINE.**

2.5 (a) All first licenses issued by the commissioner of public safety under this article must
2.6 be effective on the same day for applicants who have met all license application requirements
2.7 by August 1, 2025.

2.8 (b) The commissioner must provide notice of the anticipated effective date for licenses
2.9 at least 30 days before the anticipated date for the effective date of licenses. The notice must
2.10 be provided to the chairs and ranking minority members of the committees in the senate
2.11 and the house of representatives with jurisdiction over public safety and state government,
2.12 to the commissioner of revenue, and to licensees.

2.13 Sec. 30. **STUDY ON MOTIVATIONS AND BELIEFS OF YOUNG ADULT**
2.14 **GAMBLERS.**

2.15 Subdivision 1. **Award.** The commissioner shall award a grant to a nonprofit,
2.16 gambling-neutral organization with experience raising public awareness about problem
2.17 gambling and providing professional training for those who work with problem gamblers
2.18 to study the gambling motivations and beliefs of young adult gamblers.

2.19 Subd. 2. **Focus group.** (a) The grant recipient shall convene a focus group of 40
2.20 individuals who are at least 18 years of age but not more than 35 years of age and who have
2.21 experience gambling in Minnesota.

2.22 (b) Membership of the focus group shall reflect the geographical and demographic
2.23 diversity of Minnesotans who are 18 to 35 years of age.

2.24 (c) The focus group shall identify the reasons that young adults gamble and the ways in
2.25 which they engage in gambling, including whether they wager on sporting events; participate
2.26 in fantasy sports; purchase lottery tickets; visit casinos; engage in online gambling; participate
2.27 in card playing as defined in Minnesota Statutes, section 240.01, subdivision 5; engage in
2.28 pari-mutuel betting as defined in Minnesota Statutes, section 240.01, subdivision 14; or
2.29 participate in lawful gambling authorized under Minnesota Statutes, chapter 349.

3.1 Subd. 3. **Qualitative survey.** Following completion of the focus group described in
3.2 subdivision 3, the grant recipient shall create a qualitative survey and obtain responses from
3.3 a sample of at least 50,000 individuals.

3.4 Subd. 4. **Report.** By January 15, 2025, the grant recipient shall submit a report to the
3.5 chairs and ranking minority members of the legislative committees with jurisdiction over
3.6 public safety, the legislative committees with jurisdiction over taxes, the committee in the
3.7 house of representatives with jurisdiction over commerce, the committee in the senate with
3.8 jurisdiction over state government finance and policy, the committee in the house of
3.9 representatives with jurisdiction over ways and means, and the committee in the senate with
3.10 jurisdiction over finance. The report shall summarize the actions and findings of the grant
3.11 recipient and shall make recommendations for policies and the use of financial resources
3.12 to prevent and address problem gambling by young adults."

3.13 Page 34, delete section 1 and insert:

3.14 "Section 1. Minnesota Statutes 2022, section 297E.02, is amended by adding a subdivision
3.15 to read:

3.16 Subd. 12. **Tax relief payments.** By October 1 of each year beginning in 2026, the
3.17 commissioner shall remit payments, as required under section 297J.02, subdivision 7,
3.18 paragraph (g), to each organization licensed to conduct lawful gambling under chapter 349
3.19 on a pro rata basis according to the organization's combined net receipts, as defined under
3.20 this section, for the period beginning July 1 of the previous calendar year and ending on
3.21 June 30 of the current calendar year, and the total combined net receipts from all
3.22 organizations licensed under chapter 349 for the period beginning July 1 of the previous
3.23 calendar year and ending on June 30 of the current calendar year.

3.24 **EFFECTIVE DATE.** This section is effective for sports betting net revenue received
3.25 on and after the start date for mobile sports betting designated by the commissioner of public
3.26 safety pursuant to section 299L.15, subdivision 8.

3.27 Sec. 2. **[297J.01] DEFINITIONS.**

3.28 Unless otherwise defined in this chapter, or unless the context clearly indicates otherwise,
3.29 the following terms have the meanings given.

3.30 (1) "commissioner" means the commissioner of revenue;

3.31 (2) "licensed racetrack" has the meaning provided in section 240.01, subdivision 10;

(3) "mobile sports betting operator" has the meaning given in section 299L.10, subdivision 14;

(4) "mobile sports betting platform provider" has the meaning given in section 299L.10, subdivision 16;

(5) "sporting event" has the meaning given in section 299L.10, subdivision 18;

(6) "sports betting" has the meaning given in section 299L.10, subdivision 19;

(7) "sports betting net revenue" means the total of all cash and cash equivalents received in a month by a mobile sports betting operator or mobile sports betting platform provider from wagers on sporting events, less the following:

(i) cash paid out as winnings in the month;

(ii) the cash equivalent of noncash prizes paid out as winnings in the month, excluding cash and cash equivalents received by a mobile sports betting operator or mobile sports betting platform provider for activities other than sports betting or excise taxes paid to the federal government;

(iii) for wagers placed before January 1, 2028, the entire amount of cash or cash equivalent of promotional credits allowed or free wagers placed in the month;

(iv) for wagers placed after December 31, 2027, and before January 1, 2029, 75 percent of the amount of cash or cash equivalent of promotional credits allowed or free wagers placed in the month;

(v) for wagers placed after December 31, 2028, and before January 1, 2030, 50 percent of the amount of cash or cash equivalent of promotional credits allowed or free wagers placed in the month;

(vi) for wagers placed after December 31, 2029, and before January 1, 2031, 25 percent of the amount of cash or cash equivalent of promotional credits allowed or free wagers placed in the month; and

(vii) for wagers placed after December 31, 2030, no amount of cash or cash equivalent of promotional credits allowed or free wagers placed in the month may be subtracted for purposes of calculating sports betting net revenue; and

(8) "wager" has the meaning given in section 299L.10, subdivision 21.

EFFECTIVE DATE. This section is effective for sports betting net revenue received on and after the start date for mobile sports betting designated by the commissioner of public safety pursuant to section 299L.15, subdivision 8."

5.1 Page 34, line 27, delete "ten" and insert "20"

5.2 Page 34, after line 30, insert:

5.3 "Subd. 2. **Entities required to file and remit.** Unless prescribed under a contractual
5.4 agreement with a mobile sports betting platform provider, a mobile sports betting operator
5.5 must file the return and remit the tax under subdivision 4, and is liable for the tax imposed
5.6 under this section. If a mobile sports betting operator has entered into a contractual agreement
5.7 with a mobile sports betting platform provider for the mobile sports betting platform provider
5.8 to file the return and remit the tax under subdivision 4:

5.9 (1) the mobile sports betting platform is liable for the tax under this section; and

5.10 (2) the mobile sports betting operator must notify the commissioner of the sports betting
5.11 platform provider with which the mobile sports betting operator has entered into the
5.12 agreement."

5.13 Renumber the subdivisions in sequence

5.14 Page 35, line 4, after "operator" insert "or mobile sports betting platform provider"

5.15 Page 35, line 25, delete "7" and insert "8, paragraph (a),"

5.16 Page 35, line 27, delete ", paying taxes, or both"

5.17 Page 36, line 1, delete "5" and insert "6"

5.18 Page 36, line 2, delete "(d)" and insert "(i)"

5.19 Page 36, delete lines 3 to 32

5.20 Page 37, delete lines 1 to 9 and insert:

5.21 "(b) Five percent is annually appropriated to the Minnesota Racing Commission for
5.22 grants to licensed racetracks. Of the amount appropriated under this paragraph, 78 percent
5.23 is appropriated for a grant to a licensed racetrack at which live thoroughbred horse racing
5.24 is conducted and 22 percent is appropriated for a grant to a licensed racetrack at which
5.25 standardbred horse racing is the only form of live racing conducted.

5.26 (c) Of the amounts appropriated under paragraph (b), a licensed racetrack must use at
5.27 least 75 percent for purse supplements for races to be conducted exclusively for
5.28 Minnesota-bred horses.

5.29 (d) Of the amounts appropriated under paragraph (b), up to 25 percent may be used by
5.30 a licensed racetrack for any of the following purposes:

6.1 (1) breeders' awards for Minnesota-bred thoroughbred, standardbred, quarter horse, and
6.2 Arabian horses;

6.3 (2) to pay reimbursements to the commission for the cost of providing state stewards;

6.4 (3) to assist in the transition of Minnesota-bred horses into retirement;

6.5 (4) to fund research projects conducted by persons affiliated with a university or
6.6 governmental research agency or institution related to equine illness and disease,
6.7 performance-related accidents and injuries, and improvements of breeding techniques;

6.8 (5) to fund mental health programs for jockeys, stewards, and backstretch employees
6.9 who have direct involvement with the care and preparation of racing horses; and

6.10 (6) to pay for increases in compensation to backstretch employees who have direct
6.11 involvement with the care and preparation of racing horses.

6.12 (e) 15 percent is appropriated to the director of Explore Minnesota Tourism for grants
6.13 to Minnesota Sports and Events.

6.14 (f) Ten percent is appropriated to the commissioner of human services of which half is
6.15 for the compulsive gambling treatment program established under section 245.98, and half
6.16 is for a grant to the state affiliate recognized by the National Council on Problem Gambling
6.17 to be used to increase public awareness of problem gambling, provide education and training
6.18 for individuals and organizations providing effective treatment services to problem gamblers
6.19 and their families, and research relating to problem gambling. Money appropriated by this
6.20 clause must supplement and must not replace existing state funding for these programs.

6.21 (g) 20 percent is appropriated to the commissioner for purposes of making payments
6.22 under section 297E.02, subdivision 12. Any money remaining at the end of each fiscal year
6.23 is canceled to the sports betting revenue account.

6.24 (h) Five percent is appropriated to the commissioner of education for grants to the
6.25 Minnesota State High School League established under chapter 128C to support youth sports
6.26 and activities.

6.27 (i) 45 percent is appropriated to the commissioner for deposit to the general fund."

6.28 Page 37, delete lines 10 to 13 and insert:

6.29 "EFFECTIVE DATE. This section is effective for sports betting net revenue received
6.30 on or after the start date for mobile sports betting designated by the commissioner of public
6.31 safety pursuant to section 299L.15, subdivision 8, except that subdivision 8 is effective July
6.32 1, 2024, and applies to application, license, and renewal fees received after June 30, 2024,

7.1 and sports betting net revenue received on or after the start date for mobile sports betting
7.2 designated by the commissioner of public safety pursuant to section 299L.15, subdivision
7.3 8."

7.4 Page 37, line 14, delete "MOBILE SPORTS BETTING OPERATOR"

7.5 Page 37, line 16, delete "or" and insert "and"

7.6 Page 37, line 32, delete "June 30, 2024" and insert "on and after the start date for mobile
7.7 sports betting designated by the commissioner of public safety pursuant to section 299L.15,
7.8 subdivision 8"

7.9 Page 38, line 5, delete "June 30, 2024" and insert "on and after the start date for mobile
7.10 sports betting designated by the commissioner of public safety pursuant to section 299L.15,
7.11 subdivision 8"

7.12 Page 46, line 2, delete everything before "APPROPRIATIONS"

7.13 Page 46, delete section 1

7.14 Page 48, delete section 3

7.15 Page 49, delete lines 28 and 29

7.16 Page 49, line 30, delete "revenue" and insert "\$..... in fiscal year 2025 is appropriated
7.17 from the general"

7.18 Page 50, delete lines 2 and 3

7.19 Page 50, line 4, delete "revenue" and insert "\$..... in fiscal year 2025 is appropriated
7.20 from the general"

7.21 Page 50, after line 5, insert:

7.22 "Sec. 4. APPROPRIATIONS FOR STUDIES.

7.23 (a) \$..... in fiscal year 2025 is appropriated from the general fund to the commissioner
7.24 of public safety for the study required under Minnesota Statutes, section 299L.655,
7.25 subdivision 1. The commissioner may contract with a third party to conduct the study. This
7.26 is a onetime appropriation.

7.27 (b) \$..... in fiscal year 2025 is appropriated from the general fund to the commissioner
7.28 of public safety for the study required under Minnesota Statutes, section 299L.6556. The
7.29 commissioner may contract with a third party to conduct the study. This is a onetime
7.30 appropriation.

8.1 (c) \$150,000 in fiscal year 2025 is appropriated from the general fund to the commissioner
8.2 of public safety to make the grant required under article 1, section 30. This is a onetime
8.3 appropriation."

8.4 Renumber the sections in sequence and correct the internal references

8.5 Amend the title accordingly