



## Burnsville Hockey Club

### Gambling Report (August 2020)

Meeting Date: August 19, 2020

#### *Transparency Statement:*

Gambling operations documents are maintained by the Gambling Manager and are open to the membership for review. Viewing of gambling documents can be scheduled through the either Club executive committee members or Kevin Lienau, Gambling Director. Monthly gambling documents as required by Minnesota Statute and Rule are provided to membership for voting/approval via the "Board Voting" section on the website. Voting membership is responsible for approving Monthly gambling documents.

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#### *Results of Annual Independent Audit*

As required by Minnesota Charitable Gambling statute, an annual Independent Audit is required following the end of the current fiscal year (June 30, 2020). Attached to this report please find a copy of the Independent Auditors' Report from Mr. James Dittmer CPA of Dittmer Accounting Services Ltd. Dated August 5, 2020. As stated in the report, "the financial statements referred to the above present fairly, in all material respects, the financial position of the Lawful Gambling Fund of Burnsville Youth Hockey Association as of June 30, 2020 and 2019, and the results of its operations for the years then ended in accordance with the regulatory basis of accounting described in Note 1." This signifies that the audit was successful and no irregularities were found.

#### *Audit Acceptance Motion:*

"I would like to entertain a motion to accept the findings of the annual Independent Audit for the current fiscal year (July 1, 2019 to June 30, 2020)."

Motion By: \_\_\_\_\_

Seconded By: \_\_\_\_\_

Motion Passed / Failed (Circle One)

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#### *Transfer to Club from Gambling:*

Gambling operations are able to transfer \$35,000.00 to the club in August 2020. This is compliant with the pre-approved Lawful Expenditure Motion made during the July 2020 meeting.

#### *Expenditure Authorization:*

Club membership must give prior authorization for all gambling expenditures. Due to meeting schedule, it is not practical to authorize current month expenditures expeditiously. As such, membership is allowed to authorize an estimated expenditure up to a maximum amount. Actual expenditures must fall under this estimate and are to be reconciled via the following month's gambling documents.



**Burnsville Hockey Club**

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*Allowable Expenses Motion:*

"I would like to entertain a motion to pre-approve up to, but not in excess of, \$ 35,000.00 for estimated Gambling Enterprise Operational Expenses for the month of September 2020. This pre-approval authorizes Gambling Enterprise related operational expenses as detailed on the LG1004 Gambling form under Allowable Expenses, as well as, any and all other expenses not listed that are deemed critical for the Gambling Enterprise operation."

Motion By: \_\_\_\_\_

Seconded By: \_\_\_\_\_

Motion Passed / Failed (Circle One)

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*Lawful Purpose Expenditure Motion:*

"I would like to entertain a motion for pre-approval of estimated Lawful Purpose Transfers of up to, but not in excess of, \$ 45,000.00 for the month of September 2020 as detailed on the LG1004 Gambling form under Lawful Purpose Expenditures."

Motion By: \_\_\_\_\_

Seconded By: \_\_\_\_\_

Motion Passed / Failed (Circle One)

## INDEPENDENT AUDITORS' REPORT

Board of Directors and Members  
Burnsville Youth Hockey Association  
Burnsville, Minnesota

I have audited the accompanying financial statements of the Lawful Gambling Fund of Burnsville Youth Hockey Association, which comprise the statements of assets, liabilities and profit carryover – regulatory basis as of June 30, 2020 and 2019, and the related statements of revenues, expenses and changes in profit carry over – regulatory basis for the years then ended, and the related notes to the financial statements.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the regulatory basis of accounting as described in Note 1; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditors' Responsibility**

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

### **Opinion**

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Lawful Gambling Fund of Burnsville Youth Hockey Association as of June 30, 2020 and 2019, and the results of its operations for the years then ended in accordance with the regulatory basis of accounting described in Note 1.

### **Basis of Accounting**

I draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the regulatory basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. My opinion is not modified with respect to this matter.

**Restriction on Use**

My report is intended solely for the information and use of the board of directors, members and management of the Burnsville Youth Hockey Association and Minnesota Revenue and is not intended to be and should not be used by anyone other than these specified parties.

**Dittmer Accounting Services Ltd.**

James Dittmer CPA

Golden Valley, Minnesota

August 5, 2020