

**CHAPTER 7864**  
**GAMBLING CONTROL BOARD**  
**MANUFACTURERS**

7864 0030 MANUFACTURER OPERATIONS,  
ACCOUNTS, AND RECORDS

**7864.0030 MANUFACTURER OPERATIONS, ACCOUNTS, AND RECORDS.**

Subpart 1. **Standards for manufacture of gambling equipment.** The following items apply to lawful gambling equipment manufactured for sale in Minnesota:

*[For text of items A and B, see M.R.]*

C. All tipboards and tipboard tickets manufactured for sale in Minnesota must conform to the following standards:

(1) for tipboard games using multi-ply tickets, the manufacturing standards in item A, apply;

(2) for tipboard games using folded or banded tickets, the manufacturing standards in item B, apply;

*[For text of subitems (3) to (7), see M.R.]*

D. All bingo hard cards, bingo paper sheets, bingo paper sheet packets, and breakopen bingo paper sheets manufactured for sale in Minnesota must conform to the following standards:

(1) except as provided in subitem (4), each bingo face must have 25 squares arranged in five vertical and five horizontal rows. The letters "B, I, N, G, O" must be preprinted above the five vertical columns, with one letter appearing above each column. The center space must be marked "free." The printed numbers on the bingo hard card or bingo paper sheet face must correspond with the numbers and letters of the bingo balls, as follows:

*[For text of units (a) to (e), see M.R.]*

(2) bingo hard cards, bingo paper sheets, and breakopen bingo paper sheets must not have repeating numbers on the same face;

(3) each bingo paper sheet face must have imprinted on its face both its face number and serial number;

(4) all bingo paper sheets not preprinted but completed by the player must contain five horizontal rows of spaces with each row containing five spaces. The central row must have the word "free" marked in the center space. All spaces must be of uniform size and color; and

(5) each breakopen bingo paper sheet must be constructed so that the bingo face or faces are concealed by being sealed in such a manner that prevents revealing any part of the bingo face, and so that all of the 24 numbers on each face cannot be determined from the outside of the breakopen bingo paper sheet by using a high intensity lamp of up to and including 500 watts, or cannot be determined by the naked eye.

*[For text of items E to I, see M.R.]*

Subp. 2. **Prior approval of gambling equipment required.** The following items apply to the approval of gambling equipment prior to sale in Minnesota. Before the sale of any gambling equipment in Minnesota, the manufacturer must submit to the board a sample of such equipment. All gambling equipment submitted for consideration must be received in the board's office on or before the 15th day of the month in order to ensure consideration at the board's meeting the following month. The board shall notify the manufacturer in writing no later than five days after a board meeting of the board's decision on whether the product is approved for sale in Minnesota. Board approval for sale of gambling equipment in Minnesota does not constitute approval of the bar code required by the commissioner of revenue.

*[For text of items A to C, see M.R.]*

D. Bingo hard cards, bingo paper sheets, bingo paper sheet packets, and breakopen bingo paper sheets submitted for approval must consist of the following:

*[For text of subitems (1) and (2), see M.R.]*

(3) any changes to approved bingo hard cards, bingo paper sheets, bingo paper sheet packets, or breakopen bingo paper sheets must be submitted to the board for review and, if deemed appropriate by the board, submitted for approval pursuant to subitems (1) and (2).

E. Devices for selecting bingo numbers being submitted for approval must consist of the following:

(1) a catalog or brochure illustrating that the product meets the standards in this item,

*[For text of subitems (2) and (3), see M.R.]*

F. Paddlewheels and paddlewheel tables being submitted for approval must consist of the following:

(1) a catalog or brochure illustrating that the product meets the standards in this item;

*[For text of items (2) and (3), see M.R.]*

*[For text of items G to I, see M.R.]*

Subp. 3. **Sale of approved gambling equipment.** The following items pertain to the sale of approved gambling equipment in Minnesota:

*[For text of items A and B, see M.R.]*

C. the following items apply to leases or sales of pull-tab dispensing devices by licensed manufacturers to licensed distributors:

*[For text of subitems (1) to (3), see M.R.]*

(4) if a distributor's license is suspended, revoked, not renewed, or otherwise terminated, the lease agreement shall be canceled pursuant to the terms of the lease agreement required by subitem (1);

*[For text of items D to F, see M.R.]*

G. any pull-tab dispensing devices provided by a licensed manufacturer to a licensed distributor for demonstration purposes must be clearly and permanently marked for use as a demonstration device only;

H. a manufacturer shall not provide more than four keys to any door or interior compartment of a pull-tab dispensing device. After the manufacturer has leased or sold a pull-tab dispensing device to a licensed distributor, no additional keys to that pull-tab dispensing device shall be provided; and

I. effective December 1, 1996, no manufacturer may sell or otherwise provide a partial series of bingo paper sheets or bingo paper sheet packets to a licensed distributor.

*[For text of subs 4 to 6, see M.R.]*

Subp. 7. **Records and reports.** The following items apply to manufacturer records and reports:

A. Pricing reports.

(1) A licensed manufacturer must submit a monthly pricing report to the board. The report must be in a format approved by the board and, at a minimum, include:

*[For text of units (a) to (d), see M.R.]*

(e) for bingo hard cards, bingo paper sheets, bingo paper sheet packets, and breakopen bingo paper sheets, the price per thousand faces, whether the equipment is subject to a rebate, and volume discounted price;

*[For text of units (f) to (j), see M.R.]*

*[For text of subitems (2) and (3), see M.R.]*

B. Sales invoice.

*[For text of subitems (1) to (4), see M.R.]*

(5) For bingo paper sheets and breakopen bingo paper sheets, the following information must appear on the sales invoice:

(a) the serial number and color of each set of breakopen bingo paper sheets sold to a distributor; and

(b) for bingo paper sheets, the serial number from the top sheet in each packet, the serial number per series for uncollated paper, the color, cut, and the quantity.

Effective December 1, 1996, this subitem shall no longer apply.

(6) For bingo paper sheets and bingo paper sheet packets, effective December 1, 1996, the following information must appear on the sales invoice:

(a) for breakopen bingo paper sheets, the serial number and color of each set of breakopen bingo paper sheets sold to a distributor;

(b) for each set of bingo paper sheet packets:

i. the color of each sheet in the packet in the order of collation;

ii. the number of sheets per packet (UP's);

iii. the number of faces per sheet (ON's);

iv. the series; and

v. the serial number from each sheet in the packet if the serial numbers are not uniform throughout the packet, or the serial number from the top sheet in each packet if the serial numbers are uniform throughout the packet. The serial numbers may be recorded on a separate document which is attached to the invoice, provided that the invoice clearly states that the serial number listing is attached as a separate document; or

vi. the serial number from the top sheet in each packet. The serial numbers may be recorded on a separate document which is attached to the invoice, provided that the invoice clearly states that the serial number listing is attached as a separate document. If the serial numbers are not uniform throughout the packet, the invoice must clearly indicate that only the serial number from the top sheet in the packet is being provided.

Effective June 1, 1997, subunit vi shall no longer apply;

(c) for bingo paper sheets (case paper):

i. the color;

ii. the number of sheets per case;

iii. the number of faces per sheet (ON's);

iv. the series; and

v. the serial number from the top sheet in the case.

(7) For bingo hard cards, the price per face.

(8) For permanent gambling equipment such as bingo ball selection devices, paddlewheels, paddlewheel tables, and pull-tab dispensing devices, the sales invoice must include a complete description of the equipment being sold or leased, including the make, model number, and serial number of the permanent gambling equipment.

(9) Each manufacturer who sells, leases, or otherwise provides gambling equipment must electronically report the sales made each month to the commissioner of revenue. The report is due by the 20th of the month following the month in which the sale was completed.

#### C. Returned gambling equipment report.

(1) A manufacturer who accepts returns from a distributor of gambling equipment not manufactured in accordance with the standards in subpart 1, shall file a monthly report with the board. The report must be in a format approved by the board, and include the following information:

*[For text of units (a) to (c), see M.R.]*

(d) for bingo hard cards, bingo paper sheets, bingo paper sheet packets, and breakopen bingo paper sheets, the number of cases, the serial number, the series number for uncollated paper, the standards in subpart 1 which were not met, the actions taken by the manufacturer to bring the returned equipment into compliance with the standards in subpart 1 or a statement that the returned equipment was destroyed, and the name and license number of the distributor returning the equipment;

*[For text of units (e) and (f), see M.R.]*

*[For text of subitem (2), see M.R.]*

#### D. Report of delinquent distributor required.

*[For text of subitems (1) to (3), see M.R.]*

(4) No manufacturer may extend credit or sell gambling equipment to a distributor in violation of an order under subitem (1) or (3) until the board has authorized such credit or sale.

*[For text of subitem (5), see M.R.]*

*[For text of items E and F, see M.R.]*

**Statutory Authority:** *MS's 349.151*

**History:** *20 SR 2624*