

## MSHSL Foundation Legislation

MSHSL Foundation Meeting

June 25, 2018

The following session law was passed in 2006 and has an official place in the 2006 Session Laws, Chapter 257, Section 19. This is the original language that identifies the requirement for a “nonprofit charitable foundation” and also identifies the primary purpose of the foundation.

Sec. 19.

### **HIGH SCHOOL LEAGUE; FUNDS TRANSFER.**

Beginning July 1, 2007, the Minnesota State High School League shall annually determine the sales tax savings attributable to Minnesota Statutes, section 297A.70, subdivision 11, and annually transfer that amount to a nonprofit charitable foundation created for the purpose of promoting high school extracurricular activities. The funds must be used by the foundation to make grants to fund, assist, recognize, or promote high school students' participation in extracurricular activities. The first priority for funding will be grants for scholarships to individuals to offset athletic fees. The foundation must equitably award grants based on considerations of gender balance, school size, and geographic location, to the extent feasible.

### **297A.70 EXEMPTIONS FOR GOVERNMENTS AND NONPROFIT GROUPS.**

#### **Subdivision 1.Scope.**

(a) To the extent provided in this section, the gross receipts from sales of items to or by, and storage, distribution, use, or consumption of items by the organizations or units of local government listed in this section are specifically exempted from the taxes imposed by this chapter.

#### **Subd. 11.School tickets or admissions.**

Tickets or admissions to regular season school games, events, and activities are exempt. For purposes of this subdivision, "school" has the meaning given it in section 120A.22, subdivision 4.

#### **Subd. 11a.Minnesota State High School League tickets and admissions.**

Tickets and admissions to games, events, and activities sponsored by the Minnesota State High School League under chapter 128C are exempt.

