

### NEVADA GAMING CONTROL BOARD

1919 College Parkway, P.O. Box 8003, Carson City, Nevada 89702
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557 W. Silver Street, Suite 207, Elko, Nevada 89801
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A.G. BURNETT, Chairman SHAWN R. REID, Member TERRY JOHNSON, Member

### **NOTICE**

Notice # 2015-92 Issuing Division: Executive Secretary

DATE: OCTOBER 6, 2015

TO: PUBLIC, ALL LICENSEES AND INTERESTED PERSONS

SUBJECT: 2015-07R AND 2015-08R: NOTICE AND AGENDA OF PUBLIC REGULATION

WORKSHOP OF THE NEVADA GAMING CONTROL BOARD TO SOLICIT

COMMENTS FOR POSSIBLE AMENDMENTS TO NEVADA GAMING COMMISSION REGULATIONS TO EFFECTUATE SENATE BILL 443, REGARDING ENTITY WAGERING, PASSED DURING THE 2015 LEGISLATIVE SESSION AND SENATE BILL 38, AS IT RELATES TO NIGHT CLUB VENUES, PASSED DURING THE 2015

**LEGISLATIVE SESSION** 

I. NOTICE OF WORKSHOP

II. PUBLIC COMMENT

III. WORKSHOP AGENDA

IV. PUBLIC COMMENT

### I. NOTICE OF WORKSHOP

The Nevada Gaming Control Board (Board) will hold a workshop to receive public input on amendments to Nevada Gaming Commission (NGC) Regulations to effectuate Senate Bill 443, regarding entity wagering, passed during the 2015 Legislative Session and Senate Bill 38, as it relates to night club venues, passed during the 2015 Legislative Session.

The text of Senate Bill 443 is available at the following URL: http://leg.state.nv.us/Session/78th2015/Bills/SB/SB443\_EN.pdf

The text of Senate Bill 38 is available at the following URL: <a href="http://leg.state.nv.us/Session/78th2015/Bills/SB/SB38\_EN.pdf">http://leg.state.nv.us/Session/78th2015/Bills/SB/SB38\_EN.pdf</a>

The public workshop is scheduled as follows:

# October 12, 2015 at 11:30 AM (Senate Bill 443) October 12, 2015 at 1:00 PM (Senate Bill 38 (as it relates to night club venues))

Gaming Control Board Offices
Grant Sawyer Building
Hearing Room 2450
555 East Washington Avenue
Las Vegas, Nevada 89101

And via video conference at Gaming Control Board Offices 1919 College Parkway Carson City, Nevada 89706

Interested persons will be afforded the opportunity to present statements, arguments or contentions in writing, with or without opportunity to present them orally. Written comments should be submitted prior to 5:00 p.m., **Friday, October 9, 2015.** Comments should be submitted to the Executive Secretary via e-mail at <a href="mailto:regcomments@gcb.nv.gov">regcomments@gcb.nv.gov</a>.

### **II. PUBLIC COMMENT**

This public comment agenda item is provided in accordance with NRS 241.020(2)(c)(3) which requires an agenda provide for periods devoted to comments by the general public, if any, and discussion of those comments. No action may be taken upon a matter raised under this item of the agenda until the matter itself has been specifically included on an agenda as an item upon which action will be taken.

### III. WORKSHOP AGENDA 11:30 AM

2015-08R: AMENDMENTS TO NEVADA GAMING COMMISSION REGULATIONS TO EFFECTUATE SENATE BILL 443, REGARDING ENTITY WAGERING, PASSED DURING THE 2015 LEGISLATIVE SESSION.

#### For Possible Action

In accordance with Senate Bill 443 passed during the 2015 Legislative Session, discussion and consideration of possible amendments to Nevada Gaming Commission Regulations to effectuate Senate Bill 443 which directs the Nevada Gaming Commission to adopt regulations relating to entity wagering. The purpose of these regulations is to make changes as follows:

### PROPOSED NEW REGULATION SECTION TO REGULATION 26C PROPOSED AMENDMENTS TO REGULATIONS 26C.160 AND 26C.190

**PURPOSE:** To amend account wagering rules to specifically contemplate business entities; to require notice from a licensee intending to accept wagers from business entities; to require all interest holders in a business entity which will place wagers be fully disclosed; to require a licensee be able to trace all funds used by a business entity to place wagers; to require a licensee perform due diligence on a business

entity from which the licensee accepts wagers and to record and maintain records of any due diligence performed by the licensee; to prohibit a licensee from accepting wagers from a business entity if it is unable to verify certain information about a business entity; to require books to request independent annual audits from business entities placing wagers with the books; to require immediate reporting of any violation of law or regulation related to a business entity placing wagers with a book; to require all business entity wagering activity occur through a wagering account; to require a book to report the closure of a business entity wagering account or dissolution of a wagering business entity to the Board and the reasons therefore; to require the adoption, display, and adherence to house rules concerning business entities; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

### PROPOSED NEW REGULATION SECTION TO REGULATION 22 PROPOSED AMENDMENTS TO REGULATIONS 22.061, 22.140, 22.160 AND 22.121

PURPOSE: To amend account wagering rules to specifically contemplate business entities; to require notice from a licensee intending to accept wagers from business entities; to require all interest holders in a business entity which will place wagers be fully disclosed; to require a licensee be able to trace all funds used by a business entity to place wagers; to require a licensee perform due diligence on a business entity from which the licensee accepts wagers and to record and maintain records of any due diligence performed by the licensee; to prohibit a licensee from accepting wagers from a business entity if it is unable to verify certain information about a business entity; to require books to request independent annual audits from business entities placing wagers with the books; to require immediate reporting of any violation of law or regulation related to a business entity placing wagers with a book; to require all business entity wagering activity occur through a wagering account; to require a book to report the closure of a business entity wagering account or dissolution of a wagering business entity to the Board and the reasons therefore; to require the adoption, display, and adherence to house rules concerning business entities; to exclude business entities from being classified as listed patrons; to expand suspicious wager reporting to specifically include potential violations of money laundering and illegal sports wagering laws; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

### **WORKSHOP AGENDA 1:00 PM**

2015-07R: AMENDMENTS TO NEVADA GAMING COMMISSION REGULATIONS TO EFFECTUATE SENATE BILL 38, AS IT RELATES TO NIGHT CLUB VENUES, PASSED DURING THE 2015 LEGISLATIVE SESSION.

For Possible Action

## PROPOSED NEW REGULATION SECTIONS TO REGULATION 5 PROPOSED AMENDMENTS TO REGULATIONS 3.100, 5.055, and 5.105

**PURPOSE:** To expand required reporting of criminal violations; to promulgate new regulation sections concerning club venues; to define terms used throughout the new regulation sections; to require employees be designated to monitor club venues and require such employees be listed in the annual employee report required by Regulation 3.100; to set out which club venue employees shall be required to register as gaming employees; to set out club venue reporting requirements; to set out termination

reason reporting requirements; to set out security and surveillance requirements for club venues; to set out medical service and staffing requirements; to require independent hosts or promoters to have written agreements with club venues; to require independent hosts or promoters to register in a manner similar to independent agents; to require independent audits of club venues and set out the requirements therefore; to set out required club venue policies and procedures provisions; to set out requirements regarding access to club venue areas and records; to require a revolving account for club venue undercover operations; to set out specific unsuitable methods of operation with regard to club venues; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

### IV. PUBLIC COMMENT

This public comment agenda item is provided in accordance with NRS 241.020(2)(c)(3) which requires an agenda provide for periods devoted to comments by the general public, if any, and discussion of those comments. No action may be taken upon a matter raised under this item of the agenda until the matter itself has been specifically included on an agenda as an item upon which action will be taken.

#### **PUBLIC NOTICE**

The public is hereby noticed that items on this agenda may be taken out of order, two or more agenda items may be combined for consideration, and/or at any time an agenda item may be removed from the agenda or discussion delayed.

The Nevada Gaming Control Board and Nevada Gaming Commission will take public comment on any matters within their jurisdiction, control or advisory power. Comments by the public may be limited to three minutes as a reasonable time, place and manner restriction, but may not be limited based upon viewpoint.

We are pleased to make reasonable accommodations for members of the public who are disabled and wish to attend the meeting. If special arrangements for the meeting are necessary, please notify the Executive Secretary's office in writing at the Nevada Gaming Commission, P.O. Box 8003, Carson City, Nevada 89702-8003 or by calling (775) 684-7750 as soon as possible.

This agenda has been posted at the following locations: 1919 College Parkway, Carson City, Nevada; 885 East Musser Street, Carson City, Nevada; 209 East Musser Street, Carson City, Nevada; 100 Stewart Street, Carson City, Nevada; 555 East Washington Avenue, Suite 2600, Las Vegas, Nevada; on the official website of the State pursuant to NRS 232.2175; and on the Board's website at: <a href="http://gaming.nv.gov/index.aspx?page=145">http://gaming.nv.gov/index.aspx?page=145</a>.

In the event there are supporting materials available for the items on this agenda, such materials will be produced upon request pursuant to NRS 241.020(6) and (7) by contacting the Custodian of Records Barbara Bolton at (775) 684-7760 prior to the meeting. A public copy of supporting materials received during a meeting will be made available. Supporting materials may also be available on the Board's website at: <a href="http://gaming.nv.gov/index.aspx?page=145">http://gaming.nv.gov/index.aspx?page=145</a>.