## **NEVADA GAMING COMMISSION**



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> HON. JENNIFER TOGLIATTI (RET), Chair ROSA SOLIS-RAINEY, Member OGONNA M. BROWN, Member HON. BRIAN KROLICKI (RET.), Member GEORGE M. MARKANTONIS, Member

## **NOTICE**

Notice #2023-62 Issuer: Executive Secretary

**DATE:** August 18, 2023

TO: ALL LICENSEES AND OTHER INTERESTED PERSONS

SUBJECT: 2023-01R: NOTICE OF HEARING FOR CONSIDERATION OF PROPOSED

AMENDMENTS TO NEVADA GAMING COMMISSION REGULATIONS REGARDING, WITHOUT LIMITATION, EMPLOYEE REPORT; OPERATION OF KENO GAMES; DUTIES OF LICENSEE; OPERATION OF AN INTER-CASINO LINKED SYSTEM; INHOUSE PROGRESSIVE PAYOFF SCHEDULES; LICENSING AND OPERATION OF A GAMING SALON; OPERATION OF A SYSTEM SUPPORTED OR SYSTEM BASED GAMING DEVICE; WAGERING ACCOUNTS; HOSTING CENTER – REGISTRATION REQUIRED; AUDITED FINANCIAL STATEMENTS; INTERNAL CONTROL FOR GROUP I LICENSEES; MANDATORY DISCLOSURE PROVISIONS FOR CREDIT APPLICATIONS AND CREDIT INSTRUMENTS – SIGNATURE REQUIREMENTS; INSTALLATION OF A SYSTEM BASED GAME OR A SYSTEM SUPPORTED GAME; DUPLICATION OF PROGRAM STORAGE MEDIA; MARKING, REGISTRATION, AND DISTRIBUTION OF GAMING DEVICES; APPROVAL OF PROMOTIONAL DEVICES – APPLICATIONS AND PROCEDURES; RATES AND BILLINGS – USER REPORTS; REVIEWED FINANCIAL STATEMENTS; ACCOUNTING FOR TRANSACTIONS BETWEEN CARD TABLE BANK AND CARD ROOM BANK; AND COMMISSIONS

AND TAXES.

In accordance with Section 1 of Executive Order 2023-008, the Nevada Gaming Commission (NGC) will hold a public hearing to consider the adoption, amendment, or repeal of the regulations identified pursuant to Sections 1 and 2 of Executive Order 2023-003 and stated below.

The public hearing will be held on or about the hour of 10:00 a.m. on September 21, 2023, at the following locations:

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

and via video conference at the Gaming Control Board Office 1919 College Parkway Carson City, Nevada 89706

## **For Possible Action**

2023-01R: To repeal NGC Regulation 3.100 regarding employee reports; to amend NGC Regulation 3.110 to remove the designation as a key employee those persons referenced in the employee report required by NGC Regulation 3.100 given the proposed repeal of NGC Regulation 3.100; and to take such additional action as may be necessary and proper to effectuate these stated purposes, including without limitation:

To amend NGC Regulations 5.011 and 5.310 to remove references to NGC Regulation 3.100 given its proposed repeal; to amend NGC Regulation 5.310 to provide that, upon request, a licensee shall provide to the Board the identity of any employee designated as a "club venue monitor;" and to take such additional action as may be necessary and proper to effectuate these stated purposes.

To amend NGC Regulation 22.010 to remove the definition of "key employee" and its reference to NGC Regulation 3.100 given the proposed repeal of NGC Regulation 3.100; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

To amend NGC Regulation 26C.010 to remove the definition of "key employee" and its reference to NGC Regulation 3.100 given the proposed repeal of NGC Regulation 3.100; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To repeal NGC Regulation 5.025(3) regarding the written approvals from the Chair of the Board to operate a keno game that exceeds a \$250,000 payout on any one game; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To repeal NGC Regulation 5.105(8) regarding the requirement that each licensee submits a written report to the Board on or before the 15th day of each month containing the name, gaming registration number, positions held, and date of hire of each gaming employee hired during the immediately preceding month; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To repeal NGC Regulation 5.180(2)(f) to no longer require that operators of intercasino linked systems provide and maintain a terminal and printer to monitor information regarding the system progressive pay schedules and other relevant data; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To amend NGC Regulation 5.110(2) to increase the threshold amount from \$1,200 to \$5,000 at which licensees are exempt from recording a progressive log on a recurring basis; to

remove "nonrestricted" so that all licensees can record the progressive amount at least every 7 days, so long as they have a Board approved on-line slot metering system; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To amend NGC Regulation 5.200(3)(a) to no longer require that licensees operating a gaming salon on the property of a resort hotel provide telephonic and electronic-mail notification to the Board each time a gaming salon is open and closed for patron play; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To repeal NGC Regulation 5.215 to no longer require licensees who operate a system supported or system based gaming device to perform certain actions and provide required information to the Board; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To repeal matter under the flush line (→) of NGC Regulation 5.225(19) to no longer require licensees to submit wagering account rules before an amendment or adoption to the Chair of the Board; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To amend NGC Regulation 5.230 regarding the registration of hosting centers to align the hosting center registration requirements with other types of registrations as provided in Regulation 4.200 and make necessary deletions and modifications to NGC Regulation 5.230 as part of incorporating hosting center registration requirements into NGC Regulation 4.200; and to take such additional action as may be necessary and proper to effectuate these stated purposes, including without limitation;

To amend NGC Regulation 4.200 regarding registrations to include in its provisions the registration of hosting centers as provided in NGC Regulation 5.230; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To amend NGC Regulation 6.080(6) to eliminate the requirement for audited or reviewed financial statements covering the period since the previously submitted financial statements in the event of license terminations, unless requested by the Chair; to allow licenses to submit financial statements for a stub period in conjunction with the financial statements for the first full business year, not later than 120 days after the end of the first full business year; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To repeal NGC Regulation 6.090(2)(e) regarding the requirements that applicants submit an accompanying letter from an independent accountant stating that the applicant's written internal control system has been reviewed by the accountant and complies with the requirements of this section; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To amend NGC Regulation 6.090(11) to require that licensees submit a complete copy of their internal control system when reporting amendments made since the previous annual report—not reported pursuant to NGC Regulation 6.090(10) and to expand those eligible to sign the amendments to a comparable position of the licensee's chief financial officer; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To repeal NGC Regulation 6.118(4) regarding credit applications and credit

instruments issued by licensees to patrons; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To repeal NGC Regulation 14.105 to allow for the installation of a system based or a system supported game without the prior written approval of the system network implementation from the Chair of the Board; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To repeal NGC Regulation 14.160 to no longer require licensees, other than manufacturers, to receive Board approval before duplicating the contents of gaming device program storage media; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To repeal NGC Regulation 14.170(1)(b)(2) to no longer require manufacturers to affix the Board approval number on all media placed in gaming devices; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To amend NGC Regulation 14.210(2) to no longer require restricted licensees to obtain approval by the Chair of the Board before the use of a promotional device; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To amend NGC Regulation 20.030(7) to align with the deadline in subsection 3 of NRS 463.369 to the 15<sup>th</sup> day of the month to submit monthly reports of the amounts wagered at the buyer's or user's establishment of races and events for which a disseminator supplies the buyer or user with horse or other racing information used to determine winners of or payoffs on the wagers; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To amend NGC Regulation 20.070(1) to eliminate the requirement for reviewed financial statements covering the period since the previously submitted financial statements in the event of license terminations, unless requested by the Chair of the Board; to allow licensees to submit one copy of reviewed financial statements instead of two copies; to allow licensees to submit financial statements for a stub period in conjunction with the financial statements for the first full business year, not later than 120 days after the end of the first full business year; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To amend NGC Regulation 23.040(3) to allow licensees to utilize the casino cage in lieu of a card room bank without written approval; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2023-01R: To amend NGC Regulation 26.060(1) to update the correct commission percentage of 18 percent as reflected in subsection 1 of NRS 464.040; to amend NGC Regulation 26.060(2) to update the correct tax percentage of 3 percent that licensees pay on the total commission deducted on all pari-mutuel wagers as reflected in subsection 3 of NRS 464.040; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

These items will be heard by the NGC at the September 21, 2023 meeting, and may be continued and heard at subsequent meetings of the NGC as required to effectuate the above-stated purposes.

The proposed regulation language will be posted on the Nevada Gaming Control Board website "Regulation Activity" page at: <a href="http://gaming.nv.gov/index.aspx?page=52">http://gaming.nv.gov/index.aspx?page=52</a>. Any questions should be directed to the NGC's Senior Research Specialist at <a href="jotorres@gcb.nv.gov">jotorres@gcb.nv.gov</a>.