

REGULATION 6.150 MINIMUM BANKROLL REQUIREMENTS FOR NONRESTRICTED  
GAMING LICENSEES INCLUDING OPERATORS OF INTER-CASINO LINKED SYSTEMS  
AND SLOT ROUTE OPERATORS

INSTRUCTIONS AND WORKSHEET

1/1/13

In accordance with Regulation 6.150, attached is the bankroll formula worksheet and detailed instructions for completion which are used by the Gaming Control Board when evaluating compliance with this regulation by licensees other than restricted locations where the license is not held by a slot route operator.

Although the majority of instructions are found in the attachment, a few items of note require highlighting here:

1. All licensees are subject to both an “on hand” requirement and a “next business day” requirement. “On hand” generally means cash readily available on the business premises for immediate use. The instructions specify that this requirement can be met with currency only, a term that specifically excludes coin. The “next business day” requirement is fulfilled with the on hand amounts plus items that could be converted to cash by the end of the next business day. Further details on these requirements are specified in the attached instructions. A deficiency in either requirement is a violation of Regulation 6.150.
2. Instructions have been keyed to the numbered boxes appearing on the formula spreadsheet.
3. For operators of multiple satellite race and sports books, all satellite books should be combined and treated as a single book for purposes of establishing the bankroll requirement.
4. Slot route operators (SRO’s) are to compute the bankroll requirement as follows:
  - a. For all restricted locations at which the SRO does NOT hold the license, no calculation is necessary as the license holder is responsible for compliance.
  - b. A SRO that services a restricted location noted in “a” above may submit a letter to the Board indicating that they wish to cover the bankroll requirement for the licensee. If approved, the SRO shall include the location in the calculation noted in “c” below.
  - c. For all restricted locations at which the SRO holds the license and locations noted in “b” above, the SRO shall combine the results of operations from all such locations and calculate the route-wide bankroll requirement pursuant to the instructions.
  - d. Item 7 of the formula requires the gross gaming revenue from the prior business year. However, a SRO should enter the total win from all restricted route locations.
  - e. Item 14 of the formula segregates the machine count into four categories. However, a SRO should enter the route-wide machine total into the “Slot Route Operators Only” category leaving the other categories blank.
  - f. Nonrestricted locations must calculate their bankroll requirement pursuant to the instructions regardless of their association with a SRO.
  - g. To reduce the risk of theft, the bankroll requirements calculated at “c” and “f” above may be maintained at a centralized location.
  - h. Furthermore, if the slot route operator has inter-casino linked systems, the total

bankroll must also be sufficient to meet the requirements applicable to that system in addition to all other requirements.

If the slot route operator offers linked jackpots that will be paid in full upon winning, such progressive obligations should be reflected in the “variable amounts requirements” category. If the slot route operator uses the reserve method of funding periodic payments pursuant to Regulation 5.115(3)(c), the reserves held in restricted accounts should be reflected in the “cash in bank” category, while the amount of required reserves pursuant to Regulation 5.115(2)(m) should be reflected in the “variable amounts requirements” category.

5. Bankroll requirements for licensed operators of inter-casino linked systems consist of all games or payouts for which the operator is responsible for making payment. The operator is to treat all of its operations as a single entity for bankroll requirement purposes. Any “on hand” requirements are to be met at the main business location of the operator. Although the entire worksheet needs to be completed, special attention needs to be given to the periodic payments section of the worksheet and instructions if payments are made in installments. See also note 4(h) above.
6. For a licensee who reports interactive gaming revenue on its NGC tax return, pursuant to Regulation 5A.125, the bankroll calculation for this licensee is to account for 25% of the total amount of players’ funds held in the interactive gaming accounts (excluding those funds not redeemable for cash) by the operator of interactive gaming. It is also to include the full amount of any progressive jackpots related to interactive gaming.
7. All licensees must accurately compute the bankroll requirement and available bankroll monthly. Evidence of the monthly computation and supporting documentation must be maintained and be made available for inspection by Board agents for five years following the applicable bankroll computation date. An electronic spreadsheet has been developed for this purpose. This spreadsheet is available at <http://gaming.nv.gov/index.aspx?page=60>. Licensees may store completed bankroll spreadsheets in electronic form provided that the electronic records are indexed in a manner that permits prompt retrieval. Licensees may choose any consistent schedule for performing monthly computations; however, compliance with the bankroll requirements is required at all times. Board Agents may perform bankroll verifications at any time. A deficiency on any date is a violation of Regulation 6.150, regardless of the timing of the licensee’s own verification procedures.
8. Waivers allowing computations to be made less frequently than monthly may be granted by the State Gaming Control Board Chairman or his designee for good cause. Typically, good cause may only be deemed to exist when the bankroll routinely maintained by the licensee substantially exceeds the minimum amount required by regulation. Any waivers are in the sole and absolute discretion of the Chairman or his designee, and will be conditioned as deemed necessary.
9. Unless otherwise approved by the Chairman or his designee, cash in bank may not be included in the “on-hand” computation. Further information on the inclusion of these funds in the “on-hand” computation is included in the attached instructions.

10. Unless otherwise approved by the Chairman or his designee, funds controlled by the licensee's parent company or an affiliate may not be used to satisfy the bankroll requirement. Further information on the use corporate treasury funds is included in the Bankroll Instructions at <http://gaming.nv.gov/modules/showdocument.aspx?documentid=42>.