

REGULATION 6.150 MINIMUM BANKROLL REQUIREMENTS FOR NONRESTRICTED
GAMING LICENSEES OFFERING INTER-CASINO LINKED SYSTEMS

INSTRUCTIONS

10/01/17

In accordance with Regulation 6.150, attached is the bankroll formula for a nonrestricted operator of an inter-casino linked system license or a nonrestricted slot route operator license, who utilizes the license for the purpose of operating an inter-casino linked system.

Note: If the operator of the inter-casino linked system operates a traditional slot route in addition to the inter-casino linked jackpot payout, utilize the nonrestricted bankroll calculation. Operators of slot routes that place slot machines for revenue sharing purposes only may use this bankroll. Generally, these operators are not responsible for daily operations (e.g., drop/count, payouts or preparing the slot analysis reports for the slot machines).

- 1) Cash in bank. Reconciled bank balance, which is the current book balance of the bank account(s). Cash in bank may include cash held in unrestricted accounts; and cash held in restricted accounts to fund inter-casino linked gaming and promotional activity conducted in Nevada; or arising from the operation of a multi-jurisdictional prize payout system, which includes Nevada. Cash in bank may not include cash held in restricted accounts to fund gaming and promotional activity conducted in jurisdictions other than Nevada.

Note: For the purpose of the bankroll, restricted accounts are bank accounts holding cash, restricted by the operator, to fund inter-casino linked gaming and promotional activity.

- 2) Cash equivalents. Funds which can be converted and used to make jackpot payouts by the next business day. Cash equivalents may include savings account(s) and money market funds held by the operator to fund inter-casino linked gaming and promotional activity conducted in Nevada or arising from the operation of a multi-jurisdictional prize payout system, which includes Nevada. For the purpose of the bankroll, cash equivalents may not include treasury bills, commercial paper, or other funds which are not available upon demand without restriction or penalty. Cash equivalents may not include savings and/or money market account(s) held by the operator to fund gaming and promotional activity conducted in jurisdictions other than Nevada.
- 3) Reserves maintained under the Regulation 5.115(3)(c) method. Reserves may include current maturity value of the investments held in the name of the patrons receiving periodic payments and current maturity value of the investments held to fund future annuity payments.
- 4) No input required, this formula equals the total funds available.
- 5) Total present value of all meters (100%) for which periodic payments are offered in accordance with Regulation 5.115(2)(m)(3). Total present value of all meters shall include the aggregate present value of the progressive meters currently on public display in Nevada, including those that arise from multi-jurisdictional prize payout systems.

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- 6) Total value of all instant win meters (100%). Total value of all instant win meters shall include the aggregate value of the progressive instant win meters currently on public display in Nevada, including those that arise from multi-jurisdictional prize payout systems.
- 7) No input required, this formula populates from item (12 j) Variable amounts.
- 8) No input required, this formula is the total bankroll requirement.
- 9) No input required, this formula is the cash excess or deficiency.
- 10) Corporate treasury waiver, if approved. 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.

Note: Funds made available to the licensee in a form of a line of credit by a third party may not be used to meet the bankroll requirement unless approved by the Chairman or his designee.

- 11) No input required, the formula combines the approved corporate treasury waiver amount to the cash excess or deficiency to arrive at the adjusted cash excess or deficiency.
- 12) Variable amounts requirements.
 - a) Regulation 5.115(2)(m)(1) amount. The amount includes the present value of the aggregate remaining balances owed on all prizes awarded to patrons who are receiving periodic payments.
 - b) Regulation 5.115(2)(m)(2) amount. An amount sufficient to pay the single cash payments offered in conjunction with qualified prize options for prizes previously awarded for which elections have not been made by the patrons.
 - c) Regulation 5.115(2)(m)(4) amount. An amount equal to satisfy the current liabilities to all patrons receiving periodic payments due and payable within 12 months if cash is used as the approved funding source.
 - d) Regulation 5.115(2)(m)(5) amount. Any additional amounts administratively required by the Chairman.
 - e) Regulation 5.115(9)(a) amount. The amount includes installment payments due within the next 12-month period for all amounts won or on public display for which the licensee will be making periodic payments.

Note: This variable amount requirement only applies to the licensees with periodic payment plans approved in accordance with Regulation 5.115(3)(a).
 - f) Regulation 5.115(9)(b)(1)(2) amount. The amount includes the first installment payment, if not yet paid, and the present value of all future payments:
 1. For amounts won or awarded but for which the funding has not been completed; and
 2. For all prizes which have not been won or awarded but are on public display, including a progressive meter.

Note: This variable amount requirement only applies to the licensees with periodic payment plans approved in accordance with Regulation 5.115(3)(b).

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- g) Regulation 5.115(9)(c) amount. An alternative amount and/or method required by the Chairman to satisfy the minimum bankroll requirement for other approved funding plans used for periodic payments.
- h) Regulation 5.225 reserve requirement. The reserve amount required pursuant to Regulation 5.225.
Note: This variable amount requirement only applies to the licensees offering wagering accounts. For the purpose of this bankroll, a wagering account is defined at Regulation 5.225(1)(d).
- i) Other variable amounts. Other variable amounts shall include any additional amount administratively required by the Nevada Gaming Control Board Chairman or his designee.
- j) No input required, this formula sums a-i of item (12) to calculate the total variable amounts and populates item (7).
Note: In calculating the variable amounts requirements for item (12), the licensee must include the requirements arising from the licensee's inter-casino linked gaming and promotional activity conducted in Nevada and from the operation of a multi-jurisdictional prize payout system, which includes Nevada.

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. Licensees may store completed bankroll spreadsheets and supporting documentation 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 requiring immediate notification to the Board, regardless of the licensee's own verification procedures.