WAGERING ACCOUNTS

REGULATION 5.225(20) MODEL RESERVE AGREEMENTS

To assist licensees and financial institutions in meeting the requirements of Regulation 5.225(20), model reserve agreements have been developed for reserves maintained in the form of cash, cash equivalent or a bond. A sample format for an irrevocable letter of credit is available from the Audit Division; however, most banks have their own requirements.

To ensure that your agreement is prepared correctly, we recommend that you use these forms and simply complete the blanks with the appropriate information. You are not required to use these forms as long as the format you use meets the criteria. A completed form is attached to each model agreement to assist you in the preparation.

Any questions regarding Regulation 5.225(20) or the agreements should be directed to the Audit Division in Las Vegas at (702) 486-2060.

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