

ATTACHMENT A
Proposed Amendments to Regulation 22
(Draft: 06/29/05)

Effective Dates Note:

All of the proposed amendments to Regulation 22 will become effective upon approval by the Nevada Gaming Commission.

PROPOSED AMENDMENTS TO REGULATION 22

PURPOSE OF AMENDMENTS: To define the terms “account wagering system”, “Group I licensee”, “Group II licensee”, “secure personal identification” and “wagering account”; to include “other animal races” as a type of event on which race books may accept wagers; to indicate the differences in the applications and internal control procedures that must be filed by Group I & II licensees for race & sports books; to eliminate the “transition provision” in Regulation 22.035 regarding the registration of employees that was adopted in November 1998; to eliminate an incorrect reference in Regulation 22.040(6)(b); to replace the term “board” with the term “chairman”, where appropriate; to make the term “chairman” non-gender specific; to eliminate the requirement of printing a betting ticket for account wagers; to clarify that wagers may be made against credits in a wagering account; to clarify that the use of an account wagering system must be approved by the chairman; to eliminate references to safekeeping/front money accounts; to replace the term “bettor” with the term “patron”; to correct the inference that in-house wagers on greyhound racing could not be accepted unless approved in writing by the chairman; to move the provisions regarding annual approval of wagering communications technology from Regulation 22.140 to Regulation 22.130; to require a book employee to obtain a patron’s gender when establishing a wagering account; to remove the provisions regarding pari-mutuel horse race wagering accounts and reference to proposed Regulation 26C that will address pari-mutuel horse race wagering accounts; to clarify that wagering communications must be recorded separately from the computerized bookmaking system; to expand the provisions regarding account wagering; and to eliminate the provisions regarding credit accounts.

RACE BOOKS AND SPORTS POOLS (Draft: 06/29/05)

22.010 Definitions. As used in this regulation:

1. “Account wagering system” means a system of wagering using telephone, computer or other method of wagering communication as approved by the chairman whose components shall be located in this State. The components shall include, but not be limited to, the systems operator, permanent information databases, system monitoring equipment, writers, and patron service representatives.

21. “Book” means a race book or sports pool licensed and approved pursuant to chapter 463 of NRS and this regulation.

32. “Cash” means coin and currency that circulates, and is customarily used and accepted as money, in the issuing nation.

43. “Central site book” means a book which, for the purpose of wagering communications, may allow other licensed books to establish wagering or credit accounts, accept deposits on accounts and return funds or close out accounts for the central site. Such other licensed books:

(a) Must be outstation or satellite books of the central site, as defined in this regulation, or must be affiliates of the central site, as defined in NRS 463.430(3)(b); and

(b) Must have on-line, real-time access to the appropriate functions of the central site’s computerized bookmaking system.

54. “Chairman” means the chairman of the state gaming control board or ~~his~~ **the chairman’s** designee.

65. “Communications technology” means the methods used and the components employed to facilitate the transmission of information including, but not limited to, transmission and reception systems based on wire, cable, radio, microwave, light, optics, or computer data networks. The term does not include the ~~i~~Internet.

7. “Group I licensee” means a Group I licensee as that term is defined in Regulation 6.010.

8. "Group II licensee" means a Group II licensee as that term is defined in Regulation 6.010.

~~96.~~ "Internet" means the international computer network of both Federal and non-Federal interoperable packet switched data networks.

~~107.~~ "Key employee" means an employee in any of the classes described in subsection 1 of Nevada gaming commission Regulation 3.100, other than an employee meeting only the description in paragraph (e) of that subsection.

~~118.~~ "Messenger bettor" means a person who places a race book or sports pool wager for the benefit of another for compensation.

~~129.~~ "Noncash wager" means any bet or portion of a bet not made with cash. The term includes, but is not limited to, a bet made with chips, tokens, unpaid winning tickets, funds in a wagering account, extensions of credit, negotiable instruments, electronic or other funds transfer, or other representatives of value approved by the board.

~~1340.~~ "Nonpari-mutuel wager" means a race book or sports pool wager other than one offered to be included in a common pari-mutuel pool.

~~1444.~~ "Outstation book" means a book, other than a satellite book, that shares the computerized bookmaking system and certain management or administrative functions of a book operated by an affiliated licensee, as defined in NRS 463.430(3)(b).

~~1542.~~ "Post time" means, unless an earlier time is required by regulation in the state where the race is run:

(a) For users of live broadcasts and for buyers of audible announcements of post time from disseminators of live broadcasts, the later of either the time when the disseminator transmits an audible announcement of the post time, or when the race is started by, as applicable, the opening of the gates and/or box, the starting gate car begins to close its arms, or such other method used by the track and administratively approved by the chairman.

(b) For races broadcast live on a national television network for which an agreement has been reached with a disseminator to provide an audible announcement of post time, that time when the disseminator relying upon information obtained independently of the television broadcast, transmits an audible announcement of post time which must be no later than when the race is started by, as applicable, the opening of the gates and/or box, the starting gate car begins to close its arms, or such other method used by the track and administratively approved by the chairman.

(c) Except as provided in paragraph (b) of subsection 12, for races provided by means other than a live broadcast and for races broadcast live on a national television network for which no agreement has been made with a disseminator to provide an audible announcement of post time, not later than 2 minutes before the scheduled post time as announced by the disseminator.

~~1643.~~ "Race book" means a business that accepts wagers on horse or other **animal** races.

~~1744.~~ "Satellite book" means a book that has been licensed pursuant to the provisions of NRS 463.245(3).

18. "Secure personal identification" means an encoded alpha-numeric character code or any other method of identifying the patron as approved by the chairman through which the book may verify a wager or account transaction was authorized by the patron.

~~1945.~~ "Sports pool" means a business that accepts wagers on sporting events or other events, other than horse or other **animal** races. The term includes, but is not limited to, a business that accepts sports parlay card wagers as defined in Regulation 22.090.

20. "Wagering account" means an electronic ledger wherein the following types of transactions relative to sports and nonpari-mutuel race wagers are recorded:

(a) Deposits;

(b) Withdrawals;

(c) Amounts wagered;

(d) Amounts paid on winning wagers;

(e) Amounts paid for horse racing-related services or merchandise;

(f) Service or other transaction-related charges authorized by the patron; and

(g) Adjustments to the account.

~~2146.~~ "Wagering communication" means the transmission of a wager between a point of origin and a point of reception by aid of a communications technology.

22.020 License required; applications.

1. No person may operate or own any interest in a race book or sports pool in Nevada unless that person holds a nonrestricted gaming license specifically permitting the person to do so.

2. Applications for a license to operate a race book or a license to operate a sports pool must be made, processed, and determined in the same manner as applications for nonrestricted gaming licenses, using such forms as the chairman may require.

3. Each application for approval made by a Group I licensee must be accompanied by an internal control system prepared and submitted in accordance with Regulation 6 and this regulation.

22.030 [Repealed: 1/1/99.]

22.035 Registration of employees.

1. Any individual who fulfills the function of race book or sports pool manager, race book or sports pool supervisor, or who determines race book or sports pool betting odds, point spreads or betting lines must register with the board. Such registration must be made on a form provided by the chairman and shall include the individual's:

- (a) Full legal name and any aliases, nicknames, maiden name and any other change, legal or otherwise;
- (b) Social security number and current driver's license number;
- (c) Date and place of birth;
- (d) History of residence for the past 5 years;
- (e) History of employment for the past 10 years;
- (f) Complete history of arrests, detentions, or litigations including any which have been sealed or expunged by court order;
- (g) Consent to a full licensing investigation, subject to the provisions of subsection 3, by the board and commission; and
- (h) Such other information as required by the chairman.

2. Licensed key employees or key employees in applicant status are not required to register pursuant to this section.

~~3.~~ Individuals required to register at the time this section is adopted shall have 60 days to file such forms. All other individuals must file within 30 days of assuming such duties.

~~34.~~ After reviewing the registration forms, the chairman may request that the individual file a completed application form. Individuals who object to the request for submission of a completed application form and commencement of a full licensing investigation by the board may appeal the administrative decision to the full board and commission in a manner similar to that outlined in Regulations 4.185 through 4.195.

~~45.~~ The requirements of this section do not apply to satellite books.

22.040 Reserve requirements.

1. Unless the chairman for good cause permits or requires a different amount, each book shall at all times maintain a reserve of not less than the greater of \$25,000 or the sum of the following amounts:

- (a) Amounts held by the book for the account of patrons;
- (b) Amounts accepted by the book as wagers on contingencies whose outcomes have not been determined; and
- (c) Amounts owed but unpaid by the book on winning wagers through the period established by the book for honoring winning wagers.

2. Before beginning operations, each newly-licensed book must establish a reserve of at least the greater of \$25,000 or the amount the chairman projects will at least equal the sum of the amounts specified in paragraphs (a), (b) and (c) of subsection 1 at the end of the first week of the book's operation. After the book begins operations, the book's reserve must comply with subsection 1.

3. The reserve described in subsections 1 and 2 must be maintained in the form of cash, cash equivalent, an irrevocable letter of credit, a bond, or a combination thereof. Except as otherwise provided in subsection 4, the reserve must be unencumbered and must not be commingled with funds of the book or any of its owners, employees, affiliates, or other persons or entities associated with the book.

4. The reserve described in subsections 1 and 2 may be combined as a single amount for a book and its satellite books.

5. If a reserve is maintained in the form of cash, cash equivalent, or an irrevocable letter of credit, it must be held or issued, as applicable, by a federally-insured financial institution. If the reserve is maintained in the form of a bond, it must be written by a bona fide insurance carrier. The reserve must be established pursuant to a written agreement between the book and the financial institution or insurance carrier, but the book may engage an intermediary company or agent acceptable to the chairman to deal with the institution or carrier, in which event the reserve may be established pursuant to written agreements between the book and the intermediary and between the intermediary and the financial institution or insurance carrier.

6. The agreements described in subsection 5 must reasonably protect the reserve against claims of the book's creditors other than the patrons for whose benefit and protection the reserve is established, and must provide that:

(a) The reserve is established and held in trust for the benefit and protection of patrons to the extent the book holds money for their account, has accepted wagers from them on contingencies whose outcomes have not been determined, or owes them on winning wagers;

(b) The reserve must not be released, in whole or in part, except to the board on the written demand of the chairman or to the book on the written instruction of the chairman. The reserve must be available within 60 days of the written demand or written notice. The book may receive income accruing on the reserve unless the chairman instructs otherwise pursuant to subsection 9 or 13;

(c) The book has no interest in or title to the reserve or income accruing on the reserve except to the extent expressly allowed in this section;

(d) Nevada law and this section govern the agreements and the book's interest in the reserve and income accruing on the reserve;

(e) The agreements are not effective until the chairman's approval has been obtained pursuant to subsection 7; and

(f) The agreements may be amended only with the prior, written approval of the chairman.

7. Each book shall submit to the chairman all information and copies of all documents relating to its proposed reserve arrangement, including copies of the agreements described in subsections 5 and 6, and must obtain the chairman's approval of the agreements and of the reserve arrangement generally. The chairman shall determine whether the agreements and arrangement satisfy the purposes and requirements of this section, may require appropriate changes or withhold approval if they do not, and shall notify the book of ~~the~~ his determination. Amendments to reserve agreements or arrangements must be approved in the same manner.

8. A book must calculate its reserve requirement each day. In the event a book determines that its reserve is not sufficient to cover the calculated requirement, the book must, within 24 hours, notify the chairman of this fact in writing and must also indicate the steps the book has taken to remedy the deficiency.

9. Each book must engage an independent certified public accountant to examine the pertinent records relating to the reserve each month and determine the reserve amounts required by this section for each day of the previous month and the reserve amounts actually maintained by the book on the corresponding days. The book shall make available to the accountant whatever records are necessary to make this determination. The accountant shall report the findings with respect to each day of the month under review in writing to the board and the book no later than the tenth day of the next month. The report shall include the licensee's statement addressing each day of noncompliance and the corrective measures taken.

10. The report described in subsection 9 may be prepared by an employee of the licensee that is independent of the book if written approval has been received from the chairman. The report must contain the signature of an employee attesting to the accuracy of the submitted information.

11. If the chairman is notified pursuant to subsection 8, or the report described in subsection 9 indicates that at any time during the month under review the amount of the reserve did not meet the requirements of this section, the chairman may instruct the book to either increase the reserve accordingly or cease accepting wagers and money for the account of patrons until such time as the reserve meets the requirements of this section and is confirmed to the chairman's satisfaction.

12. If the report indicates that the amount of the reserve exceeds the requirements of this section, the chairman shall, at the book's request, instruct the financial institution, insurance carrier, or intermediary to remit the excess to the book or, in the case of a bond, to reduce the bond accordingly.

13. When a book ceases operating and its license lapses or is surrendered or revoked, the chairman may demand payment of the reserve, any income accruing on the reserve after operations cease, and, if instructions from the chairman that income accruing on the reserve not be paid to the book are in effect when operations cease, any income accruing since the instructions took effect. The board may interplead the funds in state district court for distribution to the patrons for whose protection and benefit the reserve was established and to such other persons as the court determines are entitled thereto, or shall take such other steps as are necessary to effect the proper distribution of the funds, or may do both.

14. As used in this section, "month" means a calendar month unless the chairman requires or approves a different monthly period to be used for purposes of this section, in which case "month" means the monthly period so required or approved.
(Adopted: 7/85. Effective: 9/1/85. Amended: 6/86; 11/98. Effective: 1/1/99.)

22.050 Issuance and control of betting tickets.

1. Immediately upon accepting a wager, **other than an account wager**, the book shall create a betting ticket on which the terms of the wager are written.
2. Betting tickets must bear the name and address of the book.

22.060 Acceptance of wagers.

1. Books may not accept wagers unless made with cash, chips, tokens, or other representatives of value approved by the **chairman board**, or against **credits made to a wagering account as provided for in Regulation 22.160** ~~front money deposited or on credit extended in accordance with the provisions of chapter 463 of NRS and the regulations of the Nevada gaming commission.~~

2. A book shall accept wagers only on its licensed premises, and only at betting stations approved by the chairman **or through an account wagering system that has been approved by the chairman**.

3. A book shall not knowingly accept money or its equivalent ostensibly as a wager upon an event whose outcome has already been determined. A licensed sports pool shall not accept a wager on an event unless the date and time at which the outcome of the event is determined can be confirmed from reliable sources satisfactory to the chairman or from records created and maintained by the book in such manner as the chairman may approve.

4. Licensed sports pools may accept wagers, including parlay card wagers, as to which of the participating contestants will win specified sports events and as to whether the total points scored in a specified game, match, or similar sports event will be higher or lower than a number specified for that event. Licensed sports pools shall not accept wagers, including parlay card wagers, on other contingencies unless their outcomes are reported in newspapers of general circulation or in official, public records maintained by the appropriate league or other governing body, or unless the pertinent sports events are televised live at the book and a book employee other than a betting ticket writer monitors the telecast, records the occurrence of the pertinent events and contingencies simultaneously with their occurrence, and records the time of their occurrence.

5. No book or agent or employee of a book may accept a wager from a person who the book, agent, or employee knows or reasonably should know is a messenger bettor or is placing the wager in violation of state or federal law.

6. No book may hold a patron's money or its equivalent on the understanding that the book will accept the money as a wager only upon the occurrence of a specified, future contingency, unless a betting ticket documenting the wager and contingency is issued immediately when the book receives the money or its equivalent.

7. A race book or sports pool may not accept wagers on a race or sporting event unless the wagering proposition is posted. Propositions may be posted by electronic or manual means, including printed media. If posted propositions are not updated simultaneously with actual changes to the propositions, and announcement, audible throughout the race book or sports pool, must be made simultaneously with the actual changes followed by updating the posted propositions within a time specified in the house rules.

8. At least 30 days prior to a book commencing operations, the book shall notify the **chairman board** in writing as to whether the book will accept noncash wagers. Books licensed as of the date of the adoption of this subsection shall submit such notifications at least 30 days prior to the effective date of Regulations 22.061, 22.062 and 22.063. A book shall submit written notification to the chairman at least 15 days prior to deviating from such previous notification.

22.061 Noncash wagers in excess of \$10,000.

1. Prior to accepting any noncash, nonpari-mutuel wager in excess of \$10,000 the book shall:

- (a) Obtain the patron's name;
- (b) Obtain or reasonably attempt to obtain the patron's permanent address and social security number;
- (c) Obtain one of the following identification credentials from the patron:
 - (1) Driver's license;
 - (2) Passport;
 - (3) Non-resident alien identification card;
 - (4) Other reliable government issue identification credentials; or

(5) Other picture identification credential normally acceptable as a means of identification when cashing checks; and

(d) Examine the identification credential obtained to verify the patron's name, and to the extent possible, to verify the accuracy of the information obtained pursuant to paragraph (b).

2. Prior to accepting a noncash, nonpari-mutuel wager in excess of \$10,000, if a book knows a person is placing a wager allowed by the Nevada Revised Statutes and these regulations on behalf of another person, the licensee shall obtain and record the information required by paragraphs (a) through (d) of subsection 1 with respect to the person placing the wager, and the licensee shall reasonably attempt to obtain and, to the extent obtained, shall record the information required by paragraphs (a) through (d) of subsection 1 with respect to the person for whom the wager was placed.

3. Subsequent to accepting a noncash, nonpari-mutuel wager in excess of \$10,000 the book shall record or maintain records that include:

(a) The patron's name and, if applicable, the agent's name;
(b) The patron's address and, if applicable, the agent's address;
(c) The patron's social security number and, if applicable, the agent's social security number;

(d) A description including any document number of the identification credential examined (or credential information on file for known patrons) and, if applicable, for the agent;

(e) The amount of the wager;
(f) Window number or other identification of the location where the wager occurred;
(g) The time and date of the wager;
(h) The name and signature of the book employee accepting or approving the wager;

and
(i) Any other information as required by the chairman.

A book shall not implement alternative procedures to comply with this subsection without the written approval of the chairman.

4. As used in this section, a "known patron" means a patron known to the book employee accepting the wager, for whom the licensee has previously obtained the patron's name and identification credential, and with respect to whom the licensee has on file and updates, at least every three years, all the information required to be recorded pursuant to this section.

5. As used in this section, a "listed patron" means a known patron for whom the book has requested and received approval from the chairman to exclude wagers placed by the patron from the reporting requirements of this section. If the chairman does not deny the request for approval within 15 days of receipt of the request, the request will be deemed to be approved. All approvals may be revoked at any time at the discretion of the chairman, and are conditioned that the patron's wagers remain subject to the identification and recordkeeping requirements of subsections 1 through 4 and of Regulations 22.062, 22.063 and 22.064. A book's written request to have a patron approved as a listed patron shall include:

(a) The patron's name;
(b) The patron's residence, mailing or business address;
(c) The patron's social security number;
(d) The patron's identification credential information including any document number and expiration date;

(e) The patron's birth date;
(f) A recent photograph of the patron's face or a copy of a current picture identification credential;

(g) A description of the patron's book wagering activity and including the use of any wagering accounts; ~~or safekeeping front money accounts and credit accounts including account numbers;~~

(h) A statement as to why the book desires to have the patron approved as a listed patron and an acknowledgment that the book believes that the patron is not involved in illegal wagering activity;

(i) The signature of the licensee or an officer of the licensee; and

(j) Any other information as required by the chairman.

All records related to the patron's activity supporting the request shall be available for board review.

6. Each book shall report the wagers required to be recorded pursuant to this section, excluding any wagers accepted from listed patrons, on a "Book Wagering Report," a form published or approved by the chairman that includes, but is not limited to:

(a) The patron's and agent's (if applicable) name;
(b) The patron's and agent's (if applicable) identity credential information;

- (c) The patron's and agent's (if applicable) social security number;
- (d) Wager amounts; and
- (e) Date of transactions.

Reports shall be submitted to the board no later than 15 days after the end of the month of the occurrence of the transaction and in such manner as the chairman may approve or require. Each book shall file an amended report if the licensee obtains information to correct or complete a previously submitted report, and the amended report shall reference to the previously submitted report. Each book shall retain a copy of each report filed for at least 5 years unless the chairman requires retention for a longer period of time.

22.062 Multiple wagers.

1. A book and its employees and agents shall not knowingly allow, and each book shall take reasonable steps to prevent, the circumvention of Regulation 22.061 by multiple wagers within its designated 24-hour period with a patron or a patron's agent or by the use of a series of wagers that are designed to accomplish indirectly that which could not be accomplished directly. As part of a book's efforts to prevent such circumventions relative to Regulation 22.061 a book shall establish and implement noncash wager multiple transaction logs.

2. Each book shall record in a noncash wager multiple transaction log all noncash, nonpari-mutuel wagers in excess of \$3,000, or in smaller amounts that aggregate in excess of \$3,000 when any single officer, employee, or agent of the book has actual knowledge of the wagers or would in the ordinary course of business have reason to know of the wagers between the book and a patron or a person who the book knows or has reason to know is the patron's confederate or agent. This record shall be made for noncash, nonpari-mutuel wagers occurring during a designated 24-hour period, within a monitoring area.

3. Each log entry in a noncash wager multiple transaction log shall be made by the employee accepting or approving the wager, immediately after accepting the wager, and shall include at a minimum:

- (a) Description of the patron (or agent), which may include such identifiers as age, sex, race, eye color, hair, weight, height and attire, if the person is present when the wager is accepted;
- (b) Patron's name and agent's name, if known;
- (c) Window number or other identification of the location where the wager occurred;
- (d) Time and date of the wager;
- (e) Dollar amount of the noncash wager;
- (f) Signature of person accepting or approving the wager.

One log shall be maintained for each monitoring area, for each designated 24-hour period. A log is completed for each 24-hour period regardless of whether any noncash, nonpari-mutuel wagers occurred. At the conclusion of each designated 24-hour period, the last entry on the log shall be an indication that the end of the designated 24-hour period has occurred. A book shall not implement alternative procedures or records to comply with this subsection without the written approval of the chairman.

4. Each book shall aggregate all cash and noncash wagers that are nonpari-mutuel wagers in excess of \$3,000 or smaller amounts when any single officer, employee, or agent of the book has actual knowledge of the wagers or would in the ordinary course of business have reason to know of the wagers between the book and a patron or a person who the book knows or has reason to know is the patron's confederate or agent during a designated 24-hour period within a monitoring area.

5. Before completing a wager that, when aggregated with other wagers pursuant to subsection 4, will aggregate to an amount that will exceed \$10,000, the book shall complete the identification and recordkeeping requirements described in subsection 1 of Regulation 22.061. When aggregated wagers exceed \$10,000, the book shall complete the recording and reporting requirements of Regulation 22.061. Records and reports completed pursuant to Regulation 22.061 and this subsection shall exclude cash wagers and portions of wagers made with cash that are required to be reported pursuant to NGC Regulation 6A or Regulation 22.064.

6. If a patron places a wager that pursuant to subsection 4 is to be aggregated with previous wagers for which a record has been completed pursuant to this section or Regulation 22.061, the book shall complete the identification, recordation and reporting procedures described in Regulation 22.061 for any additional wager regardless of amount occurring during a designated 24-hour period excluding cash wagers and portions of wagers made with cash that are required to be reported pursuant to NGC Regulation 6A or Regulation 22.064.

7. As used in this section:

(a) "Designated 24-hour period" means the 24-hour period designated by the licensee for the book for compliance with NGC Regulation 6A. If the book is not subject to the requirements of NGC Regulation 6A, the book's designated 24-hour period ends at midnight each day unless otherwise approved by the chairman.

(b) "Monitoring area" means the book writing areas designated by the licensee for compliance with NGC Regulation 6A. If the book is not subject to NGC Regulation 6A, the book's monitoring area consists of all race book and sports pool writing locations unless otherwise approved by the chairman.

22.063 Structured wagers.

1. A book, its officers, employees or agents shall not encourage or instruct the patron to structure or attempt to structure wagers. This subsection does not prohibit a book from informing a patron of the regulatory requirements imposed upon the book, including the definition of structured wagers.

2. A book, its officers, employees or agents shall not knowingly assist a patron in structuring or attempting to structure wagers.

3. As used in this section, "structure wagers" or "structuring wagers" means to willfully conduct or attempt to conduct a series of wagers in any amount, at one or more books, on one or more days in any manner as to willfully evade or circumvent the recording and reporting requirements of Regulation 22.061. The wager or wagers need not exceed the dollar thresholds in Regulation 22.061 at any single book in any single day in order to constitute structuring within the meaning of this definition.

22.064 Required submissions to the board. Books not subject to the requirements of NGC Regulation 6A shall submit to the board a copy of any report required to be filed pursuant to 26 U.S.C. Section 6050I, or any substantially similar federal reporting requirement, related to the acceptance of wagers within 30 days of the required federal filing deadline.

22.065 Imposition of supplemental recordkeeping and reporting requirements. The chairman may require a book to comply with the identification, recordkeeping, and reporting requirements of Regulations 22.061 and 22.062 for pari-mutuel wagers. The chairman shall notify the book of ~~the~~ his decision, in writing, and such decision shall be considered an administrative decision, and therefore reviewable pursuant to the procedures set forth in Regulations 4.185, 4.190 and 4.195.

22.070 [Repealed: 1/1/99.]

22.080 Payment of winning wagers.

1. Except as otherwise provided in this subsection, books shall make payment on a winning wager to the person who presents the patron's copy of the betting ticket representing the wager. A book need not make payment to a person who the book or an agent or employee of the book knows is not the person to whom the patron's copy was issued. A book shall not make payment on a winning wager to a person who the book or its agent or employee knows or reasonably should know is collecting the payment on behalf of another for monetary consideration or in violation of federal law.

2. Presentment of the betting ticket and payment of the winning wager may be made at an affiliated book provided that:

(a) An adequate accounting of the payment is kept for 5 years by both books; and

(b) The payout is properly included in the computation of gross revenue of the licensee that initially accepted the wager.

3. Books shall honor winning betting tickets for 30 days after the conclusion of the event wagered upon unless a longer period is established by the book. The book shall state the redemption period on each betting ticket, in house rules and on notices conspicuously placed about the licensed premises. Payment by mail may be made only after presentment of the betting ticket, and must be made not later than 10 days after presentment.

4. A licensed race book shall determine the winners of or payouts on wagers on horse and other animal races only with information the book receives from licensed disseminators pursuant to Regulations 20 and 21.

22.090 Parlay card wagers.

1. As used in this section, "parlay card wager" means a wager on the outcome of a series of 3 or more games, matches, or similar sports events or on a series of 3 or more contingencies incident to particular games, matches or similar sports events.

2. Each sports pool that offers to accept parlay card wagers shall fully, accurately, and unambiguously disclose on all parlay card wagering forms:

(a) The amounts to be paid to winners or the method by which such amounts are to be determined and, if the sports pool limits payouts to an aggregate amount under subsection 3, the aggregate amount and the establishments to which it applies.

(b) The effect of ties.

(c) The minimum and maximum betting limits, if any.

(d) The procedure for claiming winnings, including but not limited to the documentation players must present to claim winnings, time limits, if any, for claiming winnings, whether winnings may be claimed and paid by mail and, if so, the procedure for claiming winnings by mail.

(e) The effects of an event wagered on not being played on the date specified and of other events that will cause selections to be invalid.

(f) The requirement that a parlay card wager must consist of at least three selections that have not become invalid under applicable house rules or the wager will be void and the money wagered will be refunded.

(g) The rights, if any, reserved by the sports pool, including but not limited to reservation of the right to refuse any wager or delete or limit any selection prior to the acceptance of a wager, or to withhold payouts of specified amounts until the outcome of each proposition offered by the parlay card has been determined.

(h) The requirement that the point spreads printed on the parlay card wagering form when the wager is accepted will be used to determine the outcomes of the wagers.

(i) That the sports pool's house rules apply to parlay cards unless otherwise stated on the parlay card wagering form.

3. As used in this subsection, "parlay card" means a wagering form offering exactly the same propositions on exactly the same terms.

(a) A sports pool, a sports pool and its outstation books, or a sports pool and its satellite books may limit the aggregate amount to be paid to winners on a parlay card in proportion to the amounts won, provided that the aggregate limit must not be less than the amount disclosed on the parlay card (the "base amount") plus twice the amount wagered on the parlay card at all establishments to which the aggregate limit applies.

(b) When a sports pool knows or reasonably should know that actual payouts on a parlay card will be limited by an aggregate amount established under paragraph (a), the sports pool shall cease accepting wagers and making payouts on the parlay card. After the outcome of the final game, match, or event covered by the parlay card has been determined, the sports pool shall pay each winner at least that proportion of the payout amount stated on the parlay card that the aggregate limit bears to total payouts (including payouts made prior to the suspension of payouts) that would otherwise have been made but for the limit.

(c) When a book ceases accepting wagers and making payouts on a parlay card under paragraph (b), the book may accept wagers on the parlay card on those propositions whose outcomes have not been determined if the parlay card, ~~better~~ **patron** receipts, and related documentation are distinguishable from the card, receipts, and documentation as to which the book has ceased accepting wagers, in which case the parlay card shall be considered a different parlay card for purposes of this subsection.

(d) If a book pays the winner of a parlay card wager more than 10 percent of the base amount established under paragraph (a) before the outcome of every proposition offered by the parlay card has been determined, the book must pay every winner of a wager on that parlay card the proper payout amount stated on the parlay card in full and without regard to any aggregate limit established under paragraph (a).

(e) In specific cases the commission may waive or impose requirements more restrictive than the requirements of this subsection.

22.100 Computerized bookmaking systems. Before beginning operations, each book shall install and thereafter maintain a computerized bookmaking system meeting the specifications approved by the chairman.

22.110 Layoff bets. Books may accept wagers placed by other books. Books may place wagers only with other books. A book that places a wager shall inform the book accepting the wager that the wager is being placed by a book and shall disclose its identity.

22.115 Prohibition against rescission of wagers. A book may not unilaterally rescind any wager without the prior written approval of the chairman ~~or his designee~~.

22.120 Prohibited wagers.

1. No wagers may be accepted or paid by any book on:
 - (a) Any amateur non collegiate sport or athletic event;
 - (b) Any collegiate sport or athletic event which the licensee knows or reasonably should know, is being placed by, or on behalf of a coach or participant in that collegiate event. Each licensee shall take reasonable steps to prevent the circumvention of this regulation.
 - (c) The outcome of any election for any public office both within and without the State of Nevada;
 - (d) Any event, regardless of where it is held, involving a professional team whose home field, a court, or base is in Nevada, or any event played in Nevada involving a professional team, if, not later than 30 days before an event or the beginning of a series of events, the team's governing body files with the commission a written request that wagers on the event or series of events be prohibited, and the commission approves the request; and
 - (e) Any event other than a horse race, **greyhound race**, or an athletic sports event, unless the chairman permits otherwise in writing.
2. For purposes of subsection 1, "professional team" means two or more persons who join together to participate in athletic sports events and who receive any compensation in excess of actual expenses for their participation in such events.
3. For purposes of this regulation, "collegiate sport or athletic event" means a sport or athletic event offered or sponsored by or played in connection with a public or private institution that offers educational services beyond the secondary level.

22.121 Reports of suspicious wagers.

1. As used in this section, "suspicious wager" means a wager which a sports pool licensee knows or in the judgment of it or its directors, officers, employees and agents has reason to suspect is being attempted or was placed:
 - (a) In violation of or as part of a plan to violate or evade any federal, state or local law or regulation prohibiting wagering on any amateur non collegiate or collegiate sport or athletic event;
 - (b) In violation of or as part of a plan to violate or evade any federal, state or local law or regulation prohibiting wagering by, or on behalf of, a coach or participant in a collegiate sport or athletic event; or
 - (c) Has no business or apparent lawful purpose or is not the sort of wager which the particular patron would normally be expected to place, and the sports pool licensee knows of no reasonable explanation for the wager after examining the available facts, including the background of the wager.
2. A sports pool licensee:
 - (a) Shall file with the board, by using a form developed by the board, a report of any suspicious wager, if it involves or aggregates to more than \$3,000 in funds or other assets; and
 - (b) May file a report of any suspicious wager, regardless of the amount if the licensee believes it is relevant to the possible violation of any law or regulation.
3. The report in subsection 2(a) shall be filed no later than 7 calendar days after the initial detection by the licensee of facts that may constitute a basis for filing such a report. If no suspect was identified on the date of the detection of the incident requiring the filing, a licensee may delay filing a report for an additional 7 calendar days to identify a suspect. In no case shall reporting be delayed more than 14 calendar days after the date of initial detection of a reportable transaction. In situations involving violations that require immediate attention, the licensee shall immediately notify, by telephone, the board in addition to timely filing a report.
4. A licensee shall maintain a copy of any report filed and the original or business record equivalent of any supporting documentation for a period of five years from the date of filing the report. Supporting documentation shall be identified, and maintained by the licensee as such, and shall be deemed to have been filed with the report. A licensee shall make all supporting documentation available to the board and any appropriate law enforcement agencies upon request.
5. A licensee and its directors, officers, employees, or agents who file a report pursuant to this regulation shall not notify any person involved in the transaction that the transaction has been reported. Any report filed with the board is confidential under NRS 463.120 and is privileged under NRS 463.3407 and may be disclosed only by the board and the commission in the necessary administration of their duties and responsibilities under the Nevada Gaming Control Act. Any report, whether written or oral, is absolutely privileged under NRS 463.3407 and does not impose liability for defamation or constitute a ground for recovery in any civil action.

6. For purposes of this regulation, "collegiate sport or athletic event" means a sport or athletic event offered or sponsored by or played in connection with a public or private institution that offers educational services beyond the secondary level.

22.125 Wagers; terms and conditions.

1. No book shall:

(a) Accept from a ~~better~~ **patron**, directly or indirectly, less than the full face value of an off-track pari-mutuel wager;

(b) Agree to refund or rebate to a ~~better~~ **patron** any portion or percentage of the full face value of an off-track pari-mutuel wager; or;

(c) Increase the payoff of, or pay a bonus on, a winning off-track pari-mutuel wager. The provisions of this subsection do not prohibit the granting of room, food, beverage or entertainment admission complimentaries.

2. A book shall not, in an attempt to provide a benefit to the ~~better~~ **patron** in violation of subsection 1, offer a wagering proposition, or set or move its wagering odds, lines or limits.

3. The chairman may require a book to:

(a) Disclose its betting limits in its house rules and obtain approval from the chairman before changing those limits or modifying its house rules; and

(b) Document and report, in such manner as the chairman may approve or require, wagering limits, temporary changes to such limits, or the acceptance of a wager or series of wagers from the same patron that exceeds such limits. The report may include, but is not limited to:

(1) Recording the name of the patron for which betting limits are changed or exceeded;

(2) Recording the name of the employee approving the acceptance of a wager that exceeds betting limits or causes a change in betting limits;

(3) Describing the nature of the temporary change and any related wagers; and

(4) Describing how the temporary change in limit will benefit the licensee.

The chairman shall notify the book, in writing, of ~~the his~~ decision to impose such requirements and such decision shall be considered an administrative decision and, therefore, reviewable pursuant to the procedures set forth in Regulations 4.185, 4.190 and 4.195.

4. A book shall not set lines or odds, or offer wagering propositions, designed for the purpose of ensuring that a patron will win a wager or series of wagers.

22.130 Communications technology.

1. Before installing or permitting the installation of any communications technology on the premises of a book the book shall notify the ~~chairman board~~ **chairman** in writing of the location and number or other identifier of each communications technology and shall obtain the written approval of the chairman for each communications technology. The chairman may condition ~~the his~~ approval in any manner ~~the chairman~~ **the chairman** he considers appropriate.

2. Before accepting any wagering communications, the book must obtain the written approval of the chairman to accept wagering communications, and thereafter use only the communications technology approved for that purpose. The book must obtain written permission from the chairman by March 1st of each calendar year to continue using the communications technology.

~~32.~~ As a condition to the granting of the privilege of having communications technology upon the licensed premises, the book shall be deemed to have consented to the authority of the chairman to require the immediate removal of any communications technology from the licensed premises at any time without prior notice of hearing. After any such removal, the book may request a hearing before the board as to whether or not circumstances may warrant the permanent revocation of the privilege of having communications technology upon the premises.

~~43.~~ Upon the request of either the board or commission, a book shall provide a written consent for the board or commission to examine and copy the records of any telephone, telegraph, or other communications company or utility that pertain to the operation of the book.

22.135 Use of communications devices prohibited. A book shall not allow a person to use a communications device within the premises of the book. The premises of the book shall be considered any area where race book or sports pool wagers are accepted. A person who is found to be using a communications device within a book's premises must be advised to immediately discontinue use of the device or be escorted off those premises. Communications devices include, but are not limited to, paging devices,

cellular telephones, radios and computers that are being used to transmit or receive information.

22.140 Wagering communications; establishing patron wagering accounts **for sports and nonpari-mutuel race wagering**.

1. A book may only accept a **sports wager or nonpari-mutuel race** wager made in person unless the transmission of a wager is initiated from within the State of Nevada. Each book must conspicuously display signs to that effect on its premises.

2. A book may only accept a pari-mutuel horse race wager made in person unless a pari-mutuel horse race account wager is accepted pursuant to the provisions of Regulation 26C. Each book must conspicuously display signs to that effect on its premises.

~~2. Before accepting any wagering communications, the book must obtain the written approval of the chairman to accept wagering communications, and thereafter use only the communications technology approved for that purpose. As of March 1, 1999 and thereafter, the book must obtain written permission from the chairman, on an annual basis, to continue using the communications technology. Additionally, subsequent to March 1, 1999 a book may only accept wagering communications if it can demonstrate to the chairman's satisfaction that the wagering communications originate from within the State of Nevada.~~

3. Each **Group I licensee book** that accepts wagering communications shall establish and implement pursuant to Regulation 6 a system of internal control for such transactions, and comply with both its system of internal control and the Regulation 6.090 minimum **internal control** standards ~~for internal control~~. **Each Group II licensee that accepts wagering communications shall comply with the Regulation 6.100 internal control procedures.**

4. Each book shall prepare a written description of its rules and procedures for wagering communications, and shall furnish a copy to each patron for whom a wagering account is established.

5. Each book shall ~~implement procedures (such as issuing each bettor~~ **patron** ~~a secure personal identification number)~~ reasonably designed to prevent the acceptance of wagers from persons other than the ~~bettors~~ **patrons** for whom wagering accounts are established. More than one ~~bettor~~ **patron** may be assigned to a single wagering account; however, each ~~bettor~~ **patron** assigned to an account must comply with the provisions of subsections 6 and 7.

6. Before a book accepts a wagering communication **on any sporting event or on any nonpari-mutuel race wager:**

(a) The ~~bettor~~ **patron** must personally appear at the premises of the book or, for central site books, at an outstation, satellite or affiliated book, to open a wagering account;

(b) An employee of the book must examine, in the ~~bettor's~~ **patron's** presence, the ~~bettor's~~ **patron's**:

- (1) Driver's license;
- (2) Passport;
- (3) Non-resident alien identification card;
- (4) Other reliable government issue identification credential; or
- (5) Other picture identification credential normally acceptable as a means of identification when cashing checks;

(c) The employee must record:

- (1) The ~~bettor's~~ **patron's** name, permanent home address (other than a post office box number), and home telephone number;

- (2) The ~~bettor's~~ **patron's** mailing address and, if the mailing address is not a post office box number and is a residence or place of business of the ~~bettor~~ **patron**, the telephone number of the residence or place of business;

- (3) The ~~bettor's~~ **patron's** date of birth, **gender and**, a description and number of the identity credential examined and **social security number, for United States residents only**, if available;

- (4) The method used to verify the bettor's identity and residence, and a description, including the document number, of the identity credential examined;

- (5) The ~~bettor's~~ **patron's** approved credit limit or the amount of the ~~bettor's~~ **patron's** initial **wagering account or** front money deposit;

- (6) The ~~bettor's~~ **patron's** account number with the book; and

- (7) The date the ~~bettor's~~ **patron's** account with the book is opened;

(d) The ~~bettor~~ **patron** must sign, in the presence of a supervising employee of the book, statements **attesting that the patron:**

- (1) ~~Attesting to~~ **Confirms** the accuracy of the information recorded;

(2) Acknowledging receipt of **Has received** a copy of the book's rules and procedures for wagering communications;

(3) Acknowledging the bettor ~~h~~ **Has** been informed and understands that ~~bettors~~ **patrons that establish a wagering account pursuant to this subsection 6** are prohibited by law from placing wagering communications from outside Nevada and that the book is prohibited by law from accepting them;

(4) Has been informed and understands that, with regard to pari-mutuel horse race wagers, a race book may only accept off-track pari-mutuel horse race account wagers pursuant to the provisions of Regulation 26C;

~~(5)(4)~~ Acknowledging that he ~~h~~ **Has** read, understands, and is bound by the provisions of subsection ~~7 6~~; and

~~(6)(5)~~ Consenting to the monitoring and recording by the board of any wagering communications; and

(e) The employee who verifies the bettor's **patron's** identity and residence and who obtains and records the information on behalf of the book and the supervising employee described in subparagraph (d), must each sign statements that they witnessed the bettor's **patron's** signature and confirmed the bettor's **patron's** identity and residence.

7. If a bettor **patron** is not a resident of Nevada, the book shall not accept wagers on the bettor's **patron's** wagering account after 96 hours after the account is opened, unless the bettor **patron** renews the account. **Additionally, a book shall not accept a wager on such an account if the patron is not physically located within Nevada's borders.** The bettor **Patrons** may renew the accounts for one and only one additional 96-hour period by appearing personally at the premises of the book prior to the expiration of the initial 96-hour period and signing a renewal form. Two employees of the book, at least one of whom must be a supervising employee, shall witness the bettor's **patron's** signature on the renewal form and each shall attest thereto by signing the renewal form. When the renewal period expires, the book shall accept no further wagering communications from the bettor **patron** until the provisions of subparagraphs (a), (b), and (e) of subsection 6 have again been complied with.

8. For each wagering account established for the purpose of accepting wagering communications, the book shall record **the secure personal identification assigned to the patron and the date/time and amount of each;**

~~(a) The date, amount, and a description of each debit and credit to the account;~~

(a) Deposit;

(b) Withdrawal;

~~(c)(b)~~ For each ~~W~~ **wager placed and** accepted **including:**

~~(1) The date the wager is accepted;~~

~~(2) T~~ the **wagering transaction** number of the betting ticket; and

~~(3) The amount of the wager; and~~

(d) Amounts paid on winning wager;

(e) Amounts paid Charge for horse racing-related services or merchandise;

(f) Service or other transaction-related charge authorized by the patron; and

(g) Adjustment to the account; and.

~~(h)(e)~~ The **secure** personal identification number or other security code, if any, assigned to the ~~patron~~ bettor.

9. **In addition to the posting of the wager in the computerized bookmaking system, All** wagering communications shall be electronically recorded and retained for a period of 60 days. **The method of recording the wager must be approved by the chairman.** Such recordings must be made immediately available to any board agent upon request.

10. All wagering account applications or amendments thereto for active accounts must be retained by the book. All wagering account applications or amendments thereto for rejected applications shall be retained by the book for no less than one year following the rejection of the related application. All wagering account applications or amendments thereto for closed accounts shall be retained by the book for no less than one year following the closure of the related wagering account.

22.145 Account wagering systems. Account wagering systems shall:

1. For systems that use other than voice-only wagering communications technology, provide for the patron's review and confirmation of all wagering information before the wagering communication is accepted by the book. The system shall create a record of the confirmation. This record of the confirmation of the wager shall be deemed to be the actual transaction of record, regardless of what wager was recorded by the system;

2. Prohibit wagers from being changed after the patron has reviewed and confirmed the wagering information, and the specific wagering communication transaction has been completed;

3. Prohibit the acceptance of wagers after post time;

4. Prohibit a book from accepting an account wager, or a series of account wagers, in an amount in excess of the available balance of the wagering account;

5. Prohibit a book from accepting out-of-state sports wagers and out-of-state nonpari-mutuel horse race wagers;

6. Post payment on winning account wagers as a credit to the patron's wagering account as soon as reasonably practicable after the event is declared official;

7. Maintain a completely separate wagering account for pari-mutuel horse race wagers. Wagering accounts for pari-mutuel sports wagers, nonpari-mutuel horse race wagers and nonpari-mutuel sports wagers may be commingled in a single wagering account;

8. Maintain complete records of every deposit, withdrawal, wager, winning payoff, and any other debit or credit for each account; and

9. For systems that use other than voice-only wagering communications technology, maintain a printable record of the entire transaction as required by this section and shall not accept any wagering communication or transaction if the printable record system is inoperable.

22.147 Account wagering rules. Each book that offers account wagering shall adopt, conspicuously display at its licensed premises and make available through the account wagering system, and adhere to written, comprehensive house rules governing account wagering transactions with patrons. Without limiting the generality of the foregoing, the rules must include statements to the effect that:

1. All applicable house rules apply to wagering accounts.

2. The book shall provide each patron, upon reasonable request and consistent with its internal control policies, with a statement of account showing each wagering account deposit, each wagering account withdrawal, each credit to a wagering account, and each debit to the wagering account made during the time period reported by the account statement. The patron may dispute any transaction according to NGC Regulation 7A.

3. For all wagering communications the book is required to make a permanent voice, print, electronic or other approved record of the entire transaction and shall not accept any such wager or transaction if the recording system is inoperable. The permanent record of the patron's confirmation of all wagering information shall be deemed to be the transaction of record, regardless of what was recorded by the computerized bookmaking or pari-mutuel system. The records are made available to the board upon request.

4. The book has the right to;

(a) Refuse the establishment or maintenance of accounts for what it deems good and sufficient reason;

(b) Refuse deposits to accounts for what it deems good and sufficient reason;

(c) Refuse to accept all or part of any wager for what it deems good and sufficient reason;

(d) Declare the account wagering system closed for receiving any or all wagers;

(e) Suspend or close any account at any time, provided, however, when an account is closed, the book shall, within five business days, return the balance of the wagering account at the time of said action, subject to compliance with these regulations, the book's house rules, and federal and state laws and regulations, by sending a check to the patron's address of record; or

(f) Close any wagering account when the patron thereof attempts to operate with an insufficient balance or when the account is dormant for a period established by the book. In either case, the book shall refund the balance of the wagering account, subject to compliance with these regulations, the book's house rules, and federal or state law.

5. The book shall keep confidential, except from the patron, the board or as otherwise required by federal or state law;

(a) The amount of money credited to, debited from, or present in any particular patron's wagering account;

(b) The amount of money wagered by a particular patron on any event;

(c) The account number and secure personal identification method that identifies the patron;

(d) The identities of particular entries on which a patron is wagering or has wagered; and

(e) Unless otherwise authorized by a patron, the name, address, and other information in the possession of the book that would identify the patron to anyone other than the board or the book.

6. Books shall disclose their policy regarding the acceptance of personal checks, cashier's checks, wire transfers, money orders, debit cards, credit cards and electronic transfers of money to the patron.

7. Books shall disclose their policy regarding the patron's use of the wagering account while the patron is on the premises of the book.

22.150 House rules. Each book shall adopt, conspicuously display at its licensed premises, and adhere to written, comprehensive house rules governing wagering transactions with patrons. Without limiting the generality of the foregoing, the rules must specify the amounts to be paid on winning wagers, the effect of schedule changes, the redemption period for winning tickets, and the method of noticing odds or line changes to patrons. House rules must state that wagers may be accepted at other than the currently posted terms, if applicable. Prior to adopting or amending such house rules, a book shall submit such rules to the chairman for his approval.

22.160 [~~Repealed: 1/1/99.~~] Wagering account transactions.

1. Wagering account deposits may be made by any of the following means:

(a) Cash deposits made directly;

(b) Personal checks, cashier's checks, wire transfers and money order deposits made directly or mailed;

(c) Credit instruments issued pursuant to Regulation 6.120 and in accordance with the Regulation 6.090 minimum internal control standards or the Regulation 6.100 internal control procedures, as applicable;

(d) Transfers from safekeeping or front money accounts otherwise held by the licensed gaming establishment excluding other race or sports wagering accounts;

(e) Debits from a patron's debit card or credit card, upon direct instructions of the patron, provided the use of such card has been pre-approved by the book and designated by the patron;

(f) Debits by electronic transfers of money from a monetary account controlled by a patron. The patron may be liable for any charges imposed by the transmitting and receiving entity and the charges may be deducted from the patron's wagering account; and

(g) Any other means approved by the chairman.

2. Wagering account credits may be made by any of the following means:

(a) Deposits; and

(b) Amounts won by a patron.

3. Wagering account debits may be made by any of the following means:

(a) Amounts wagered by a patron;

(b) Service or other transaction-related charges authorized by the patron;

(c) Purchases of horse racing related merchandise and services requested by a patron; and

(d) Withdrawals.

4. Wagering account withdrawals shall be completed within five business days after the book receives a request from a patron by mail, telephone, or a communications technology accompanied by the valid account number and the patron's secure personal identification and, if by mail, a signed completed withdrawal slip. If sufficient funds are available, the book shall refund to the patron the amount of the requested withdrawal to the address of record. An electronic transfer of money may be used at the discretion of the patron. Patrons may make withdrawals in person with such identification as required by the book, the valid account number and the patron's secure personal identification.

22.170 (~~Repealed: XX/XX/05.~~) Credit accounts.

~~1. Each book that accepts wagers on credit shall establish and implement pursuant to Regulation 6 a system of internal control for such transactions and comply with both its system of internal control and the Regulation 6.090 minimum standards for internal control. In addition to the system of internal control, each book shall prepare a written explanation of its credit account rules and procedures, and shall furnish a copy to each patron for whom a credit account is established.~~

~~2. For each account established by a book permitting a bettor to wager on credit, the book shall:~~

~~(a) Record and verify such information as is necessary for the efficient collection of debts, including but not limited to the name and address of the patron for whom the book establishes the account and such other information as the chairman may require;~~

~~(b) Perform identification and recordkeeping requirements equivalent to Regulation 22.140(6)(b) and (c);~~

~~(c) Permit a patron to wager on credit only if the initial credit line was established in person and any increase to that credit line has been requested, approved and documented pursuant to the book's system of internal control;~~

~~(d) Obtain the patron's written acknowledgment of receipt of a copy of the book's credit account rules and procedures; and~~

~~(e) Otherwise comply with the requirements for establishing credit accounts described in the book's system of internal control prepared and submitted pursuant to Regulation 6.~~

~~3. For each credit account established, the book shall record:~~

~~(a) The date, amount, and a description of each debit or credit to the account;~~

~~(a) Deposits;~~

~~(b) Withdrawals~~

~~(b) For each wager accepted on a credit account:~~

~~(1) The date the wager is accepted;~~

~~(2) The number of the betting ticket; and~~

~~(3) The amount of the wager; and~~

~~(c) The personal identification number or other security code, if any, assigned to the bettor.~~

~~4. A book shall establish no more than one credit account for each patron.~~

22.180 Gross revenue computations and layoff bets. The amounts of wagers placed by a book and the amounts received by the book as payments on such wagers shall not affect the computation of the book's gross gaming revenue.

22.190 Assigned agent. The board may at any time require a book to allow an agent of the board to be permanently present on the book's premises during all hours of operation, and to require the costs and expenses for such agent to be borne by the book in a manner deemed reasonable by the board. The agent shall have full and complete access to all books, records, and to any telephone conversations emanating from or received at the licensed premises.

22.200 Records and forms. Books shall create and keep the records and reports required by this regulation in such manner and using such forms as the chairman may require or approve. The chairman may require books to create and keep such other records and reports as are necessary or convenient for strict regulation of books. Except as otherwise provided in this regulation, books shall preserve the records required by this regulation for at least 5 years after they are made. The board may at any time examine and copy the records of any book. Each book shall comply with all other applicable regulations of the commission to the extent not in conflict with this regulation.

22.210 (Repealed: 8/23/01.)

Effective _____