



BRIAN SANDOVAL
Governor

STATE OF NEVADA

GAMING CONTROL BOARD


1919 College Parkway, P.O. Box 8003, Carson City, Nevada 89702
555 E. Washington Avenue, Suite 2600, Las Vegas, Nevada 89101
3650 S. Pointe Circle, Suite 203, P.O. Box 31109, Laughlin, Nevada 89028
557 W. Silver Street, Suite 207, Elko, Nevada 89801
9790 Gateway Drive, Suite 100, Reno, Nevada 89521
750 Pilot Road, Suite H, Las Vegas, Nevada 89119

A.G. BURNETT, *Chairman*
SHAWN R. REID, *Member*
TERRY JOHNSON, *Member*

NOTICE TO LICENSEES

Notice #2013-89

Issuing Division: Audit

DATE: November 5, 2013
TO: All Group I and II Nonrestricted Licensees, CPA Firms and Interested Persons
FROM: Terry Johnson, Board Member 
SUBJECT: **Regulations 6.010 and 6.080 – Posting of Annual Threshold Amounts for Group I and II Nonrestricted Licensee Definitions and for Submission of Audited/Reviewed Financial Statements**

A statutory change, SB 9 effective June 3, 2013, included a revision to NRS 463.159(3), in allowing the Board, rather than the Commission, to adjust the annual threshold amounts used to determine which nonrestricted licensees are subject to audits of financial statements and which are subject to reviews of financial statements. Pursuant to Regulation 6.010 (7), a similar adjustment was made relating to the gross revenue threshold amounts defining Group I and Group II nonrestricted licensees.

On October 24, 2013, the Nevada Gaming Commission approved the adoption of amended Regulations 6.010 and 6.080, in line with the statutory change, indicating that the Board shall post such annual amounts on its website no later than December 15 preceding the fiscal year for which such amounts shall be effective.

The threshold amounts indicated in the below table are for Regulations 6.010 and 6.080 and have been calculated based on a consumer price index ("CPI") adjustment of 2.1%. The revisions to Regulation 6.080 will be effective January 1, 2014, while the changes to Regulation 6.010 will be effective July 1, 2014.

The below table is also available on the Board's website at <http://gaming.nv.gov/index.aspx?page=94>.

Group I Licensee

Regulation Effective Date Amount for 12 months ended June 30th:

6.010(5)(a)

Nonrestricted licensee having gross revenue of:

July 1, 2013 Annual gross revenue of \$6,165,000 or more

July 1, 2014 Annual gross revenue of \$6,294,000 or more

Nonrestricted licensee, whose operation consists primarily of a race book or sports pool or both:

July 1, 2013 Wagers of \$69,406,000 or more

July 1, 2014 Wagers of \$70,864,000 or more

Group II Licensee

Regulation Effective Date Amount for 12 months ended June 30th:

6.010(6)

Nonrestricted licensee having gross revenue of:

July 1, 2013 Annual gross revenue less than \$6,165,000

July 1, 2014 Annual gross revenue less than \$6,294,000

Nonrestricted licensee, whose operation consists primarily of a race book or sports pool or both:

July 1, 2013 Wagers less than \$69,406,000

July 1, 2014 Wagers less than \$70,864,000

Require Submission of Audited Financial Statements for:

Regulation Effective Date Amount for 12 months ended December 31st:

6.080(2)

Nonrestricted licensee having gross revenue of:

January 1, 2013 Annual gross revenue of \$12,330,000 or more

January 1, 2014 Annual gross revenue of \$12,589,000 or more

Nonrestricted licensee, whose operation consists primarily of a race book or sports pool or both:

January 1, 2013 Wagers of \$91,602,000 or more

January 1, 2014 Wagers of \$93,526,000 or more

Require Submission of Reviewed Financial Statements for:

Regulation	Effective Date	Amount for 12 months ended December 31st:
6.080(3)		Nonrestricted licensee having gross revenue of:
	January 1, 2013	Annual gross revenue of \$6,165,000 or more but less than \$12,330,000
	January 1, 2014	Annual gross revenue more than \$6,294,000 but less than \$12,589,000
		Nonrestricted licensee, whose operation consists primarily of a race book or sports pool or both:
	January 1, 2013	Wagers amount of \$41,651,000 or more but less than \$91,602,000
	January 1, 2014	Wagers amount more than \$42,526,000 but less than \$93,526,000

Chairman may Require the Submission of Audited or Reviewed Financial Statements:

Regulation	Effective Date	Amount for 12 months ended December 31st:
6.080(4)		Nonrestricted licensee having gross revenue of:
	January 1, 2013	Annual gross revenue less than \$6,165,000
	January 1, 2014	Annual gross revenue of \$6,294,000 or less
		Nonrestricted licensee, whose operation consists primarily of a race book or sports pool or both:
	January 1, 2013	Wagers amount of less than \$41,651,000
	January 1, 2014	Wagers amount of \$42,526,000 or less