

NEVADA GAMING COMMISSION

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NOTICE

Notice # 2024-32 Issuer: Executive Secretary

DATE: April 12, 2024

TO: ALL LICENSEES AND OTHER INTERESTED PERSONS

SUBJECT: 2024-03R: NOTICE OF HEARING FOR CONSIDERATION OF PROPOSED AMENDMENTS

TO NEVADA GAMING COMMISSION REGULATIONS 2, 5, 5A, 6, and 8 REGARDING, WITHOUT LIMITATION, OPERATION OF GAMING ESTABLISHMENTS, ACCOUNTING

REGULATIONS, AND TRANSFERS OF OWNERSHIP.

Pursuant to *Nevada Revised Statutes* (NRS) 463.150(1), the Nevada Gaming Commission (NGC) will hold a public hearing to consider the adoption, amendment, or repeal of the regulation(s) stated below.

The public hearing will be held on or about the hour of 10:00 a.m. on May 16, 2024, at the following locations:

Gaming Control Board Office Grant Sawyer Building Hearing Room 2450 555 East Washington Avenue Las Vegas, Nevada 89101

and via video conference at the Gaming Control Board Office 1919 College Parkway Carson City, Nevada 89706

For Possible Action

2024-03R: CONSIDERATION OF PROPOSED AMENDMENTS TO NGC REGULATIONS 5.230, 5.2305, 5.231, 5.232, 5.240, 5.242, AND 5A.220 TO INCORPORATE HOSTING CENTER PROVISIONS AUTHORIZED BY THE NEVADA LEGISLATURE.

PURPOSE: To amend the Nevada Gaming Commission ("Commission" or "NGC") Regulations to incorporate changes authorized in Sections 9.1 and 9.3 of Senate Bill 14 from the 82nd Session of the Nevada Legislature (2023); To amend NGC Regulation 5.231 to add new subsection defining what portions of the premises of a registered hosting center agents and members of the Nevada Gaming Control Board ("Board") and Commission are to be granted access; To amend NGC Regulation 5.231 to add new subsection allowing a waiver of the requirements of new subsection 1; To amend NGC Regulation 5.231 to add a new subsection that states that it is an unsuitable method of operation for a registered hosting center to deny agents or members of the Board or Commission access to the premises or to inspect any aspect of its operation, or to fail to disclose any aspect of its operation to agents or members of the Board or Commission; To amend NGC Regulation 5.240(10) to add a new paragraph defining what portions of the premises of a service provider agents or members of the Board or Commission are to be granted access; To amend NGC Regulation 5.240(10) to add a new paragraph allowing a waiver of the requirements of the new paragraph (a); To amend NGC Regulation 5.240(10) to add a new paragraph stating that it is an unsuitable method of operation for a registered hosting center to deny agents or members of the Board or Commission access to the premises or to inspect any aspect of its operation, or to fail to disclose any aspect of its operation to agents or members of the Board or Commission; To amend NGC Regulation 5.240 by repealing subsection 16 as it is no longer necessary or relevant; To amend NGC Regulation 5.242 to add a new subsection permitting a waiver of the requirements of subsection 2 and to renumber the following subsections accordingly; To amend NGC Regulation 5.242 to add a provision to the attestation that the gaming licensee utilizing a cloud service provider must provide; To amend NGC Regulations 5.230(1) and (5), 5.232, and 5.242(9) to clarify that the requirements apply to entities and individuals; To make non-substantive amendments to various regulations to standardize and/or correct cross-references; And to take such additional actions as may be necessary and proper to effectuate this stated purpose.

2024-03R: CONSIDERATION OF PROPOSED AMENDMENTS TO NGC REGULATION 6.110(2) TO AMEND THE GROSS REVENUE COMPUTATIONS FOR SLOT MACHINES' HOPPER LOADS.

PURPOSE: To amend the Nevada NGC Regulation 6.110(2) to remove the requirement that a licensee makes an annual adjustment to gross revenue for the difference between each slot machine's hopper load at the beginning of the year and its hopper load at the end of the year; To add a requirement that if a slot machine that is equipped with a hopper is permanently removed from play or converted to a slot machine that is not equipped with a hopper, an adjustment must be made to drop for the difference between the initial hopper load and the funds in the hopper on the date the slot machine is removed or converted; And to take such additional actions as may be necessary and proper to effectuate this stated purpose.

2024-03R: CONSIDERATION OF PROPOSED AMENDMENTS TO NGC REGULATION 8 TO CONSOLIDATE TRANSFERS OF INTEREST TO A SINGLE PROCESS.

PURPOSE: To condense transfers of interest to a single process; to repeal Regulation 8.020; to clarify that the transfer of interest process set out in regulation applies to all entities licensed, found suitable, or registered pursuant to the Gaming Control Act; to explicitly set out that the Commission approves all transfers of interest; to allow administrative approval of certain transfers of interest; to waive certain statutory and regulatory requirements to enable administrative approval of certain transfers of interest; to explicitly set out that the Commission may approve continuous transfers of interest; to recognize that certificates evidencing a transaction regarding the granting of a possessory security interest may no longer be physical, but be in digital form; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

2024-03R: CONSIDERATION OF PROPOSED AMENDMENTS TO NGC REGULATION 2.040 TO MAKE CONFORMING CHANGES SHOULD NGC REGULATION 8.020 BE REPEALED.

PURPOSE: To amend Regulation 2.040 based on the repeal of Regulation 8.020; and to take such additional action as may be necessary and proper to effectuate this stated purpose.

All documents and material regarding these items are available at https://gaming.nv.gov/regs/pending/regulation-activity/.

The proposed regulation changes will be considered by the NGC in accordance with the provisions of NRS 463.145, which provides that on the date and at the time and place designated, any interested person, or their duly authorized representative, or both, shall be afforded the opportunity to present statements, arguments or contentions in writing, with or without the opportunity to present the same orally.

These items will be heard by the NGC at the May 16, 2024 meeting, and may be continued and heard at subsequent meetings of the NGC as required to effectuate the above-stated purposes.

The proposed regulation language will be posted on the Nevada Gaming Control Board website's "Pending Regulation Activity" page at https://gaming.nv.gov/regs/pending/regulation-activity/. Contact the NGC's Senior Research Specialist at jotorres@gcb.nv.gov for questions.