

CALIFORNIA CODE OF REGULATIONS
TITLE 4. BUSINESS REGULATIONS.

DIVISION 18. CALIFORNIA GAMBLING CONTROL COMMISSION.
(AMENDED REGULATIONS EFFECTIVE JULY 1, 2024)

The California Gambling Control Commission hereby adopts the following changes in its regulations contained in Division 18 of Title 4 of the California Code of Regulations:

CHAPTER 3. CONDITIONS OF OPERATION FOR TPPPS BUSINESSES

ARTICLE 1. GENERAL PROVISIONS

§ 12252. TPPPS Business Licensee Annual Fee.

(a) The Bureau will provide each TPPPS business licensee an invoice, pursuant to Section 12006, by October 5, 2024, and each October 5 thereafter, of their annual fee, as provided in Section 12252.2.

(b) The annual fee may be paid in installments. The TPPPS business licensee must submit a written request to the Bureau to make installment payments within 30 calendar days from the date the invoice was served.

(c) A request for installment payments will be considered approved, unless within 14 calendar days of the request being received, the Bureau provides notification, pursuant to Section 12006, that the request has been disapproved. The Bureau will disapprove the request if the TPPPS business licensee has a history of failing to make installment payments as required or has not submitted the request pursuant to subsection (b). Installment payments must be made in the year following the request pursuant to subsection (b) as follows: one-third of the annual fee to be submitted no later than January 5, one-third no later than April 5, and the balance no later than June 30. If installment payments were not requested or a request for installment payments was disapproved, the entire amount of the annual fee must be submitted no later than January 5.

(d) The TPPPS license certificate will not be issued until the Bureau has received the annual fee or has approved the TPPPS business licensee for installment payments.

(e) Any application for a renewal TPPPS business license will not be approved by the Commission until any delinquent annual fees have been paid in full.

(f) No application for a TPPPS contract may be approved by the Bureau until any delinquent annual fees have been paid in full.

(g)(1) Upon the first issuance of a TPPPS business license, as either a temporary TPPPS business license or an initial TPPPS business license, whichever occurs first, the Bureau will issue an invoice, pursuant to Section 12006, in the annual fee amount required of an active licensee with a gross revenue under \$1,500,000, as provided in Section 12252.2, divided by 12, multiplied by the number of whole months remaining in the current calendar year. The TPPPS business licensee must submit to the Bureau the annual fee within 30 calendar days of service.

(2) For the first full calendar year of licensure, the Bureau will invoice, pursuant to Section 12006, the TPPPS business licensee the unadjusted annual fee required of an active licensee with a gross revenue under \$1,500,000, as provided in Section 12252.2 for the following calendar year. If the license is approved after October 5, this invoice will be issued at the same time as the invoice required in paragraph (1).

(h) If three years of gross revenue data is unavailable to calculate the 3-year average gross revenue required to determine an active TPPPS business licensee's annual fee pursuant to Section 12252.2, the Commission will utilize the available gross revenue data for that purpose, as follows:

(1) If only one year of gross revenue data is available within the previous three years, that year's gross revenue will serve as the 3-year average gross revenue to determine the TPPPS business licensee's annual fee pursuant to Section 12252.2.

(2) If only two years of gross revenue data are available within the previous three years, the average of those two years' gross revenue will serve as the 3-year average gross revenue to determine the TPPPS business licensee's annual fee pursuant to Section 12252.2.

Note: Authority cited: Sections 19823, 19824, 19826, 19840, 19841 and 19984, Business and Professions Code.
Reference: Sections 19841 and 19984, Business and Professions Code.

§ 12252.2. TPPPS Business Licensee Annual Fee Amounts.

Type of TPPPS Business Licensee	Annual Fee
Surrendered or Revoked Licensee	\$0
Non-Operational Licensee	\$2,411
Active Licensee – 3-Year Average Gross Revenue Under \$1.5M	\$4,823
Active Licensee – 3-Year Average Gross Revenue of \$1.5M or More	1.48% of the 3-Year Average Gross Revenue

Note: Authority cited: Sections 19823, 19824, 19826, 19840, 19841 and 19984, Business and Professions Code.
Reference: Sections 19826, 19841, 19867 and 19984, Business and Professions Code.

CHAPTER 7. CONDITIONS OF OPERATION FOR GAMBLING ESTABLISHMENTS

ARTICLE 1. GENERAL PROVISIONS

§ 12368. Cardroom Business Licensee Annual Fee.

(a) The Bureau will provide each cardroom business licensee an invoice, pursuant to Section 12006, by October 5, 2024, and each October 5 thereafter, of their annual fee, as provided in Section 12368.2.

(b) The annual fee may be paid in installments. The cardroom business licensee must submit a written request to the Bureau to make installment payments within 30 calendar days from the date the invoice was served.

(c) A request for installment payments will be considered approved, unless within 14 calendar days of the request being received, the Bureau provides notification, pursuant to Section 12006, that the request has been disapproved. The Bureau will disapprove the request if the cardroom business licensee has a history of failing to make installment payments as required or has not submitted the request pursuant to subsection (b). Installment payments must be made in the year following the request pursuant to subsection (b) as follows: one-third of the annual fee to be submitted no later than January 5, one-third no later than April 5, and the balance no later than June 30. If installment payments were not requested or a request for installment payments was disapproved, the entire amount of the annual fee must be submitted no later than January 5.

(d) The cardroom business license certificate will not be issued until the Bureau has received the annual fee or has approved the cardroom business licensee for installment payments.

(e) Any application for a renewal cardroom business license will not be approved by the Commission until any delinquent annual fees have been paid in full.

(f) No application for a TPPPS contract with a cardroom business licensee may be approved by the Bureau until any delinquent annual fees owed by that cardroom business licensee have been paid in full.

(g)(1) Upon the first issuance of a cardroom business license, as either a temporary cardroom business license or an initial cardroom business license, whichever occurs first, the Bureau will issue an invoice, pursuant to Section 12006, in the annual fee amount required of an active licensee with a gross revenue under \$1,500,000, as provided in Section 12368.2, divided by 12, multiplied by the number of whole months remaining in the current calendar year. The cardroom business licensee must submit to the Bureau the annual fee within 30 calendar days of service.

(2) For the first full calendar year of licensure, the Bureau will invoice, pursuant to Section 12006, the cardroom business licensee the unadjusted annual fee required of an active licensee with a gross revenue under \$1,500,000, as provided in Section 12368.2 for the following calendar year. If the license is

approved after October 5, this invoice will be issued at the same time as the invoice required in paragraph (1).

(h) If three years of gross revenue data is unavailable to calculate the 3-year average gross revenue required to determine an active cardroom business licensee’s annual fee pursuant to Section 12368.2, the Commission will utilize the available gross revenue data for that purpose, as follows:

(1) If only one year of gross revenue data is available within the previous three years, that year’s gross revenue will serve as the 3-year average gross revenue to determine the cardroom business licensee’s annual fee pursuant to Section 12368.2.

(2) If only two years of gross revenue data are available within the previous three years, the average of those two years’ gross revenue will serve as the 3-year average gross revenue to determine the cardroom business licensee’s annual fee pursuant to Section 12368.2.

Note: Authority cited: Sections 19811(b), 19823, 19824, 19840, 19841, 19876(a), 19951 and 19955, Business and Professions Code. Reference: Sections 19841, 19876(a), 19951, 19954 and 19955, Business and Professions Code.

§ 12368.2. Cardroom Business Licensee Annual Fee Amounts.

Type of Cardroom Business Licensee	Annual Fee
Surrendered or Revoked Licensee	\$0
Non-Operational Licensee	\$6,234
Active Licensee – 3-Year Average Gross Revenue Under \$1.5M	\$12,468
Active Licensee – 3-Year Average Gross Revenue of \$1.5M or More	1.33% of the 3-Year Average Gross Revenue

Note: Authority cited: Sections 19811(b), 19823, 19824, 19840, 19841, 19876(a), 19951 and 19955, Business and Professions Code. Reference: Sections 19826, 19841, 19876(a), 19951, 19954 and 19955, Business and Professions Code.

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