

California Gambling Control Commission

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**MINUTES OF FEBURARY 24, 2016
REGULATIONS WORKSHOP**

OPEN SESSION

1. Call to Order and Pledge of Allegiance.

Chairman Jim Evans called the workshop to order at 10:00 a.m., and asked everyone to stand for the Pledge of Allegiance.

2. Roll Call of Commissioners.

Roll Call of Commissioners was taken, with Chairman Jim Evans and Commissioners Tiffany Conklin, Roger Dunstan Lauren Hammond, and Trang To present.

3. Consideration of Approval to Commence the Formal Rulemaking Process for Regulations Concerning Playing Books for Third-Party Providers of Proposition Player Services (TPPPS) and Gambling Businesses. (Amend Title 4, CCR, Sections 12003, 12200, 12200.7, 12200.9, 12200.10A, 12200.11, 12220, and 12560; Repeal Title 4, CCR, Sections 12200.13, 12200.16, 12220.13, and 12220.16; and, Adopt Title 4, CCR, Sections 12250, 12255, 12256, 12257, 12258, and 12259.)

- General Requirements (§ 12003)
- Definitions (§ 12200)
- Proposition Player Contract Criteria (§ 12200.7)
- Review and Approval of Proposition Player Contracts (§ 12200.9)
- Expedited Review and Approval of Proposition Player Contracts (§ 12200.10A)
- Extension of Proposition Player Contracts (§ 12200.11)
- Playing Book (§ 12200.13)
- Inspections and Investigations (§ 12200.16)
- Definitions (§ 12220)
- Playing Book (§ 12220.13)
- Inspections and Investigations (§ 12220.16)
- Definitions (§ 12250)

- General Provisions (§ 12255)
- Approval of Playing Book Forms (§ 12256)
- Electronic Playing Book Device Requirements (§ 12257)
- Electronic Playing Book Database Requirements (§ 12258)
- Approval of Electronic Playing Book Systems (§ 12259)
- Disciplinary Guidelines for Third-Party Providers of Proposition Player Services Licensees or Registrants (§ 12560)

Staff presented the draft text and invited comments from the industry, Bureau of Gambling Control, and Commissioners.

Comments were received from:

Mitchell Goldstein, Third Party Provider

Keith Sharp, Attorney

Patrick Tierney, Owner, PT Gaming, LLC

Tracey Buck-Walsh, PT Gaming, LLC

David Shindle, PT Gaming, LLC

Yolanda Morrow, Assistant Bureau Chief, Bureau of Gambling Control

Jacob Muscan, Chief Information Officer, California Gambling Control Commission

After receipt of the comments and suggested language changes, staff recommended that the Commission approve to commence the formal rulemaking process with the suggested changes discussed. Staff further indicated that prior to moving forward with commencing the formal rulemaking process, staff will need to obtain a fiscal estimate from the Bureau of Gambling Control for completion of the Economic and Fiscal Impact Statement (STD. 399) which is required to be submitted to the Department of Finance 30 days prior to the date of publication of the notice of the proposed action.

Action:

Upon motion of Commissioner Hammond, seconded by Commissioner Dunstan and unanimously carried in a vote by roll call with Chairman Evans and Commissioners Conklin, Dunstan, Hammond, and To voting yes; the Commission approved to move forward with the Rulemaking process with the changes as discussed.

PUBLIC COMMENT

None

4. Consideration of Approval to Commence the Formal Rulemaking Process for Regulations Concerning Approval of Transactions for Gambling Enterprises, Third-Party Providers of Proposition Player Services (TPPPS), and Gambling Businesses. (Amend Title 4, CCR, Sections 12002 and 12311; Repeal Title 4, CCR, Sections 12200.15 and 12220.15; and Adopt Title 4, CCR, Sections 12320, 12321, 12322, 12323, 12324, 12325, and 12326.)

- General Definitions (§ 12002)
- Transfers and Sales (§ 12200.15)

- Transfers and Sales (§ 12220.15)
- Definitions (§ 12311)
- General Provisions (§ 12320)
- Required Contract Terms (§12321)
- Required License or Registration Maintenance (§12322)
- Processing Requests for Transaction Approval (§12323)
- Transaction Formal Approval Processing Times (§12324)
- Transaction Amendments or Subsequent Assignments (§12325)
- Reporting of Transactions (§12326)

Staff presented the draft text and invited comments from the industry, Bureau of Gambling Control, and the Commissioners.

Comments were received from:

Paras Modha, Deputy Attorney General, Department of Justice
Alan Titus, Artichoke Joe's Casino
Keith Sharp, Hawaiian Gardens Casino
David Fried, Oaks Card Club
Joy Harn, The Bicycle Hotel & Casino

Break – 1:10 p.m.

Chairman Evans called the workshop to order at 2:00 p.m., with all Commissioners present.

Comments were received from:

David Fried, Oaks Card Club
Keith Sharp, Hawaiian Gardens Casino
Alan Titus, Artichoke Joe's Casino
Joy Harn, The Bicycle Hotel & Casino
Tracey Buck-Walsh, PT Gaming, LLC
Yolanda Morrow, Assistant Bureau Chief, Bureau of Gambling Control

After receipt of the comments and suggested language changes, staff indicated that they would continue to work on drafting language with the help from the Bureau of Gambling Control representatives and bring draft text back before the Commissioners for consideration.

Commissioners agreed; and, no action was taken.

PUBLIC COMMENT:

None

ADJOURNMENT:

Chairman Evans adjourned the workshop at 2:45 p.m.