



**WASHINGTON STATE
GAMBLING COMMISSION PUBLIC
MEETING - January 2018**

Hampton Inn and Suites
4301 Martin Way E.
Olympia, WA

COMMISSIONERS



Bud Sizemore
Chair



Julia Patterson
Vice Chair

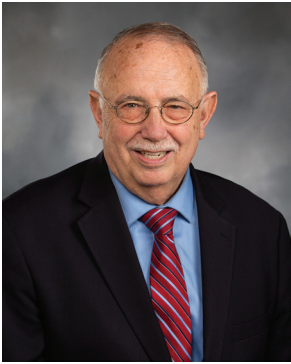


Ed Troyer



Chris Stearns

EX OFFICIOS



Senator
Steve Conway



Senator
Lynda Wilson



Representative
David Sawyer



Representative
Brandon Vick

STAFF



David Trujillo
Director



Amy Hunter
Deputy Director





STATE OF WASHINGTON
GAMBLING COMMISSION

"Protect the Public by Ensuring that Gambling is Legal and Honest"

Hampton Inn and Suites
4301 Martin Way E., Olympia, WA 98516
January 11, 2018

Please note, agenda times are estimates only. Items may be taken out of sequence at the discretion of the Chair.

10:00 AM	Rules Discussion – Public Welcome <i>Amy Hunter, Deputy Director</i> <i>Tina Griffin, Assistant Director</i>
	Call to Order <i>Bud Sizemore, Chair</i>
10:30 AM	Executive Session - Closed to the Public Discuss Pending Investigations, Tribal Negotiations, and Litigation The public meeting will reconvene at approximately 12:30 pm
PUBLIC MEETING	
ADMINISTRATIVE PROCEDURE ACT PROCEEDINGS	
12:30 Tab 1	Welcome and Introductions <i>Bud Sizemore, Chair</i> Consent Agenda (Action) <ul style="list-style-type: none">• November 16, 2017 Commission Meeting Minutes• New Licenses and Class III Employees Class III Employees/Snoqualmie (Action) Director's Report <i>David Trujillo, Director</i> <ul style="list-style-type: none">• Month End Report and Pull-Tab Update 2018 Legislative Update <i>Brian Considine, Legal and Legislative Manager</i>
Tab 2	Defaults <i>Haylee Mills, Staff Attorney</i> <ul style="list-style-type: none">• MEWE, INC. dba Viking Card Room Punchboard Pull-Tab License Revocation (Action)• Sasheen L. White – Class III Certification Revocation (Action)
RULES UP FOR DISCUSSION AND POSSIBLE FILING	
Tab 3	Staff Request for Rule Changes/Fee Simplification (Package #4) Action <i>Tina Griffin, Assistant Director</i> <ul style="list-style-type: none">• WAC 230-05-102 – All licensed organizations report activity quarterly beginning with the July 1, 2018 through September 30, 2018 quarter.• WAC 230-07-155 – Reporting annual activity for raffles, enhanced raffles, amusement games, Class A, B, or C bingo, or combination licenses.• WAC 230-07-160 – Reporting annual activity for agricultural fairs.• WAC 230-09-056 – Activity reports for fund-raising events.• WAC 230-10-040 – Disposable bingo cards – Additional requirements.• WAC 230-10-180 – Electronic bingo card daubers requirements.

	<ul style="list-style-type: none"> • WAC 230-10-457 – Activity reports for linked bingo prize providers. • WAC 230-13-169 – Annual activity reports for commercial amusement game licensees. • Chapter 230 – 16 WAC – Manufacturer, Distributor, and Gambling Service Supplier Rules.
RULES UP FOR FINAL ACTION	
Tab 4	Staff Request for Rule Changes/Fee Simplification (Package #1) Action <i>Tina Griffin, Assistant Director</i> <ul style="list-style-type: none"> • Chapter 230-05 Fee Rules • Chapter 230-03 Permitting and Licensing Rules
Tab 5	Staff Request for Rule Changes/Fee Simplification (Package #2) Action <i>Tina Griffin, Assistant Director</i> <ul style="list-style-type: none"> • Chapter 230 – 06 WAC – Rules for all licensees. • Chapter 230 – 07 WAC – Charitable and nonprofit rules. • Chapter 230 – 09 WAC – Fund-raising event rules. • Chapter 230 – 10 WAC – Bingo Rules. • Chapter 230 – 11 WAC – Raffles. • Chapter 230 – 13 WAC – Amusement game rules. • Chapter 230 – 14 WAC – Punchboard and pull tab. • Chapter 230 – 15 WAC – Card game rules. • Chapter 230 – 16 WAC – Manufacturer, distributor, and gambling service supplier rules. • Chapter 230 – 17 WAC – Brief Adjudicative Proceedings. • WAC 230-03-085 – Denying, suspending, or revoking an application, license or permit.
Tab 6	Staff Request for New Rule Action <i>Tina Griffin, Assistant Director</i> <ul style="list-style-type: none"> • WAC 230-17-192 Submission of electronic or mechanical gambling equipment during rule making
RULE UP FOR DISCUSSION ONLY	
Tab 7	Staff Request for Rule Changes/Fee Simplification (Package #3) <i>Tina Griffin, Assistant Director</i> <ul style="list-style-type: none"> • WAC 230-05-175 Individuals license fees
Other Business/General Discussion/Public Comments	
Meeting Adjourn	

Upon advance request, the Commission will pursue reasonable accommodations to enable persons with disabilities to attend Commission meetings. Questions or comments pertaining to the agenda and requests for special accommodations should be directed to Julie Anderson, Executive Assistant at (360) 486-3453 or TDD (360) 486-3637. Questions or comments pertaining to rule changes should be directed to the Rules Coordinator (360) 486-3447.



STATE OF WASHINGTON
GAMBLING COMMISSION

"Protect the Public by Ensuring that Gambling is Legal and Honest"

November Gambling Commission Meeting Minutes

Hampton Inn & Suites 4301 Martin Way E.
Olympia, WA 98516

**Public Meeting
November 16, 2017**

Commissioners Present:

Bud Sizemore, Chair
Julia Patterson, Vice Chair
Chris Stearns
Ed Troyer

Ex Officiis Present:

Senator Steve Conway

Staff Present:

Amy Hunter, Deputy Director; Tina Griffin, Assistant Director; John Meader, Assistant Attorney General; Brian Considine, Legal and Legislative Manager; Julie Lies, Tribal Liaison; Heather Songer, Public Information Officer; Julie Anderson, Executive Assistant.

Executive Session Call to Order

Chair Sizemore called the November Gambling Commission Meeting to order at 11:10 a.m. and immediately went into Executive Session to discuss Tribal Negotiations, Pending Investigations and Litigation.

Public Session Call to Order

Chair Sizemore called the Gambling Commission to order at 12:35 p.m. and welcomed everyone to the Hampton Inn & Suites and introductions were made. Chair Sizemore announced that Commissioner Troyer was running late. He mentioned Deputy Director Amy Hunter would be sitting in for Director Trujillo as he had a family emergency and would not be able to attend the meeting.

There were 35 people in attendance.

Tab 1

Consent Agenda:

October Commission Meeting Minutes/ New Licensees

Commissioner Patterson moved to approve the Consent Agenda as presented.

Commissioner Stearns seconded the motion.

The motion passed. 3:0

Commissioner Troyer was not present for the vote.

**** Snoqualmie Class III Gaming Employees Certifications (was voted on later in the meeting when Commissioner Troyer joined the meeting)**

Defaults

Staff Attorney, Haylee Mills presented the following materials.

Commissioner Patterson moved to revoke the Card Room License for Charles Dangerfield.

Commissioner Stearns seconded the Motion.

The Motion passed. 3:0

Commissioner Troyer was not present for the vote.

Commissioner Stearns moved to revoke the Class III Certification for Dezaray J. Pacheco.

Commissioner Patterson Seconded the Motion.

The Motion passed. 3:0

Commissioner Troyer was not present for the vote.

Commissioner Patterson inquired on the status of the other two licensees involved in the case with Dezaray J. Pacheco. Ms. Mills agreed to get back to the Commissioners with an update on the individuals and their case.

Tab 4

Presentation- Special Olympics of Washington

Assistant Director Tina Griffin and Special Agent Kevin Maxwell presented the materials for Tab 4. Special Agent Kevin Maxwell explained that he and Special Agent Ed Ward (not present at the meeting) conducted a complete program review of the Special Olympics in Washington.

Special Olympics Washington's conducted 136 competitions throughout the state involving 17,843 athletes in 2016. They also conducted 16, 8-week sessions of sporting events for approximately 587 young athletes between 2 to 7 years of age and in their class. They also held 74 unified sporting events where individuals with intellectual disabilities participated in sporting events with individuals that did not have intellectual disabilities on the same team. These events help to promote social inclusion. The review verified that Special Olympics Washington is a bona fide nonprofit organization functioning in accordance with their bylaws, program services exist and are supported, and that their gambling proceeds are helping them to make significant progress towards their stated purpose.

Public Comment: There was no public comment.

Commissioner Stearns moved to approve the continued licensure of Special Olympics Washington as presented and recommended by staff.

Commissioner Patterson seconded the Motion.

The Motion passed. 3:0

Commissioner Troyer was not present for the vote.

Special Olympics Washington Vice President of Communications, Dan Wartelle and Chief Financial Officer, Maryl Newman presented to the Commission on the Special Olympics Dream House Raffle. Based on the on-site review, staff recommends the continued licensure for Special Olympics Washington.

Assistant Director Griffin presented the results of the 2017 Special Olympics Washington enhanced raffle in western Washington. The 2017 raffle concluded on May 12th, 2017. It was the 5th enhanced raffle held by Special Olympics. The organization sold 23,766 raffle tickets and sales were about 3.3 million. Tina explained that with each enhanced raffle, Gambling Commission staff does an inspection and verifies the records. Staff found that all records were verified for accuracy and compliance with the rules.

Commissioner Stearns added that he appreciated the presentation each year and what the Special Olympics Washington does is a wonderful thing and thanked their staff for their hard work. Chair Sizemore added that it is an amazing program. Senator Conway inquired on how many states use this type of raffle as a mechanism for funding. Mr. Wartelle explained that he learned about the raffle from California. But, he said there is no other state that uses the house raffle as a catalyst to raise funds for Special Olympics. House raffles are used for other charitable/nonprofit organizations though.

Commissioner Patterson moved to approve the 2018 Western Washington Enhanced Raffle as presented by the staff.

Commissioner Stearns seconded the Motion.

The Motion passed. 3:0

Commissioner Troyer was not present for the vote.

Tab 6

Staff Request for Rule Changes/Fee Simplification (Package #3)

Assistant Director Tina Griffin presented the materials for Tab 6. This rules package is the third of four rules packages staff will present to the Commission regarding Fee Simplification. The third package sets out the individual license fees under the new fee structure. The Gambling Commission sent a notice to all of our organizations that have licensed individuals and also sent out a notice to all of the individual licensees to date. Staff did receive one comment that was not in support of the fee change. Staff is recommending filing for further discussion.

Commission Patterson asked for a side by side comparison of what fees currently are and what changes staff proposes before the next meeting.

Commissioner Patterson moved to file the Rules Changes/Fee Simplification Package #3 as presented by staff with an effective date of May 1, 2018.

Commissioner Stearns seconded the Motion.

The Motion passed. 3:0

Commissioner Troyer was not present for the vote.

Tab 10

Petition for Rule Change – Ducks Unlimited

Assistant Director Tina Griffin presented the materials for Tab 10. This petition for rule change was submitted by Scott Eisenhauer, the state chairman for Ducks Unlimited Washington. They're seeking to have the assigned value for raffle tickets be up to \$100 when included in a multi-component package. This would allow the nonprofit entity to offset the cost of the raffle price. Small business economic impact statement was not needed because we found it did not impose additional cost to the industry. This rule was up for final action with an effective date 31 days from filing. There were no questions from the Commissioners.

Public Comment: There was no public comment.

Commissioner Patterson moved to file the WAC 230-11-087 as presented by staff with an effective date of 31 days from filing.

Commissioner Stearns seconded the Motion.

Commissioner Troyer was present for the vote.

The Motion passed. 4:0

****Tab 1**

Class III Employees/Snoqualmie (Action)

Commissioner Patterson moved to approve the Snoqualmie Class III Gaming Employees Certifications as presented in the consent agenda.

Commissioner Troyer seconded the motion.

The motion passed. 3:0

Commissioner Stearns abstained.

Tab 7

Staff Request for Rule Changes/Fee Simplification (Package #1)

Assistant Director Tina Griffin presented the materials for Tab 7. At the November meeting, Package #1 was up for further discussion with final action in January. Tina explained this package contains changes for implementing and establishing the fee structure in chapter 230-05, and then makes changes to WAC230-03 to define what license fees and license types were in the old fee structure. Also, it establishes the penalties for late filing of quarterly license reports. The Gambling Commission moved some of the information from chapter 230-06 into 230-05. In October, the commission voted on minor changes to four rules in this package.

She explained that notices were sent out to all organizational licensees. The commission received eight comments, six were opposed, and two were neutral. All information regarding Fee/Simplification can be found on our website.

Public Comment: There was no public comment.

Tab 8

Staff Request for Rule Changes/Fee Simplification (Package #2)

Assistant Director Tina Griffin presented the materials for Tab 8. The Rule Changes/Fee Simplification Package #2 was up for further discussion in November and final action in January. Staff is asking for action to be taken on a couple rules in regards to this package. This is the second package out of four that the Gambling Commission anticipates with the fee restructure. Package #2 deals with a number of rules, mainly removing the word “class” and then instead of using the word “class” or “license class,” we now focus on the gross gambling receipts level of the licensee. This rules package also establishes new due dates for quarterly activity reports. It requires licensees to submit quarterly activity reports until they move into the new fee structure and then for the last quarter that they operated under the old fee structure, licensees will

need to submit a quarterly activity report. Also, service suppliers will need to submit quarterly activity reports beginning with the third quarter of 2018. Lastly, it adds a process that we will use if a licensee doesn't submit to their quarterly license report or doesn't pay their quarterly licensing fees. Staff is requesting an effective date of July 1st, 2018.

Commissioner Patterson moved to file the Alternative rules, as presented by staff with an effective date of July 1st, 2018.

Commissioner Stearns seconded the motion.

The motion passed. 4:0

Tab 9

Staff Request for New Rule

Assistant Director Tina Griffin presented the materials for Tab 9. Staff is requesting a new rule to require a manufacturer or its designee to submit electronic or mechanical gambling equipment for evaluation during rule-making. A Small Business Economic Impact Statement was prepared. The Gambling Commission sent notice of rulemaking to all of the licensed manufacturers on October 27th. This rule was up for further discussion. Victor Mena testified at the September Commission Meeting with concerns, and then testified at the October Commission Meeting that he no longer had concerns in regards to this request by staff. This rule is up for final action in January.

Public Comment: There was no public comment.

Chair Sizemore left the commission meeting before the G2E Presentation.

Tab 3

Presentation -2017 G2E Update

Agent in Charge Jennifer LaMont and Lab Administrator Melissa Velencia presented the materials for Tab 3. Both Melissa and Jennifer attended G2E 2017.

Commissioner Patterson inquired on Nevada state self-exclusion policy or their blacklist policy. Senator Conway commented on attending G2E as well. He said that in his opinion Washington State is ahead of most states on problem gambling.

Commissioner Stearns thanked the administration staff for keeping everyone updated on the shooting at the Mandalay Bay Hotel in Las Vegas in October during G2E. Also, he thanked Commissioner Troyer for all his help during the aftermath of the shooting.

Commissioner Troyer said the Las Vegas shooting was tragic. He updated the Commissioners on the G2E conference and mentioned what you see in Las Vegas isn't what you see in Washington as far as games and technology are concerned. The types of games you see in Las Vegas gravitate towards the younger crowds, with better technology and graphics.

Tab 2

Presentation – Legal and Records Unit Update

Legal and Legislative Manager Brian Considine presented the materials for Tab 2. Brian gave a brief overview of the accomplishments in the Legal and Records units and announced that there are three vacant positions, Rules Coordinator, Records Officer and a Research Analyst. Brian is

hopeful to fill these positions in early 2018. The Commissioners didn't have any further questions for Brian.

Tab 1

2018 Legislative Update

Legal and Legislative Manager Brian Considine presented the materials for Tab 1. Brian spoke about the 2018 legislative session and that it is slated to be a short 60 day session starting January 8th and ending March 8th. After the recent election the Democrats now control the Senate. The committee that has been Commerce, Labor, and Sports, will be renamed Labor and Commerce. He announced Senator Karen Kaiser will chair the committee and Senator Bob Hasegawa will be vice chair.

The Gambling Commission does not have any agency request legislation for 2018. However, Commissioners and Representative Sawyer are interested in having a problem gambling work session in 2018 and Representative Sawyer is working on a self-exclusion bill to provide the Gambling Commission with authority to create a self-exclusion program. Commission Patterson asked staff to work with Representative Sawyer, Senator Keiser, Senator Conway, and other interested legislators to coordinate a joint Senate and House committee work session on problem gaming or at least have an opportunity for a work session in each chamber. Staff will coordinate with Commissioners Patterson and Stearns for any problem gambling legislation and/or work sessions.

Other Business/General Discussion/Public Comment

Victor Mena, Chief Operating Officer for Washington Gold Casinos and President of the Recreational Gaming Association gave public testimony. He said the Recreational Gaming Association is very supportive of problem gaming issues, and initiatives that can help customers and guests. Members of Recreational Gaming feel very strongly that protecting the public is a very good business practice. He asked about a comment made in the discussion regarding needing a RCW to be able to move forward to impose additional safeguards and that in doing so, the card room industry would be primarily impacted by those changes. He said the card room industry is about 240 to 250 million dollars annually in commercial gaming dollars. We're looking at another \$3 billion in total gaming in the State of Washington and outside of the card room industry with lottery, horse racing, tribal gaming, pull-tabs, and nonprofits. So something that's going to be sweeping to really control the problem needs to be addressed as a whole, not to be addressed as a singular entity. That's the concern. Card rooms are somewhere in the neighborhood of about 8% of total gaming in the State of Washington. That number is very close to the actual reality of what the general public plays as far as gaming entertainment. The card room industry has only a niche market of somewhere in the ballpark of 7%. He said that when looking at what the public wants play, the public wants to play electronic games, 65% of the public plays electronic games. If we want to take a look at this impact, we need to look at the whole picture not just the card room industry.

Josh Herschlip owner and operator of LJ's Bistro and Bar and Vice President of Recreational Gaming Association. Also, he was the general manager of Ace's Casino in Arlington, Washington, until its closure on January 1st, 2013. Mr. Herschlip said over the last 10 years of being involved in casino operations, and 20 years of being in the restaurant and bar business, he

has observed and learned a lot. He attends the Washington State Gambling Commission Meetings on a regular basis. He attends the meetings to keep informed of the changes in the industry to protect his family business.

Mr. Herschlip has respect for the members of the Commission and he believes that they are intelligent, fair, and a reasonable group of people who take their positions seriously. He also believes that they understand many of the upcoming and previous challenges our businesses have or will face. He asked the Commission to look at all angles of the businesses so that together we could save the industry or at least offset the rising costs. He mentioned that there has been significant increase to the operating costs in running a business. Healthcare, minimum wage, sick leave, as well as increases to the non-minimum wage employees. He supports these things in some facet or another. He asked the Commission to look at recommendations of modernization of pull-tabs.

Mr. Herschlip mentioned that if the average citizen was asked if gambling has expanded in the last 10 years, he believes that it would be a resounding yes. He went on to explain that although the casino operations in our state have fallen from 100 establishments to under 50. He stated that the industry needs to have positive changes otherwise it will be a nonexistent industry in a few short years, modernization of pull-tabs is a logical next step for many reasons. The tracking could be simplified for agents and struggling operators. Leaving bowls of money around establishments obviously creates and/or provides opportunity for people to be dishonest. The amount of storage space, wasted time counting tickets, marking flares, and being able to staff appropriately for selling pull-tabs is difficult. He also stated that the busiest bars and restaurants sell the least amount of pull-tabs because they must first serve food and drinks. Although, modernization doesn't eliminate the staff interaction, it greatly reduces it while providing our customers a readily available option when they would like it. It by no means is an expansion, at best it's just the natural step in modernizing a product that has helped build Washington over the last 40 years. Mr. Herschlip thanked the Commission for their time and a special thanks to Commissioner Troyer. He asked the Commissioners if they had any questions for him.

Commissioner Patterson thanked Mr. Herschlip for his public comment.

Director's Report

Deputy Director, Amy Hunter went over the 2018 Gambling Commission Meeting calendar with the Commissioners and announced the next Gambling Commission meeting would be January 11, 2018 at the Hampton Inn & Suites.

Commissioners Report

Commissioner Stearns presented two PowerPoint presentations on two recent conferences he attended. He attended the National Indian Gaming Association and the Four Directions Conference on Problem Gambling.

Commissioner Patterson requested a hardcopy of the presentation to be sent to her and the Commissioners.

Ann Gray, DSHS commented that she is pleased that the Legislature is planning a work group to talk about Problem Gambling in Washington during this upcoming session.

Commission meeting adjourned at 3:42 pm.



HOUSE-BANKED PUBLIC CARD ROOM REPORT

Current House- Banked Locations Operating				47		
Licensee	City	Commission Approval Date	License Expiration Date	Tables	Org #	License #
ACES CASINO ENTERTAINMENT	SPOKANE	Mar 13, 2014	Dec 31, 2017	7	00-23112	67-00325
ALL STAR CASINO	SILVERDALE	Jan 14, 1999	Jun 30, 2018	15	00-18357	67-00058
BLACK PEARL RESTAURANT & CARD ROOM	SPOKANE VALLEY	Jan 10, 2013	Sep 30, 2018	15	00-22440	67-00321
BUZZ INN STEAKHOUSE/EAST WENATCHEE	EAST WENATCHEE	Oct 10, 2002	Dec 31, 2017	10	00-11170	67-00183
CARIBBEAN CARDROOM	KIRKLAND	Aug 13, 2009	Mar 31, 2018	9	00-21882	67-00285
CASINO CARIBBEAN	YAKIMA	Mar 14, 2002	Dec 31, 2017	15	00-17603	67-00093
CASINO CARIBBEAN	KIRKLAND	Nov 15, 2005	Sep 30, 2018	15	00-20427	67-00238
CHIPS CASINO/LAKEWOOD	LAKEWOOD	Apr 8, 1999	Dec 31, 2017	15	00-17414	67-00020
CLEARWATER SALOON & CASINO	EAST WENATCHEE	Apr 9, 2015	Dec 31, 2017	11	00-23386	67-00328
CLUB HOLLYWOOD CASINO	SHORELINE	Sep 9, 2010	Jun 30, 2018	15	00-22132	67-00303
COYOTE BOB'S CASINO	KENNEWICK	Jul 10, 2009	Mar 31, 2018	13	00-21848	67-00282
CRAZY MOOSE CASINO II/MOUNTLAKE TERRACE	MOUNTLAKE TERRACE	Jul 10, 2009	Mar 31, 2018	15	00-21849	67-00283
CRAZY MOOSE CASINO/PASCO	PASCO	Jul 10, 2009	Mar 31, 2018	15	00-21847	67-00281
EMERALD DOWNS	AUBURN	May 11, 2017	Mar 31, 2018	15	00-23814	67-00335
FORTUNE CASINO	TUKWILA	Oct 8, 2015	Jun 30, 2018	12	00-23465	67-00329
FREDDIE'S CLUB	RENTON	Jan 8, 2015	Sep 30, 2018	15	00-23339	67-00327
GOLDIE'S SHORELINE CASINO	SHORELINE	May 13, 1999	Dec 31, 2017	15	00-17610	67-00016
GREAT AMERICAN CASINO/DES MOINES	DES MOINES	Jul 13, 2017	Mar 31, 2018	15	00-23795	67-00334
GREAT AMERICAN CASINO/EVERETT	EVERETT	Nov 12, 1998	Dec 31, 2017	15	00-19513	67-00194
GREAT AMERICAN CASINO/LAKEWOOD	LAKEWOOD	Aug 14, 2003	Jun 30, 2018	15	00-19258	67-00184
GREAT AMERICAN CASINO/TUKWILA	TUKWILA	Jan 15, 1998	Sep 30, 2018	15	00-12554	67-00012
HAWKS PRAIRIE CASINO	LACEY	Jul 12, 2001	Jun 30, 2018	15	00-17579	67-00091

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Current House- Banked Locations Operating

47

Licensee	City	Commission Approval Date	License Expiration Date	Tables	Org #	License #
IRON HORSE CASINO	AUBURN	Jan 9, 2003	Dec 31, 2017	15	00-19477	67-00192
JOKER'S CASINO SPORTS BAR & FIESTA CD RM	RICHLAND	Nov 12, 1998	Dec 31, 2017	12	00-15224	67-00006
LANCER LANES/REST AND CASINO	CLARKSTON	Nov 13, 2008	Sep 30, 2018	8	00-21681	67-00276
LAST FRONTIER	LA CENTER	Feb 11, 1999	Sep 30, 2018	15	00-11339	67-00055
LILAC LANES & CASINO	SPOKANE	Jul 12, 2007	Jun 30, 2018	12	00-21305	67-00267
LUCKY 21 CASINO	WOODLAND	Oct 8, 2013	Jun 30, 2018	15	00-22918	67-00322
MACAU CASINO	LAKEWOOD	Jul 12, 2007	Mar 31, 2018	15	00-20428	67-00239
MACAU CASINO	TUKWILA	Jan 12, 2012	Sep 30, 2018	15	00-22573	67-00319
NOB HILL CASINO	YAKIMA	Sep 12, 2001	Dec 31, 2017	7	00-13069	67-00173
PALACE CASINO LAKEWOOD	LAKEWOOD	Jan 14, 1999	Dec 31, 2017	15	00-16542	67-00028
PAPAS CASINO RESTAURANT & LOUNGE	MOSES LAKE	Aug 13, 1998	Jun 30, 2018	12	00-02788	67-00004
RC'S AT VALLEY LANES	SUNNYSIDE	Nov 16, 2017	Mar 31, 2018	5	00-16220	67-00336
RIVERSIDE CASINO	TUKWILA	Aug 14, 2003	Jun 30, 2018	15	00-19369	67-00187
ROMAN CASINO	SEATTLE	Feb 10, 2000	Mar 31, 2018	15	00-17613	67-00057
ROXY'S BAR & GRILL	SEATTLE	Nov 18, 2004	Jun 30, 2018	12	00-20113	67-00231
ROYAL CASINO	EVERETT	Sep 9, 2010	Jun 30, 2018	15	00-22130	67-00301
SILVER DOLLAR CASINO/MILL CREEK	BOTHELL	Sep 9, 2010	Jun 30, 2018	15	00-22131	67-00302
SILVER DOLLAR CASINO/RENTON	RENTON	Sep 9, 2010	Jun 30, 2018	15	00-22134	67-00305
SILVER DOLLAR CASINO/SEATAC	SEATAC	Sep 9, 2010	Jun 30, 2018	13	00-22128	67-00299
SLO PITCH PUB & EATERY	BELLINGHAM	Aug 12, 1999	Jun 30, 2018	9	00-16759	67-00038
THE GETAWAY CASINO	WALLA WALLA	Mar 11, 2016	Jun 30, 2018	8	00-23485	67-00332
THE PALACE	LA CENTER	Apr 9, 1998	Jun 30, 2018	15	00-16903	67-00010
WILD GOOSE CASINO	ELLENSBURG	Apr 8, 2004	Dec 31, 2017	7	00-20009	67-00212
WIZARDS CASINO	BURIEN	Feb 11, 2010	Dec 31, 2017	15	00-21998	67-00287
ZEPPOZ	PULLMAN	Nov 13, 2008	Mar 31, 2018	6	00-18777	67-00209

h

Licensed, But Not Operating							1
Licensee	City	Commission Approval Date	License Expiration Date	Tables	Org #	License #	
UBET CASINO	LONGVIEW	Oct 8, 1998	Jun 30, 2018	11	00-17449	67-00039	

Applications Pending							2
Licensee	City	Commission Approval Date	License Expiration Date	Tables	Org #	License #	
CARDS R' US INC	LONGVIEW			11	00-23997	67-00337	
ENDZONE SPORTS BAR & GRILL	YAKIMA				00-23929	67-00338	



COMMISSION APPROVAL LIST
(New Licenses & Class III Gaming Employees)
January 2018

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Based upon the licensing investigations, staff recommends approving all new Licenses and Class III employees listed on pages 1 to 32.

ORGANIZATION NAME

FILE NUMBER

PREMISES LOCATION

NEW APPLICATIONS**BINGO**

FOE AUX 03324 00-01257 01-00742	A	11440 AVONDALE RD REDMOND WA 98052-4421
KNIGHTS CHARITIES 00-24057 01-02741	A	3259 OLD GOLDIE RD OAK HARBOR WA 98277
NILE WOMEN'S CLUB 00-24044 01-02740	A	1891 NILE RD NACHES WA 98937

RAFFLE

ASSUMPTION ST BRIDGET SCHOOL 00-22586 02-09139	C	6220 32ND AVENUE NE SEATTLE WA 98115
BRIDGE THE GAP MINISTRIES 00-24021 02-20792	C	3315 NW 116TH WY VANCOUVER WA 98685
CENTRAL VALLEY HIGH SCHOOL ASB 00-23408 02-09542	C	821 S SULLIVAN RD SPOKANE VALLEY WA 99037
CONFLUENCE HEALTH FOUNDATION 00-23081 02-09341	D	617 WASHINGTON WENATCHEE WA 98801
FOE 02927 00-00333 02-00529	A	100 E SOUTH HILL RD SUNNYSIDE WA 98944
GRAND RIDGE PTSA 2.6.10 00-22595 02-09143	B	1739 NE PARK DR ISSAQUAH WA 98029
GRAYS HARBOR COLLEGE CHOKER CLUB 00-24036 02-20801	C	1620 EDWARD P SMITH DR ABERDEEN WA 98520
INSTITUTE OF FLIGHT 00-23359 02-09514	B	8415 PAINE FIELD BLVD MUKILTEO WA 98275
INVESTED 00-24046 02-20807	B	911 8TH AVE. N SEATTLE WA 98109
ISSAQUAH MIDDLE PTSA 00-24013 02-20786	A	600 2ND AVE SE ISSAQUAH WA 98027
MOBILITY OUTREACH INTERNATIONAL 00-22075 02-09012	B	192 NICKERSON ST 201 SEATTLE WA 98109
MOUNT VERNON ROTARY FOUNDATION 00-24033 02-20800	C	210 S WAUGH RD MOUNT VERNON WA 98274

ORGANIZATION NAME

FILE NUMBER

PREMISES LOCATION

NEW APPLICATIONS**RAFFLE**

NILE WOMEN'S CLUB 00-24044 02-20806	A	1891 NILE RD NACHES WA 98937
OPEN HEARTS BIG DREAMS FUND 00-24029 02-20798	C	3518 241ST AVE SE ISSAQUAH WA 98029
ROTARY CLUB/LEAVENWORTH 00-18306 02-08177	C	10462 FOX RD LEAVENWORTH WA 98826
SEATTLE DERBY BRATS 00-22317 02-09394	B	7083 JONES AVE NW SEATTLE WA 98117
TENNIS OUTREACH PROGRAMS 00-24028 02-20797	B	10822 117TH PL NE KIRKLAND WA 98033
WASHINGTON WINE INDUSTRY FOUNDATION 00-24051 02-20810	B	203 MISSION AVE STE 107 CASHMERE WA 98815

PUNCHBOARD/PULL-TAB COMMERCIAL STIMULANT

CENTRAL TAVERN 00-24041 05-21513	D	124 KIRKLAND AVE KIRKLAND WA 98033
ENGELS PUB 00-23993 05-21502	A	113 5TH AVE S EDMONDS WA 98026
MIKES TAVERN 00-24059 05-21518	B	427 E 1ST ST CLE ELUM WA 98922
PERFORMANCE GRILL 00-23973 05-21495	A	1525 A ST NE SUITE 110 AUBURN WA 98002
THE DUGOUT 00-23738 05-21427	A	4180 KITSAP WAY BREMERTON WA 98312

COMMERCIAL AMUSEMENT GAMES

CHARLIE'S SAFARI 00-21332 53-20893	C	1401 MARVIN RD NE STE 201 LACEY WA 98516
DAVE & BUSTER'S 00-24017 53-21504	G	1101 OUTLET COLLECTION WAY SUIT AUBURN WA 98001

ORGANIZATION NAME

FILE NUMBER

PREMISES LOCATION

NEW APPLICATIONS

SOCIAL CARD ROOM

FOE 02927

00-00333 60-00373

D

100 E SOUTH HILL RD

SUNNYSIDE WA 98944

PUBLIC CARD ROOM (65)

SPIKES PHILLYS & MORE

00-23571 65-07480

D

718 E FRANCIS AVE

SPOKANE WA 99208

THE DUGOUT

00-23738 65-07463

D

4180 KITSAP WAY

BREMERTON WA 98312

PERSON'S NAME
LICENSE ISSUE NUMBER

EMPLOYER'S NAME
PREMISES LOCATION

NEW APPLICATIONS

DISTRIBUTOR REPRESENTATIVE

VU, STEVEN H
22-01254

NRT TECHNOLOGIES INC
LAS VEGAS NV 89118

MANUFACTURER REPRESENTATIVE

ALVIA, JOSE F
23-02518

BALLY TECHNOLOGIES
LAS VEGAS NV 89119

BAYARD, ANDREW T
23-00484

BALLY TECHNOLOGIES
LAS VEGAS NV 89119

BERTONE, ALEXANDRA M
23-02510

AINSWORTH GAME TECHNOLOGY INC
LAS VEGAS NV 89118

BREWER, NICHOLAS A
23-02521

BALLY TECHNOLOGIES
LAS VEGAS NV 89119

BUNZEY, JASON P
23-02499

ECLIPSE GAMING SYSTEMS
DULUTH GA 30096

CAGLIA, WILLIAM M
23-02539

IGT
LAS VEGAS NV 89113

CAMPBELL, JAMES D JR
23-02528

IGT
LAS VEGAS NV 89113

CARTER, CAREN C
23-02536

ARISTOCRAT TECHNOLOGIES
LAS VEGAS NV 89119

CARTY, CALVIN J
23-01828

AINSWORTH GAME TECHNOLOGY INC
LAS VEGAS NV 89118

CASTILLO, CANDICE A
23-02507

BALLY TECHNOLOGIES
LAS VEGAS NV 89119

COLPAERT, AARON D
23-02522

EVERI GAMES INC.
AUSTIN TX 78746

CONNOR, JEFFREY A
23-02498

ECLIPSE GAMING SYSTEMS
DULUTH GA 30096

CONTE, THOMAS N
23-02530

ASAI
GLENDALE CA 91203

CORCORAN, ERIK R
23-02509

IGT
LAS VEGAS NV 89113

PERSON'S NAME
 LICENSE ISSUE NUMBER

EMPLOYER'S NAME
 PREMISES LOCATION

NEW APPLICATIONS

MANUFACTURER REPRESENTATIVE

CRIALES, ALVARO E
 23-02511

AINSWORTH GAME TECHNOLOGY INC
 LAS VEGAS NV 89118

DOWNTON, ANTHONY D
 23-02533

ARISTOCRAT TECHNOLOGIES
 LAS VEGAS NV 89119

FALKENBERG, MATTHEW
 23-02495

EVERI GAMES INC.
 AUSTIN TX 78746

FEARS, AUSTIN B
 23-02501

ECLIPSE GAMING SYSTEMS
 DULUTH GA 30096

FOREMAN, WILLIAM T
 23-02512

AINSWORTH GAME TECHNOLOGY INC
 LAS VEGAS NV 89118

FORMOSO, RUBEN R
 23-02488

AINSWORTH GAME TECHNOLOGY INC
 LAS VEGAS NV 89118

GONZALES, CARMEN A
 23-02531

IGT
 LAS VEGAS NV 89113

GRAHAM, DERRICK A
 23-02527

IGT
 LAS VEGAS NV 89113

GREEN, CHARLES H
 23-02525

IGT
 LAS VEGAS NV 89113

HANNAH, MICHELLE G
 23-02523

AINSWORTH GAME TECHNOLOGY INC
 LAS VEGAS NV 89118

HEBIG, MICHAEL D
 23-02540

ASAI
 GLENDALE CA 91203

KANIA, SCOTT P
 23-02532

ARISTOCRAT TECHNOLOGIES
 LAS VEGAS NV 89119

KHOURY, MICHAEL K
 23-02506

ECLIPSE GAMING SYSTEMS
 DULUTH GA 30096

KILLAPANAGE, CHAMIN L
 23-02519

BALLY TECHNOLOGIES
 LAS VEGAS NV 89119

KNEIDING, SCOTT D
 23-02497

ECLIPSE GAMING SYSTEMS
 DULUTH GA 30096

LACCAY, CRISFEL J
 23-01996

IGT
 LAS VEGAS NV 89113

PERSON'S NAME
LICENSE ISSUE NUMBER

EMPLOYER'S NAME
PREMISES LOCATION

NEW APPLICATIONS**MANUFACTURER REPRESENTATIVE**

MARKS, KATEE E
23-02520

BALLY TECHNOLOGIES
LAS VEGAS NV 89119

MAROTTO, TERRYLEE
23-02515

IGT
LAS VEGAS NV 89113

MAYBERRY, KYLE E
23-02541

ASAI
GLENDALE CA 91203

MCKINNEY, STEVEN D
23-02514

AINSWORTH GAME TECHNOLOGY INC
LAS VEGAS NV 89118

MOORE, DARRYL G
23-02516

IGT
LAS VEGAS NV 89113

NICHOLLS, JAMES J
23-02513

AINSWORTH GAME TECHNOLOGY INC
LAS VEGAS NV 89118

NORRIS, RICHARD D
23-02502

ARROW/ CAPITAL/ SPECIALTY/ TRADE
BROOKLYN OH 44144

PALABRICA, RYAN D
23-02291

GAMING ARTS
LAS VEGAS NV 89119-3504

PLEASANT, DARRYLE B
23-02543

IGT
LAS VEGAS NV 89113

POOLE, KIMBRIE L
23-02537

ARISTOCRAT TECHNOLOGIES
LAS VEGAS NV 89119

POTTETI, KRANTHI K
23-02494

IGT
LAS VEGAS NV 89113

POWELL, JOHN L JR
23-02504

ECLIPSE GAMING SYSTEMS
DULUTH GA 30096

RODRIGUEZ, STEVE M
23-02524

EVERI GAMES INC.
AUSTIN TX 78746

RONDEZ, MARK J
23-02538

GENESIS GAMING SOLUTIONS INC
SPRING TX 77386

SEIBEL, LARRY K
23-02505

ECLIPSE GAMING SYSTEMS
DULUTH GA 30096

SHAH, VIRAL P
23-02496

IGT
LAS VEGAS NV 89113

PERSON'S NAME
 LICENSE ISSUE NUMBER

EMPLOYER'S NAME
 PREMISES LOCATION

NEW APPLICATIONS

MANUFACTURER REPRESENTATIVE

SMITH, DAVID M
 23-00633

ARISTOCRAT TECHNOLOGIES
 LAS VEGAS NV 89119

SPENCER, LAURIE J
 23-02529

BALLY TECHNOLOGIES
 LAS VEGAS NV 89119

SPRINGER, JOHN J
 23-02517

IGT
 LAS VEGAS NV 89113

TAKAFUJI, RUSSELL S
 23-02535

ARISTOCRAT TECHNOLOGIES
 LAS VEGAS NV 89119

WAGHMARE, PRANATI SHIVAJI
 23-02500

BALLY TECHNOLOGIES
 LAS VEGAS NV 89119

WILKINSON, JOHN R
 23-02534

ARISTOCRAT TECHNOLOGIES
 LAS VEGAS NV 89119

WILLIAMS, DANIEL A
 23-02486

AINSWORTH GAME TECHNOLOGY INC
 LAS VEGAS NV 89118

WORLEY, KATHLEEN A
 23-02508

ARISTOCRAT TECHNOLOGIES
 LAS VEGAS NV 89119

ZENO, JOSEPH J
 23-02503

ECLIPSE GAMING SYSTEMS
 DULUTH GA 30096

NON-PROFIT GAMBLING MANAGER

AMMANN, ANTHONY O
 61-04659

AMERICAN LEGION 00028
 EPHRATA WA 98823

DYKSTRA, STEVEN P
 61-04656

AMERICAN LEGION 00176
 VANCOUVER WA 98686-1442

HILL, BECKY L
 61-03830

AMERICAN LEGION 00209
 MOSES LAKE WA 98837

LITTLE, HEATHER S
 61-04652

FOE 02218
 CHELAN WA 98816

RASK, RASK M
 61-04657

FOE 03433/SPOKANE VALLEY
 SPOKANE VALLEY WA 99037

THOMA, KRISTINA M
 61-04654

VFW 00992
 WALLA WALLA WA 99362

PERSON'S NAME
LICENSE ISSUE NUMBER

EMPLOYER'S NAME
PREMISES LOCATION

NEW APPLICATIONS**SERVICES SUPPLIER REPRESENTATIVE**

ALEXANIAN, ARMEN H
63-00819

WG-AIRWAY HEIGHTS LLC
LAS VEGAS NV 89119

BRUCE, ROBERT E II
63-00814

WG-AIRWAY HEIGHTS LLC
LAS VEGAS NV 89119

CARBONE, JOSEPH M
63-00820

WG-AIRWAY HEIGHTS LLC
LAS VEGAS NV 89119

CASDIA, ANTHONY P JR
63-00826

SALISHAN-MOHEGAN LLC
VANCOUVER WA 98660

DOAK, ETHAN D
63-00807

SALISHAN-MOHEGAN LLC
VANCOUVER WA 98660

HOWARD, DANIEL E
63-00822

NORTH AMERICAN VIDEO
BRICK NJ 08723

KOKX, LAWRENCE F II
63-00821

NORTH AMERICAN VIDEO
BRICK NJ 08723

LIPKOWITZ, JOHN M
63-00816

WG-AIRWAY HEIGHTS LLC
LAS VEGAS NV 89119

RICCA, SAMUEL
63-00818

WG-AIRWAY HEIGHTS LLC
LAS VEGAS NV 89119

RUMYANTSEV, SERGEY
63-00813

WG-AIRWAY HEIGHTS LLC
LAS VEGAS NV 89119

SHIM, SUEJUNG
63-00825

SALISHAN-MOHEGAN LLC
VANCOUVER WA 98660

SOBCZYK, ROBERT A
63-00811

WG-AIRWAY HEIGHTS LLC
LAS VEGAS NV 89119

STEWART, JAMES T
63-00817

WG-AIRWAY HEIGHTS LLC
LAS VEGAS NV 89119

TOMPKINS, ANTHONY S
63-00812

WG-AIRWAY HEIGHTS LLC
LAS VEGAS NV 89119

TOSCANO, EDUARDO
63-00806

SURVEILLANCE SYSTEMS
ROCKLIN CA 95677

WARNER, CHAD W
63-00815

WG-AIRWAY HEIGHTS LLC
LAS VEGAS NV 89119

PERSON'S NAME

EMPLOYER'S NAME

LICENSE ISSUE NUMBER

PREMISES LOCATION

NEW APPLICATIONS**PUBLIC CARD ROOM EMPLOYEE**

AHEARN, BRENNAL 68-34594	B	GREAT AMERICAN CASINO/LAKEWOOD LAKEWOOD WA 98499
ALVAREZ MADRIGAL, JOSE 68-34616	B	CASINO CARIBBEAN YAKIMA WA 98901
ANDOLORO, COSMO J 68-20099	B	RED DRAGON CASINO MOUNTLAKE TERRACE WA 9804
BREWER, MELISSA N 68-34604	B	HAWKS PRAIRIE CASINO LACEY WA 98516
BROWNE, JOHN T 68-34576	B	JOKER'S CASINO SPORTS BAR & FIEST RICHLAND WA 99352-4122
BURROW, KYMBERLY R 68-34584	B	CASINO CARIBBEAN YAKIMA WA 98901
CAGLE, CASEY P 68-34577	B	ROYAL CASINO EVERETT WA 98204
CAO, JINLIAN 68-34627	B	GREAT AMERICAN CASINO/DES MOIN DES MOINES WA 98198
CARLIN, CHRISTIAN D 68-34583	B	LANCER LANES/REST AND CASINO CLARKSTON WA 99403-2219
CARLSON, NATHAN J 68-25750	B	LAST FRONTIER LA CENTER WA 98629-0000
CASTANEDA, CHARLES J 68-34552	B	SLO PITCH PUB & EATERY BELLINGHAM WA 98225
CHEA, SOUHORNG 68-31933	B	CHIPS CASINO/LAKEWOOD LAKEWOOD WA 98499
CHEUNG, ALAN D 68-34562	B	THE HIDEAWAY SHORELINE WA 98133-6524
CORLETTE, SHAYLA L 68-32322	B	SILVER DOLLAR CASINO/RENTON RENTON WA 98057
DAVIDSON, TAYLOR R 68-34571	B	CHIPS CASINO/LAKEWOOD LAKEWOOD WA 98499
DELGADO, CARLOS C 68-34585	B	CASINO CARIBBEAN YAKIMA WA 98901

PERSON'S NAME
 LICENSE ISSUE NUMBER

EMPLOYER'S NAME
 PREMISES LOCATION

NEW APPLICATIONS

PUBLIC CARD ROOM EMPLOYEE

DIOMEDE, RICHARD R 68-14112	B	LILAC LANES & CASINO SPOKANE WA 99208-7393
DOUGLAS, JOHN P 68-34617	B	SLO PITCH PUB & EATERY BELLINGHAM WA 98225
DUNYON, BRANDON N 68-34605	B	COYOTE BOB'S CASINO KENNEWICK WA 99336
EDWARDS, GEOFF L 68-34581	B	CLEARWATER SALOON & CASINO EAST WENATCHEE WA 98802
ELZIG, JUSTIN M 68-34567	B	CHIPS CASINO/LAKEWOOD LAKEWOOD WA 98499
FENG, XIAOYUN 68-34624	B	GREAT AMERICAN CASINO/DES MOIN DES MOINES WA 98198
FITZPATRICK, SEAN M 68-31547	B	ALL STAR CASINO SILVERDALE WA 98383
FONVILLE, RILEY T 68-34600	B	BUZZ INN STEAKHOUSE/EAST WENAT EAST WENATCHEE WA 98802
GALLAHER, JAMES E JR 68-34607	B	CLEARWATER SALOON & CASINO EAST WENATCHEE WA 98802
GAO, SHICAI 68-34611	B	ROMAN CASINO SEATTLE WA 98178
GEBHARDT, MALLORY A 68-31815	B	LUCKY 21 CASINO WOODLAND WA 98674
GIACONIA, DESIREE A 68-30836	B	PAPAS CASINO RESTAURANT & LOUN MOSES LAKE WA 98837
GLOVER WEEKS, TYLER M 68-34591	B	MACAU CASINO LAKEWOOD WA 98499
GORDON, DENISE K 68-05312	B	SILVER DOLLAR CASINO/RENTON RENTON WA 98057
HALL, CHRISTINA M 68-34579	B	CLEARWATER SALOON & CASINO EAST WENATCHEE WA 98802
HE, GUANGLIN 68-12774	B	GREAT AMERICAN CASINO/DES MOIN DES MOINES WA 98198

PERSON'S NAME

EMPLOYER'S NAME

LICENSE ISSUE NUMBER

PREMISES LOCATION

NEW APPLICATIONS**PUBLIC CARD ROOM EMPLOYEE**

HELMS, LISA A 68-15329	B	CASINO CARIBBEAN YAKIMA WA 98901
HOLLMAN, JAMES A 68-20332	B	BUZZ INN STEAKHOUSE/EAST WENAT EAST WENATCHEE WA 98802
HUYNH, DIEM T 68-32570	B	FORTUNE CASINO TUKWILA WA 98168
HUYNH, HOA V 68-26855	B	ROMAN CASINO SEATTLE WA 98178
JOHNSON, BRODERICK T 68-34587	B	PAPAS CASINO RESTAURANT & LOUN MOSES LAKE WA 98837
JOHNSON, CHAZ H 68-34586	B	CASINO CARIBBEAN YAKIMA WA 98901
JORGENSEN, LORN T 68-22334	B	THE GETAWAY CASINO WALLA WALLA WA 99362
KENT, SUSAN M 68-34181	B	NOB HILL CASINO YAKIMA WA 98902
KIM, CHANH 68-08270	B	GREAT AMERICAN CASINO/DES MOIN DES MOINES WA 98198
KIMBROUGH, MICHAEL J 68-34596	B	THE HIDEAWAY SHORELINE WA 98133-6524
KLATT, AARON A 68-34610	B	THE HIDEAWAY SHORELINE WA 98133-6524
KRAMER, MATTHEW H 68-19849	B	ALL STAR CASINO SILVERDALE WA 98383
LE, KIET T 68-34598	B	ROMAN CASINO SEATTLE WA 98178
LIANG, RICCO C 68-31232	B	FREDDIE'S CLUB RENTON WA 98055
LOPEZ, JAMIE A 68-32911	B	RC'S AT VALLEY LANES SUNNYSIDE WA 98944
LOUK, AMBER M 68-34588	B	CASINO CARIBBEAN YAKIMA WA 98901

PERSON'S NAME
 LICENSE ISSUE NUMBER

EMPLOYER'S NAME
 PREMISES LOCATION

NEW APPLICATIONS

PUBLIC CARD ROOM EMPLOYEE

MACKIE-MEULER, AURORA D 68-34618	B	ZEPPOZ PULLMAN WA 99163
MANN, CHRISTOPHER K 68-34590	B	CLEARWATER SALOON & CASINO EAST WENATCHEE WA 98802
MAO, XIAOHUA 68-34619	B	PALACE CASINO LAKEWOOD LAKEWOOD WA 98499-8434
MARTIN, DAVID A 68-34602	B	MACAU CASINO LAKEWOOD WA 98499
MARTINEZ, ERICK 68-34615	B	CRAZY MOOSE CASINO/PASCO PASCO WA 99301
MASK, AUSTIN J 68-34568	B	JOKER'S CASINO SPORTS BAR & FIEST RICHLAND WA 99352-4122
MCMILLAN, KEONDRE D 68-34609	B	GREAT AMERICAN CASINO/TUKWILA TUKWILA WA 98168
MCVAE, RICHARD R 68-25424	B	FORTUNE CASINO TUKWILA WA 98168
MORGAN, JAMIE L 68-34589	B	GOLDIE'S SHORELINE CASINO SHORELINE WA 98133
MORRIS, JOHN T 68-15029	B	GREAT AMERICAN CASINO/EVERETT EVERETT WA 98204
MYHRA, DONALD R 68-34540	B	SILVER DOLLAR CASINO/RENTON RENTON WA 98057
NHEAN, PAUL 68-25204	B	ROMAN CASINO SEATTLE WA 98178
NICHOLS, JENNIFER L 68-34560	B	CLUB HOLLYWOOD CASINO SHORELINE WA 98133
OBER, PETER J 68-34603	B	LAST FRONTIER LA CENTER WA 98629-0000
OEURN, MOLIDA 68-33041	B	MACAU CASINO LAKEWOOD WA 98499
OVERGAARD, JESSE M 68-22474	B	ALL STAR CASINO SILVERDALE WA 98383

PERSON'S NAME

EMPLOYER'S NAME

LICENSE ISSUE NUMBER

PREMISES LOCATION

NEW APPLICATIONS**PUBLIC CARD ROOM EMPLOYEE**

PARRICK, CARISSA K 68-32817	B	GREAT AMERICAN CASINO/DES MOIN DES MOINES WA 98198
PHAM, BELEN A 68-11558	B	CHIPS CASINO/LAKEWOOD LAKEWOOD WA 98499
PIERCE, DAVID A 68-23624	B	FORTUNE CASINO TUKWILA WA 98168
RAN, IM 68-16418	B	GREAT AMERICAN CASINO/TUKWILA TUKWILA WA 98168
RASK, CHRISTINA R 68-34575	B	THE PALACE LA CENTER WA 98629
RODRIGUEZ, SANDRA 68-07420	B	GREAT AMERICAN CASINO/EVERETT EVERETT WA 98204
ROUSE, DAVID T 68-32583	B	LUCKY 21 CASINO WOODLAND WA 98674
SCHWARTZKOPF, KEVIN D 68-34623	B	CASINO CARIBBEAN YAKIMA WA 98901
SEMON, ADAM L 68-34582	B	GREAT AMERICAN CASINO/EVERETT EVERETT WA 98204
SODERBERG, RICHARD E 68-17733	B	SLO PITCH PUB & EATERY BELLINGHAM WA 98225
SOPHANAVONG, VONGXAY 68-12644	B	PALACE CASINO LAKEWOOD LAKEWOOD WA 98499-8434
SPEER-THORP, DORA B 68-34595	B	WIZARDS CASINO BURIEN WA 98166-2524
TALLY, MARY A 68-34599	B	RED DRAGON CASINO MOUNTLAKE TERRACE WA 9804
TEICHMER, SCOTTIE M 68-34563	B	LANCER LANES/REST AND CASINO CLARKSTON WA 99403-2219
TURNER-JOHNSON, ROCHELLE D 68-34612	B	WIZARDS CASINO BURIEN WA 98166-2524
WILLIAMS, INDIGO T 68-34556	B	ZEPOZ PULLMAN WA 99163

PERSON'S NAME

LICENSE ISSUE NUMBER

NEW APPLICATIONS

CLASS III GAMING EMPLOYEE

CHEHALIS CONFEDERATED TRIBES

BERG, JAMIE S
69-43382

BICKLE, CODY J
69-43376

DESAULNIERS, JULIE C
69-43702

EARLS, TRACY L
69-43430

EVANS, JILL M
69-43366

FRITTS, CALI M
69-43379

GODDARD, NATASHA E
69-24445

LINNE, LEVI W
69-43513

MCCLUNG, JARROD B
69-43484

MIRACLE, KELLY A
69-23114

PARI, ODIN T
69-43628

PEECH, KIMBERLY R
69-43746

SMITH, JACOB T
69-43668

TOTZ, ALICIA
69-40495

WEBER, GARY R
69-32302

WHITE, GREGORY D
69-43670

COLVILLE CONFEDERATED TRIBES

ABRAHAMSON, KYLE N
69-43408

BEST, SHAUNA L
69-43498

BRUEGGEMAN, DANTE M
69-43499

CARDEN, BEVERLY A
69-23525

DESAUTEL, JOHNNY L SR
69-22838

DUNNE BLACK, DIANA D
69-43631

JIMENEZ-ZAVALA, ADRIANA
69-43351

LINDSEY, DARIAN M
69-43688

PERSON'S NAME

LICENSE ISSUE NUMBER

NEW APPLICATIONS

CLASS III GAMING EMPLOYEE

COLVILLE CONFEDERATED TRIBES

MARTINEZ, HUGO
69-43468

MOOMAW, DANIEL A
69-43282

NUNEZ, ANNALYN
69-43633

ROUTIEN, COOPER A
69-43630

SOMDAY, WHITNEY A
69-40072

TANNER, SAMUEL A
69-43350

URIBE-MARRERO, BIANCA D
69-43466

WALTER, TYRELL D
69-43632

WATERS, CHASE D
69-43720

ZAVALA, ROSE M
69-23247

COWLITZ INDIAN TRIBE

ALLEN, GARRIDAN E
69-43394

BALLAND, EMILY D
69-43613

BARNWELL, EMILY A
69-43709

BROOKS, MICHELLE L
69-43546

CARTWRIGHT, PARRIS D
69-43616

CAZIARC, CHRISTOPHER R
69-43474

CHAN, KAYLEE J
69-43545

CUNNINGHAM, ATHENA M
69-43736

CZARNECKI, EMILY M
69-43415

DAMIAN, ERIC W
69-43503

DORRIS, WILLIAM R
69-43610

EDWARDS, DEANDRE H
69-43706

ELDRIDGE, ANGELA R
69-43656

ENG, DEVONTE T
69-43416

PERSON'S NAME

LICENSE ISSUE NUMBER

NEW APPLICATIONS

CLASS III GAMING EMPLOYEE

COWLITZ INDIAN TRIBE

EVANS, JEFFREY J
69-43730

EVERTON, ROBERT L
69-43414

FIFE, MICHAEL H
69-43544

FIGONI, AMY M
69-43734

FUERST, CRYSTAL L
69-43542

GOETZ, JUSTIN R
69-43710

GROSS, ERIC J
69-43713

HARDY, BRANDI K
69-43476

HIGHT, LAURA A
69-43457

HINTON, STEPHANIE M
69-43454

HOOBING, EMILY A
69-43733

HOWE, CODY J
69-43731

HULL, RYAN D
69-43657

IVEY, ANNE M
69-43611

JOHNSON, JOLENE L
69-43651

JOHNSON, JUSTIN R
69-43393

JONES, VICTORIA A
69-43732

JUEDES, SARA R
69-43502

KAUFMANN, SCOTT R
69-43728

KURTENBACH, THOMAS E
69-43645

LEISNER, REBECCA D
69-43609

LENZINI, MATTHEW J
69-43737

LOPEZ, RACHEL D
69-43501

LUCK, TIMMOTHY J
69-41492

PERSON'S NAME

LICENSE ISSUE NUMBER

NEW APPLICATIONS**CLASS III GAMING EMPLOYEE**

COWLITZ INDIAN TRIBE

MANWELL, ZANE A
69-43615MARTINEZ-STROM, ADELINE D
69-43456MCKINNEY, ANNIKAH K
69-43652MCPHAIL, TAYLOR M
69-43473MILLER, NICHOLAS L
69-43612PAULS, CHRISTOPHER A
69-43455PHANGCHANHONG, TOP K
69-43547PICKETT, JENNIFER M
69-43653POLLARD, THOMAS N
69-43648PONGPETCH, PONGPANT
69-43708RAMIREZ, SAVANA R
69-43548RICHARD, BRUCE E
69-43738ROBUCK, JESSICA L
69-43475ROMBACH, LOGAN D
69-43649SCOTT, JAMES R
69-43396SMITH, ALEXANDER M
69-43735SOSA-MARTINEZ, JUAN M
69-43395SUDAR, HANNAH R
69-43506TABLER, CHAYENIE D
69-43729TALBOT, PAUL C
69-43608TURK, TAYLOR R
69-43654WEYGANDT, LAURA A
69-43647WHITE, LISA A
69-43392WILDE, AARON D
69-43655

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CLASS III GAMING EMPLOYEE

COWLITZ INDIAN TRIBE

WOODS, VIRTUE W
69-43646

WYNN, MARANDA M
69-43505

KALISPEL TRIBE

CAMPOS, CARLOS A
69-43378

CARDER, ZACHARY B
69-43364

CONNOR, JACQUELIN M
69-43434

DAVENPORT, MARIANNE K
69-43383

DAVIS, PATRICK A
69-43671

DONAIS, AUSTIN L
69-43374

DRAPER, LESLIE P
69-43433

ESPIRITU, GODOFREDO L II
69-43435

GROSSHUESCH, STEPHANIE A
69-33343

HULL, TYSON L
69-43464

JAMES, RYAN J
69-43384

LARSON, MITCHELL J
69-43581

LOWE, SHANNON L
69-43573

MCCARDELL, MADYSYN L
69-43684

NEWMAN, ALLISON F
69-43387

ROSS, MARY J
69-43603

SKINNER, TREVOR S
69-13080

STADY, MASON J
69-43580

THOMPSON, JACOB W
69-43683

WEBLEY, MICHAEL S
69-43572

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NEW APPLICATIONS

CLASS III GAMING EMPLOYEE

LUMMI NATION

HIRATSUKA, JUNE W
69-26612

PETERSON, GWENDOLYN M
69-14768

PHAIR, JOHANNA T
69-19414

REVEY, JAYSONHA J
69-43423

SOLOMON, JAMES M JR
69-43507

SOLOMON, TRACI R
69-43489

WILSON, CAROL T
69-43422

MUCKLESHOOT INDIAN TRIBE

GRGURICH, PETER F
69-43471

HOK, CHIVAN
69-43389

KHATRI, AAYUSH
69-43582

KHUON, PEAO
69-02900

MARADIAGA, ANA CECILIA R
69-43598

NATZEL, NATHAN H
69-43485

NELSON, IRA J
69-43442

NGUYEN, JACLYN
69-43388

REIN, ANDREW P
69-43400

RUIZ RODRIGUEZ, CHRISTIAN L
69-43693

SEK, CHARYA
69-43472

SHELTON, KEVIN S
69-43583

SOK, SAVAY
69-43700

TAGO, BRITTANY M
69-43343

TAMANG, KRITISHPA R
69-43584

TAN, SOTHEARY
69-43486

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MUCKLESHOOT INDIAN TRIBE

TARBELL, VENUS A
69-08592

WALKER, ROBERT E
69-43345

WILLIAMS, DEVERY T
69-34478

WILLIAMS, MICHAEL S
69-43599

YOEUNG, RANGSEY
69-43443

NISQUALLY INDIAN TRIBE

ACOSTA, ALFRED A JR
69-43515

ADKINS, IAN G
69-43724

BABAUTA, LORI JEAN I
69-43743

CHISOLM, ANTHONY
69-43412

CHRISTENSEN, MAGASKA W
69-43639

GLEN, CHRISTOPHER S
69-30748

GRIFFIN, TRICIA L
69-43367

HOFER, LENORA L
69-43368

HUMBERT, CHRISTINA G
69-43365

KOTORAKOS, CALISTA M
69-43373

LE, NHAT M
69-39900

LEA, CONNIE C
69-43640

LEZAMA, CHRISTOPHER
69-43370

MACKEY, STEPHEN B
69-43681

MANNI, LYLE P
69-43726

MC CLOUD, SAPAQHASES J
69-43634

MUHLHAUSER, LARRY W
69-43682

NELSON, TABITHA L
69-12130

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CLASS III GAMING EMPLOYEE

NISQUALLY INDIAN TRIBE

NOLAN, COURTNEY A
69-43725

PIERCE, JIMMY P
69-40260

READER, DARREN R
69-43369

SENDINO, EDGAR D
69-43372

STEET-LAH, SHARR C
69-07568

VAUGHN, WILLIAM E
69-43460

VOORHEES, BRENT L
69-35560

WELLS, SASHA K
69-32453

WILLIAMS, ALBERT D
69-39407

YAMZON, KEVIN L
69-43514

PORT GAMBLE S'KLALLAM TRIBE

DAVIES, RUSSELL W
69-31480

DEWAR, DEREK S
69-43424

HALL, LEDERRICK P
69-43428

LUX, MAKYLAH A
69-43421

ORTIZ, KAYLA B
69-43261

OWENSBY, RYAN W
69-43689

POPE, DEBRA L
69-43703

PROVOST, LANCE N
69-43425

SILVA, CHASE N
69-43427

PUYALLUP TRIBE OF INDIANS

CAMERON, RONALD W
69-43402

CHHUM, STEVEN R
69-36966

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PUYALLUP TRIBE OF INDIANS

CHILDS, MICHAEL R
69-37127

COOK, TAYVON J
69-43444

DELA CRUZ, MARY H
69-07309

DOMINGUEZ, VICTOR A
69-43446

ERWIN, RUSSELL A
69-43480

ESQUIVEL, JOEL D
69-43690

EVERETT, JAWNA M
69-43469

FERRER, MARNIE D
69-43445

FLORES-BURRELL, JENNIFER I
69-43403

FRAZIER, WILLIAM D II
69-43692

HIGGINBOTHAM, ROBERT K
69-43529

HOHN, RUSSELL A JR
69-43409

ILI, SHELLEY S
69-43585

JACKSON, IAN E II
69-43356

JACKSON, TEMPESTT J
69-43699

JARDINE, SANDRA L
69-43487

JENSEN, AUSTIN J
69-43401

KENNEDY, DYLAN J
69-43479

KNIGHT, JOSHUA G
69-43662

MARBURY, ANGELIQUE L
69-43600

MARTINEZ, ETHAN E
69-43459

MCFARLAND, ROREY R
69-43721

MILOJEVICH, JAMES A
69-43642

MORILLO, RAQUEL J
69-43606

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CLASS III GAMING EMPLOYEE

PUYALLUP TRIBE OF INDIANS

MULLINS, VALARIE M
69-43629

NGUYEN, JORDAN M
69-43482

ORTIZ, MARCO A
69-43691

OWENS, GORDON N
69-43605

PEAN, DECHELLE N
69-43500

PENTON, ETHAN A
69-43718

POTTER, KOLBIE C
69-43357

PUIG, JAMES S
69-15408

RIDEOUT, TERRY T
69-43483

SANCHEZ, LORETTA L
69-43723

SHUMAN, VAN R
69-43719

SIULEPA, MARALENA T
69-21762

STOKES, JUSTINE A
69-43344

TALEKA, VAKAGALO J
69-43488

TAYLOR, KEVIN J
69-43704

WARD, REBECCA A
69-36996

WARREN, TYJUAN A
69-43307

WASHINGTON, SHANICE K
69-43530

WILLIAMS, AGNES T
69-43458

WOODSIDE, NIKKI L
69-30410

QUINULT NATION

BAILEY, SANTINO W
69-43329

BROWN, CHERYL R
69-37239

CRUZ, JESICA M
69-43680

DUNCAN, KRISLYN S
69-43555

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CLASS III GAMING EMPLOYEE

QUINAULT NATION

FRESQUEZ, MARGOT E
69-43679

GILBERTSON, BRANDY L
69-36951

HOWARD, JIMMY G JR
69-43463

MACHIN, MARCOS R
69-20513

NOTTINGHAM, CAITLYN L
69-43678

O LAGUE, COREY D
69-04704

SANSOM, MIKAYLA J
69-43420

SKOKOMISH TRIBE

BARTELL, SHANTEL N
69-33957

DEAN, ALEXANDER J
69-43347

ROSS, MATTHEW D
69-43453

SPOKANE TRIBE

ABRAHAMSON, ALAN T
69-43524

ABRAHAMSON, JOHN P
69-43619

ABRAHAMSON, SHALLON M
69-31387

ALLEN, ADAM J
69-43526

ARNOUX, ANTHONY M
69-43494

ARTHUR, DEBORAH L
69-43557

BECK, JOSEPH V
69-43595

BURNELL, TAMI L
69-43551

CASSELL, KARA B
69-43549

CAVIN, ALAENA R
69-43625

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NEW APPLICATIONS

CLASS III GAMING EMPLOYEE

SPOKANE TRIBE

CLARK, ASHER B
69-43558

CLEMAN, CAYLE D
69-43667

COLLINSON, ALEXANDER A
69-43556

COLVIN, ANDREYA J
69-43509

COONEY, MICHAEL A
69-27796

CORRAL, ROSALYN M
69-43552

CROWE, TONI R
69-43592

DENISON, BEAU R
69-27872

DOTSON, JOSHUA E
69-43659

DOUD, BETHANY R
69-43627

FETTERS, JENNA D
69-43578

FIGUEROA, IRAM
69-43579

FITZPATRICK, BENJAMIN P
69-43576

FLETCHER, DEBRA M
69-43677

FLOYD, DARYL L
69-43554

GIBSON, BENJAMIN T
69-43577

GILTNER, NANCY R
69-43596

HAMM, ANGELO
69-43597

HARRIS-ROSENBERG, ALAN J
69-43535

HAWLEY, RENAE N
69-43636

HEBERT, MATTHEW R
69-43571

HORSTMYER, GEORGE F
69-43511

HUNT, JONATHAN A
69-43575

IRELAND, DENISE D
69-43563

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CLASS III GAMING EMPLOYEE

SPOKANE TRIBE

JOHNSON, CHRISTINE A
69-30316JOHNSON, NATHAN E
69-43528KIEFFER, DANIELLE R
69-43534KING, JERRY R
69-43495KUNTZ, THOMAS G
69-43440LARSEN, RAYCHEL J
69-43658LENDSHISHORSE, WILLIAM J
69-43638MCCREA, CALVIN J
69-30118MCGINNIS, RICHARD A
69-43523MCGOWAN, MATTHEW D
69-43508MOORE, TRAVIS D
69-43562MORENO, REID A
69-43550MORITZ, RENE A E
69-43676MOUA, SU
69-43527NEISESS, JEREMIAH J
69-43461NELSON, EAMONN J
69-43621PEONE, KENDALL J
69-43492PIERRE, WILDA L
69-43570REGAN, JOHN C II
69-43574SAMUELS, LOUELLA L
69-43510SAMUELS, NATHAN L
69-43419SCHLIEP, CASSANDRA N
69-43594SIJOHN, MICHELLE R
69-43536SIZEMORE, AUDREY S
69-43525

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CLASS III GAMING EMPLOYEE

SPOKANE TRIBE

SMITH, ALISA M
69-28865

TECUMSEH, AMBER L
69-43462

WALTERS, MEAGAN E
69-43439

WARREN, SONJA M
69-43663

WASHINES, TREY T
69-43666

WILLIAMS, IVAN H
69-43512

WILLIAMS, LINDSEY R
69-43537

WILLIAMS, MELISSA M
69-29378

WYNNE, PATRICIA A
69-27889

ZAKORDONSKI, TYLER G
69-43626

SQUAXIN ISLAND TRIBE

BARR, KRISTA A
69-43358

CARTER, APRYL C
69-43451

DOLAN, ROBERT F JR
69-43623

MARTIN, PATRICK G
69-43324

MATHESON, JAYME L
69-43568

PETERS, AUSTIN R
69-43569

REITSCH, VELOCETH D
69-43491

SLINKER, CHRISTOPHER D
69-43591

SPRADLIN, SCOTT A
69-43687

WHEATLEY, KIRT R
69-43686

ZERVAS, CHRISTOPHER A
69-43381

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CLASS III GAMING EMPLOYEE

STILLAGUAMISH TRIBE

ALBAUGH, LISA A
69-43429

BERGER, HEIDI M
69-43539

CAVEN, ALEXA M
69-40334

DOTZAUER, MORGAN V
69-43340

DOTZAUER, TARRA L
69-43496

ELLEN, BRITTNEY L
69-43602

HUFF, TYRONE P
69-26647

HYDE, RALINDA L
69-43641

KINSEY, KAREN-ANN P
69-43497

MARCHETTI, MARK B
69-43359

MCCORMACK, CAMERON G
69-43740

MILLER, TERRY L
69-01049

PATEL, TUSHAR A
69-21297

RUTHERFORD, RANA L
69-43660

SHELTON, MADDISON A
69-36995

SICAT, MAREANTES C
69-43661

SUQUAMISH TRIBE

AGUAS, LUIS ALFONSO P
69-43756

CONAWAY, DYLAN R
69-43697

COOKSEY, ANDREW M
69-08476

ESPIRITU SANTO, JANET S
69-43375

EWING, JACOB M
69-43493

GIBSON, CASSANDRA Y
69-43432

HUGHES, BEAU S
69-43701

LUONG, RICHARD
69-31790

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NEW APPLICATIONS

CLASS III GAMING EMPLOYEE

SUQUAMISH TRIBE

PETER, JUVE S
69-43747

WHITBECK, HANNAH N
69-43698

SWINOMISH INDIAN TRIBAL COMMUNITY

BRYAN, DAKOTA K
69-43739

BURGCHARDT, ONYA P
69-43744

DOYLE, MICHAEL J
69-43694

EMPINADO, ELBERT P
69-43669

GEORGE, TONNA K
69-21320

HINES, TODD L
69-43481

HODGES, BAILEY K
69-43695

JOHNSON, ROBERT C
69-43436

LOZANO, XIOMARA M
69-43516

MUEHE, ANDREA R
69-43470

MUELLER, EVELYN C
69-43467

RATTERMAN, ELIZABETH R
69-43431

SANCHEZ, ZACHARY R
69-43748

STONE, CIARRA C
69-43727

VARGAS CARINO, MARIANA
69-43745

THE TULALIP TRIBES

ABUDA, RAQUEL M
69-43567

BENSON, CASSANDRA R
69-43319

BOWSER, RENE L
69-43321

CHIN, PHILIP DAVID G
69-43410

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CLASS III GAMING EMPLOYEE

THE TULALIP TRIBES

DELAY, DARLA J
69-38687

DOHERTY, MELISSA A
69-34358

GOULD, MYRIAH M
69-37410

GUNSELMAN, ADAM R
69-43406

HAM, NICKLOUS G
69-43317

HUDDLE, ROCIO
69-43590

HUGHES, ROBERT D III
69-43417

KEISNER, MALIN M
69-03297

LYND, JOLINE G
69-27528

MCDANIEL-ROGERS, TH S
69-35934

PAYNE, CARLY D
69-43418

SIBLEY, REVA M
69-43405

SILVA, VALORIE N
69-43404

SIMMONS, BRYAN M
69-43249

TAHIMIC, CHRISTIAN E
69-43614

TARDIF, BENJAMIN J
69-43380

WESLEY, KEVIN B
69-04008

WESTRAY, TERESA J
69-43673

UPPER SKAGIT INDIAN TRIBE

ALLINSON, ERIN J
69-38626

BROWN, STELLA R
69-43332

CLARK, RANDY C
69-43349

COLMAN, JEWELL M
69-43438

HILL, JACKIE H
69-37519

HOGAN, RORY T
69-43441

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CLASS III GAMING EMPLOYEE

UPPER SKAGIT INDIAN TRIBE

LOW, DAVID R
69-43607

MAYNARD, EDWARD A
69-43361

MELIOR, KAYLEEN N
69-43354

O'BRIEN, MANNEN D
69-43437

OLALIA, DANIEL G
69-43696

OUDMAN, NIAN R
69-43355

PULLEY, KEVIN M
69-43360

SEBURN, DANIEL S
69-43601

TAIPALE, ROGAN C
69-43531

WILLIAMS, NICOLLE T
69-43407

YAKAMA NATION

ARQUETTE, SANDRA P
69-43353

BENJERT, LINDA J
69-43352

CLEMENTS, TASHINA R
69-43565

CROWE, SALINA R
69-27356

GARCIA, DOMINEKE R
69-43538

HENRY, THOMAS J
69-08445

JOHNNY, RONIMO W JR
69-31049

LAMEBULL, TARA K
69-43741

MC FARLANE, LARRY D
69-07418

MITCHELL, APRIL D
69-12735

MORTON, BRIAN D
69-43386

NAVA, ROSA M
69-43342

NOVOBIELSKI, TYESON A
69-35626

PRIETO PENA, ELEAZAR
69-43564

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CLASS III GAMING EMPLOYEE

YAKAMA NATION

STARR, JADA S
69-43377

STRONG, CECELIA A
69-16038

STURTEVANT, ROYAL W
69-43341

SWIER, RICHARD L JR
69-16210

VELASQUEZ, ROBERT H
69-43604

WAHPAT, VALERIE L
69-25572

WYMAN, ADRINA C
69-34903

ZICK, KALEEA L
69-43566



COMMISSION APPROVAL LIST
(Class III Gaming Employees)

January 2018

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69-43397

BURLEIGH, SHEENA E
69-37354

CASTRO, MICHELLE L
69-35537

CHNEUM, CHANDARARITH
69-43518

CRAM, DESIREAH H
69-43338

DACUAN, GONZALO R JR
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GONZALES, JOE VINCENT C
69-13025

HUFF, EVALANI L
69-43399

JONES-HOLLIS, DENNIS J II
69-43622

LUONG, LAN M
69-43519

LUONG, NGUYEN T
69-43522

NGUYEN, ALAN K
69-43517

OSTER, BRENDA L
69-43449

PFULMANN, ANTHONY N
69-43447

SEISER, KELSEY R
69-43398

SHORT, ALEX J
69-43589

SOU, CHANSODAVY
69-20200

TRAN, LINH M
69-43520

VENTURA, KANIUM G
69-43450

VONG, VANDET
69-43712

WELP, BRANDON D
69-37187

ZIMBEROFF, LEVI A
69-43588

R



**STATE OF WASHINGTON
GAMBLING COMMISSION**

“Protect the Public by Ensuring that Gambling is Legal and Honest”

January 4, 2018

TO: **COMMISSIONERS**
 Bud Sizemore, Chair
 Julia Patterson, Vice-Chair
 Christopher Stearns
 Ed Troyer

EX OFFICIO MEMBERS
Senator Steve Conway
Senator Lynda Wilson
Representative Brandon Vick
Representative David Sawyer

FROM: David Trujillo, Director

SUBJECT: DIRECTOR’S REPORT

NEWS

1) Special Agent Danny Lisa

Special Agent (SA) Danny Lisa has been asked to continue to be an instructor at the Basic Law Enforcement Academy. He teaches new recruits about gambling crimes ranging from cheating, theft, bookmaking and dog fighting. He also instructs a blue-on-blue segment, which is a good reminder about officers in plainclothes. SA Lisa has taught almost 6,000 recruits since he started teaching the class in 2004. The good news is that Criminal Justice Training Commission’s (CJTC) Quality and Standards Division has agreed to keep the gambling class as part of their basic curriculum. This is the third time that SA Lisa’s class has withstood CJTC cutbacks and curriculum realignments. This speaks highly of SA Lisa, his coursework, and his professionalism.

2) Website

I’m excited to announce that we’re jumping right into the New Year by launching our new agency website. This past summer, I directed our PIO, Heather Songer, to begin working with WaTech and our internal IT team to redesign our website. Time flew by and now our new site has made its debut! I had a chance to view the site prior to launch and I’m happy to report that it exceeded my expectations. The site has new features that I think our users and staff will be excited about as well. I hope you all like the site as much as I do.

3) Combined Fund Drive and Adopt a Family

We held three Combined Fund Drive campaigns in November 2017. The money raised during those three campaigns went to the Habitat for Humanity’s Lacey Project and the Thurston County Animal Shelter.

We also sponsored a small family, which included a mother and two young children, for the Christmas holiday. The Salvation Army provided a list and our staff purchased everything on the list.

Updates:

1) Fee Structure Simplification:

Staff is busy working on projects that will help ensure successful implementation including but not limited to:

- Internal and external communication components;
- System programming;
- Developing reporting standards;
- Educating staff across agency lines;
- Developing procedures to ensure prorating occurs as intended;
- Ensuring internal auditing procedures are in place;
- Reviewing forms for needed change;
- Ensuring we have updated refund/credit policies and procedures in place;
- And that My Account is ready to go.

At the January Commission meeting Rules Package #1 and #2 will be up for final action, Rules Package #3 will be up for discussion only and Package #4 will be up for discussion and possible filing. Rules Package #4 has not been up for discussion previously, but there was a possibility of a fourth package to establish procedures for activity reporting, report filing and amending the process for the use of Identification Stamps. Applicants and licensees can find out the latest information on this topic by visiting www.wsgc.wa.gov/licensing/fee-structure-simplification. We have added a fee calculator, timeline, and ways to access each rules packages easily.

2) Problem Gambling:

Ex-officio Member Representative David Sawyer pre-filed HB 2332. This Self-Exclusion bill acknowledges that problem gambling continues to be a problem in our state and requires Commission staff to adopt rules establishing a statewide self-exclusion program so that individuals may voluntarily exclude themselves from gambling at all gambling establishments. The intent is for the individual to complete one form that applies to all gambling establishments. There is also a provision that requires the Commission to have a process for Tribal Gaming Operations to voluntarily participate in the program. In addition, Vice Chair Patterson has been asked to lead a work session that will explore statewide solutions to Problem Gambling. The work session is expected to occur before the 2018 Legislative Session ends. The work session is intended to have experts in the field of problem gambling to discuss current efforts to combat problem gambling and what is needed in the future to prevent or end problem gambling.

3) Strategic Planning:

We have begun to explore the next steps for the Strategic Planning process and how that should be accomplished. In the past, the Strategic Plan has been a staff-written document that is brought to the Commission for approval. Three years ago, we included Commissioners and even members of the public in the Strategic Planning process. At that point, our current plan had already been prepared so we layered additional projects onto the projects already planned by staff. I'd like to try something different for the next Strategic Plan. I'd like for Commissioners to be more involved in the plan's creation, and for them to guide staff on the Strategic Plan's priorities. More details will be provided at future public meetings.

4) Headquarters Move/Restack:

The Gambling Commission's headquarters will not be moving locations, rather we will be "restacking" within our current building. We currently occupy two and a half floors of our building, and once we restack, we will downsize to just two floors. Once the restacking is complete, we will be located on floors 1 and 3. Our estimated lease cost reduction is about \$100,000/yr. Once the general contractor begins the permitting process (which may be as early as mid-January), we anticipate the contractor to begin background checks on all work crew members so that it does not hold up the construction process. The contractor knows that if some workers fail the background checks, they will have to find replacement workers. In addition, staff are working diligently to surplus unneeded furniture and equipment.

5) Re-accreditation:

Our mock assessment with the Washington Association of Sheriffs and Police Chiefs (WASPC) was completed in early December and we are in great shape. Our on-site assessment is scheduled for February 5, 2018. We welcome this critical third-party review of our operations. A copy of WASPC's letter is included in your packet. Most assessment reviewers recommended several housekeeping policy changes. As a result, we are in the midst of updating policies in advance of the onsite review.

In Closing, please mark your calendars. We will be holding an agency conference on September 24-25, 2018. This conference will provide all agency staff the opportunity to meet as a team and discuss important topics within our agency and the gambling industry. In addition, the North American Gaming Regulators Association is considering Seattle as a possible conference site for the June 2019 conference.

Representatives Goodman and Shea have been working with stakeholders in the interim to find consensus on changes to the state's civil forfeiture laws, including forfeitures under the Gambling Act. I was a member of the work group and WASPC was represented as well. We met on November 2, 2017, and December 5, 2017.

The areas of focus are: burden of proof, standard of proof, attorney fees, and reporting. The legislators' preference after our last meeting was to have uniformity across all forfeiture laws in the above for areas. The last proposal for all forfeitures was: (1) the burden of proof would be on the government; (2) standard of proof would be a preponderance of the evidence; (3) a substantially prevailing party would be awarded attorney fees; and (4) there would be new reporting requirements for forfeited property and proceeds received by the agency, if any.

This would impact the agency in the following ways:

- (1) Burden of proof – different types of property seized under the Gambling Act have different burdens of proof for forfeiture. For real property, the burden is already on the Commission. For personal property, the burden is on the claimant seeking possession of the property. For gambling devices, the burden is likely shared where the Commission shows it is a gambling device and the claimant must show it is a lawfully possessed antique slot machine, if applicable.

Amending the burden of proof in the Gambling Act potentially changes the property rights a person has related to their seized personal property or unlawful gambling device. Right now, forfeiture is considered proper unless the claimant can show he or she has a lawful right to the personal property or gambling device. The suggested change would reverse this and provide that the return of the property is proper unless the Commission can show it has a lawful right to forfeit the seized property. This change potentially signals to future claimants and the courts that a claimant may have greater property rights in an illegal gambling device or personal property used for illegal gambling purposes than they had prior to the change.

- (2) Standard of proof – the Gambling Act does not explicitly set out a standard of proof for forfeitures. Instead, it generally requires probable cause, a warrant, or order from a court authorizing seizure. Thus, probable cause for seizure is arguably the same standard for forfeiture.

Amending the standard of proof in the Gambling Act to a preponderance of the evidence standard will likely have minimal impact on hearings because the Attorney General's Office likely litigates our cases to the preponderance of the evidence standard when we have the burden at hearing.

- (3) Attorney Fees – the Gambling Act does not include attorney fees except in one specific situation: a prevailing party is "entitled to a judgment for costs and reasonable attorneys' fees" when there are two or more claimants seek possession of a piece of property.

Civil Forfeiture Bill (continued)

Amending the Gambling Act to allow for attorney fees in all forfeitures could impact the agency if more claimants put in claims on property and hire attorneys to fight the forfeiture of seized property. However, this is unlikely to have a negative impact to the agency due to the nature of most Commission forfeiture cases.

- (4) Reporting Requirements – the Gambling Act requires the Commission to retain certain information about the identity of a prior owner, the forfeited property, and disposition of the property for seven years. However, the Commission is not required to submit a report of the information kept.

Amending the Gambling Act to require reporting on forfeited property will impact the agency. The impact currently is indeterminate because the scope and re-occurrence of the reporting is unknown. However, the impact could be significant if there are many additional requirements added to what is currently required to be tracked by the Commission.

Bills with Direct Gambling Impacts.

3. **HB 2103, Concerning the gambling commission**

Representative Sawyer's HB 2103 was introduced last year and it establishes a new appropriated account to fund the Gambling Commission's law enforcement duties. This bill is unlikely to be advanced in 2018.

4. **SB 5169, Classifying fantasy sports contests as contests of skill**

Senator Ericksen's SB 5169 was introduced last year and it authorizes fantasy sports as contests of skill and excludes them from Washington's gambling laws. This bill is unlikely to be advanced in 2018.

5. **ESSB 5671, An act relating to simplifying the process for bona fide charitable and nonprofit organization to engage in activities and social pastimes, and raise funds for their authorized purposes**

Senator Fortunato's ESSB 5671 was introduced last year and you voted to oppose the bill because of staff concerns. The bill increases the number of raffles open to the public to four events per year and increases the maximum revenue limits for raffles to \$10,000. The bill also: authorized tiered levels of discounted packages for raffle tickets; modifies the process for conducting random draw raffle events involving a physical item selected by a participant, commonly referred to as duck draws; and redefines the term raffle to eliminate the need for an accompanying ticket for certain duck draw events. It is unlikely that this bill is advanced in 2018

Law Enforcement Bills

6. Initiative Measure Number 940 (I-940)

I-940 is an initiative to the Legislature. It amends the criminal standard for prosecuting a law enforcement officer by removing the malice requirement currently in law and replacing it with an objective and subjective good faith standard that both must be met to receive immunity under the law.

I-940 also requires all law enforcement officers to receive violence de-escalation training and mental health training. The Criminal Justice Training Commission (CJTC) will

Initiative Measure Number 940 (I-940) (continued)

establish hour and curriculum requirements for initial certification and continuing training for maintaining certification.

I-904 also requires CJTC to adopt guidelines for rendering first aid, including adopting first aid training requirements and establishing that an officer has a “paramount” duty to preserve the life of persons whom the officer comes into direct contact with while carrying out their official duties.

The legislature will have three options during the 2018 legislative session: (1) adopt the initiative as proposed, with no amendments, and it becomes law without a vote of the people; (2) no action and the initiative will be on the November 2018 general election ballot for a vote of the people; or (3) enact a different bill on the same subject and the bill and initiative will be on the November 2018 general election ballot for a vote of the people.

I-940 may impact the agency if new training requirements adopted by CJTC add additional costs to the current on-going training for our special agents.

Budget and Other Bills

7. HB 2299/SB 6032, supplemental operating appropriations

The House and Senate have filed their proposed 2018 supplemental budget bills. Neither bill impacts our gambling revolving account. Both bills maintain the current level of funding for the problem gambling account. Both bills reduce the state’s contribution for employee health insurance payments from \$957/month to \$906/month – this would reduce the agency’s FY19 costs by \$612/employee, a total of \$69,768 for our budgeted 114 employees.

8. HB 2278, Concerning personal information privacy protections in government entities

Representative Morris’ HB 2278 requires all state agencies to designate an agency privacy officer. The privacy officer and agencies are required to: develop new policies protecting personal information and create a work plan to inventory/map personal information collected by the agency. It also exempts the inventory and work plans from disclosure under the PRA and prohibits agencies from selling personal information.

HB 2278, Concerning personal information privacy protections in government entities (continued)

The agency currently has security and privacy requirements for the protection of personal information that we collect for regulatory purposes. However, this legislation would require us to review our policies and work with the state Office of Privacy and Data Protection, created in 2016, to inventory our information network and determine what, if any, new policies and practices should be implemented consistent with the requirements of this bill.

Problem Gambling Legislative Work Session

9. Representative Sawyer has committed to having a House Commerce and Gaming work session on problem gambling during the 2018 session. The work session will likely occur in February. Commission staff in conjunction with Commissioner Patterson are working on an agenda and panelists for the work session. The work session will allow us to lead a discussion with Legislators the current regulatory, industry, and public health challenges related to problem gambling. We will also have the opportunity to recommend possible legislative action(s) for the Legislature to consider when deciding what action, if any, is needed to better address problem gambling in the state.

Professional and Amateur Sports Protection Act (PASPA)

10. On December 4, 2017, the U.S. Supreme Court heard oral arguments in *Christie v. NCAA, et al.* and *New Jersey Thoroughbred Horsemen's Association v. NCAA, et al.* The court will determine if PASPA is constitutional and/or New Jersey's repeal of its laws prohibiting sports betting was lawful.

For background, PASPA was passed in 1992, and it prohibits states from authorizing sports betting. It grandfathered some states' sports betting activities, most notably Nevada, but it also allowed Washington's sports boards/pools (RCW 9.46.0335) to exist. New Jersey had one year to pass legislation authorizing a professional sports betting regulatory structure for PASPA to not apply to it.

New Jersey did not pass a law until 2012 authorizing sports betting. The law was challenged by the NCAA and pro sports leagues in federal court. New Jersey's law was invalidated by the federal trial and appellate courts. Supreme Court did not accept review.

Then, New Jersey passed laws in 2014 repealing all existing prohibitions on sports betting as applied to New Jersey casinos and racetracks. The law was challenged by the NCAA and pro sports leagues in federal court and invalidated by the federal trial and appellate courts. However, it was accepted for review by the U.S. Supreme Court in June 2017.

The U.S. Supreme Court will decide no later than July 2018 if PASPA violates the 10th Amendment, which protects state's rights (federalism). The most likely possible outcomes are:

- PASPA is constitutional under one or more of several constitutional doctrines and New Jersey's repeal violates PASPA—PASPA remains in effect
- PASPA is ruled unconstitutional and would no longer be a federal law—states allowed to decide what to do.
 - In Washington, we need 60% vote of legislature or public vote on a bill or initiative/referendum, respectively, to authorize professional sports betting.
- PASPA is constitutional, and New Jersey's partial repeal of sports betting is allowed under the law. PASPA would remain in effect but states could follow the same path as New Jersey. This could create a similar federal/state friction that we are currently seeing with marijuana regulation.

Commission staff continue to identify the possible impacts of a court decision invalidating PASPA. We will continue to update you on the status of this case and PASPA in the upcoming months.

HOUSE BILL 2332

State of Washington

65th Legislature

2018 Regular Session

By Representative Sawyer

Prefiled 12/28/17.

1 AN ACT Relating to gambling addiction; amending RCW 9.46.071 and
2 42.56.230; and providing an effective date.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 **Sec. 1.** RCW 9.46.071 and 2005 c 369 s 9 are each amended to read
5 as follows:

6 (1)(a) The legislature recognizes that some individuals in this
7 state are problem or pathological gamblers. Because the state
8 promotes and regulates gambling through the activities of the state
9 lottery commission, the Washington horse racing commission, and the
10 Washington state gambling commission, the state has the
11 responsibility to continue to provide resources for the support of
12 services for problem and pathological gamblers. Therefore, the
13 Washington state gambling commission, the Washington horse racing
14 commission, and the state lottery commission shall jointly develop
15 informational signs concerning problem and pathological gambling
16 which include a toll-free hotline number for problem and pathological
17 gamblers. The signs shall be placed in the establishments of gambling
18 licensees, horse racing licensees, and lottery retailers. In
19 addition, the Washington state gambling commission, the Washington
20 horse racing commission, and the state lottery commission may also
21 contract with other qualified entities to provide public awareness,

1 training, and other services to ensure the intent of this section is
2 fulfilled.

3 (b) The legislature finds that problem and pathological gambling
4 continues to negatively impact individuals and families in this
5 state. It is estimated that about five percent of adults in the state
6 will experience problem or pathological gambling behaviors in their
7 lifetime. Previous and ongoing efforts to prevent and assist people
8 in treating problem and pathological gambling have proven beneficial,
9 such as increasing public awareness, funding treatment services for
10 individuals, and requiring informational signs in gambling
11 establishments that include a toll-free hotline number for problem
12 and pathological gamblers. However, people and families facing
13 problem or pathological gambling issues will further benefit from the
14 availability of a uniform self-exclusion program where people may
15 voluntarily exclude themselves from gambling at multiple gambling
16 establishments by submitting one self-exclusion form to the state
17 from one location. It is the intent of subsection (3) of this section
18 to establish such a uniform self-exclusion program to assist people
19 in preventing or ending problem or pathological gambling behaviors
20 permanently.

21 (2)(a) During any period in which RCW 82.04.285(2) is in effect,
22 the commission may not increase fees payable by licensees under its
23 jurisdiction for the purpose of funding services for problem and
24 pathological gambling. Any fee imposed or increased by the
25 commission, for the purpose of funding these services, before July 1,
26 2005, (~~shall have~~) has no force and effect after July 1, 2005.

27 (b) During any period in which RCW 82.04.285(2) is not in effect:

28 (i) The commission, the Washington state horse racing commission,
29 and the state lottery commission may contract for services, in
30 addition to those authorized in subsection (1) of this section, to
31 assist in providing for treatment of problem and pathological
32 gambling; and

33 (ii) The commission may increase fees payable by (~~licenses~~
34 ~~{licensees}~~) licensees under its jurisdiction for the purpose of
35 funding the services authorized in this section for problem and
36 pathological gamblers.

37 (3) By June 30, 2020, the commission must adopt rules
38 establishing a self-exclusion program for problem and pathological
39 gamblers. The commission has discretion in establishing the scope and

1 requirements of the self-exclusion program. However, the program must
2 include, at a minimum, the following:

3 (a) A process for a person who believes the person is or may be a
4 problem or pathological gambler to voluntarily exclude themselves
5 from gambling at all gambling establishments licensed by the
6 commission; and

7 (b) A process for casinos owned or operated by Indian tribes or
8 tribal enterprises to voluntarily participate in the self-exclusion
9 program, so that ultimately a person who is or may be a problem or
10 pathological gambler may self-exclude themselves from gambling at all
11 casinos and state-licensed gambling establishments in the state, no
12 matter who owns or operates the casino or state-licensed gambling
13 establishment, by submitting one form at one location.

14 **Sec. 2.** RCW 42.56.230 and 2017 3rd sp.s. c 6 s 222 are each
15 amended to read as follows:

16 The following personal information is exempt from public
17 inspection and copying under this chapter:

18 (1) Personal information in any files maintained for students in
19 public schools, patients or clients of public institutions or public
20 health agencies, or welfare recipients;

21 (2)(a) Personal information:

22 (i) For a child enrolled in licensed child care in any files
23 maintained by the department of children, youth, and families;

24 (ii) For a child enrolled in a public or nonprofit program
25 serving or pertaining to children, adolescents, or students,
26 including but not limited to early learning or child care services,
27 parks and recreation programs, youth development programs, and after-
28 school programs; or

29 (iii) For the family members or guardians of a child who is
30 subject to the exemption under this subsection (2) if the family
31 member or guardian has the same last name as the child or if the
32 family member or guardian resides at the same address as the child
33 and disclosure of the family member's or guardian's information would
34 result in disclosure of the personal information exempted under
35 (a)(i) and (ii) of this subsection.

36 (b) Emergency contact information under this subsection (2) may
37 be provided to appropriate authorities and medical personnel for the
38 purpose of treating the individual during an emergency situation;

1 (3) Personal information in files maintained for employees,
2 appointees, or elected officials of any public agency to the extent
3 that disclosure would violate their right to privacy;

4 (4) Information required of any taxpayer in connection with the
5 assessment or collection of any tax if the disclosure of the
6 information to other persons would: (a) Be prohibited to such persons
7 by RCW 84.08.210, 82.32.330, 84.40.020, 84.40.340, or any ordinance
8 authorized under RCW 35.102.145; or (b) violate the taxpayer's right
9 to privacy or result in unfair competitive disadvantage to the
10 taxpayer;

11 (5) Credit card numbers, debit card numbers, electronic check
12 numbers, card expiration dates, or bank or other financial
13 information as defined in RCW 9.35.005 including social security
14 numbers, except when disclosure is expressly required by or governed
15 by other law;

16 (6) Personal and financial information related to a small loan or
17 any system of authorizing a small loan in RCW 31.45.093;

18 (7)(a)(i) Any record used to prove identity, age, residential
19 address, social security number, or other personal information
20 required to apply for a driver's license or identicard.

21 ((+b+)) (ii) Information provided under RCW 46.20.111 that
22 indicates that an applicant declined to register with the selective
23 service system.

24 ((+e+)) (iii) Any record pertaining to a vehicle license plate,
25 driver's license, or identicard issued under RCW 46.08.066 that,
26 alone or in combination with any other records, may reveal the
27 identity of an individual, or reveal that an individual is or was,
28 performing an undercover or covert law enforcement, confidential
29 public health work, public assistance fraud, or child support
30 investigative activity. This exemption does not prevent the release
31 of the total number of vehicle license plates, drivers' licenses, or
32 identicards that, under RCW 46.08.066, an agency or department has
33 applied for, been issued, denied, returned, destroyed, lost, and
34 reported for misuse.

35 ((+d+)) (iv) Any record pertaining to a vessel registration
36 issued under RCW 88.02.330 that, alone or in combination with any
37 other records, may reveal the identity of an individual, or reveal
38 that an individual is or was, performing an undercover or covert law
39 enforcement activity. This exemption does not prevent the release of
40 the total number of vessel registrations that, under RCW 88.02.330,

1 an agency or department has applied for, been issued, denied,
2 returned, destroyed, lost, and reported for misuse.

3 (b) Upon request by the legislature, the department of licensing
4 must provide a report to the legislature containing all of the
5 information in (a)(iii) and (iv) of this subsection (7) that is
6 subject to public disclosure;

7 (8) All information related to individual claims resolution
8 structured settlement agreements submitted to the board of industrial
9 insurance appeals under RCW 51.04.063, other than final orders from
10 the board of industrial insurance appeals((-

11 ~~Upon request by the legislature, the department of licensing~~
12 ~~shall provide a report to the legislature containing all of the~~
13 ~~information in subsection (7)(c) and (d) of this section that is~~
14 ~~subject to public disclosure; and));~~

15 (9) Voluntarily submitted information contained in a database
16 that is part of or associated with enhanced 911 emergency
17 communications systems, or information contained or used in emergency
18 notification systems as provided under RCW 38.52.575 and 38.52.577;
19 and

20 (10) All information submitted by a person to the state, either
21 directly or through a state-licensed gambling establishment or casino
22 owned or operated by an Indian tribe or tribal enterprise, as part of
23 the self-exclusion program established in RCW 9.46.071 for people who
24 believe they are or may be a problem or pathological gambler.

25 NEW SECTION. Sec. 3. This act takes effect July 1, 2018.

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**STATE OF WASHINGTON
GAMBLING COMMISSION**

“Protect the Public by Ensuring that Gambling is Legal and Honest”

January 2, 2018

TO: COMMISSIONERS:
Bud Sizemore, Chair
Julia Patterson, Vice Chair
Christopher Stearns
Ed Troyer

FROM: Haylee P. Mills, Staff Attorney
Legal and Records Division

**SUBJECT: MEWE, Inc. d/b/a Viking, 2017-01172
Final Order – January 11, 2018 Commission Meeting**

MEWE, Inc. d/b/a Viking has a gambling license authorizing Punchboard/Pull-Tab activity at in Lacey, Washington. This license expires on June 30, 2018.

Keith Milligan is the 100% owner and sole substantial interest holder of Licensee. On or about August 9, 2017, Mr. Milligan allegedly committed vehicular homicide by recklessly driving a motor vehicle on the opposite side of the road while under the influence of or affected by intoxicating liquor or any drug or the combination thereof, and caused the death of another person. As a result of his actions, Mr. Milligan was charged with Vehicular Homicide, a Class A Felony, in Thurston County Superior Court on August 14, 2017. Mr. Milligan’s criminal trial is set for March 26, 2018.

Director Trujillo issued a Summary Suspension and Notice of Administrative Charges on September 18, 2017, which were personally served on Licensee on September 19, 2017. The Commission received a request for hearing on September 19, 2017, and a prehearing conference was scheduled for October 20, 2017. Licensee was sent notice of the prehearing conference to its last known address on September 26, 2017. Licensee failed to appear at the prehearing conference, and no further communication from Licensee has been received by the Commission as of the date of this memo.

Licensee’s failure to attend or participate in a hearing or other stage of an adjudicative proceeding is a waiver of Licensee’s right to a hearing in Case No. CR 2017-01172. You may take final action against its gambling license. Based on the conduct of its sole substantial interest holder, Licensee cannot show by clear and convincing evidence that it is qualified to keep its gambling license. Therefore, staff recommends that the Commission sign the proposed final order and revoke MEWE, Inc. d/b/a Viking’s Punchboard/Pull-Tab license, License Number 05-19690.



STATE OF WASHINGTON
GAMBLING COMMISSION

“Protect the Public by Ensuring that Gambling is Legal and Honest”

January 1, 2018

TO: COMMISSIONERS:
Bud Sizemore, Chair
Julia Patterson, Vice Chair
Christopher Stearns
Ed Troyer

FROM: Haylee P. Mills, Staff Attorney
Legal and Records Division

SUBJECT: Sasheen L. White, 2017-01155
Final Order – January 11, 2018 Commission Meeting

Ms. Sasheen L. White has a conditional certification authorizing Class III Employee activity at Legends Casino in Toppenish, Washington. Her conditional certification expires on May 14, 2018.

Since 2015, Ms. White has received a conditional Class III certification to work for the Yakama Nation. The conditional certification is based on the totality of Ms. White’s criminal history, including a significant amount of court-ordered fines and fees.

Since receiving her renewed conditional permit in 2017, Ms. White acquired three Theft in the Third Degree convictions—all in Yakima District Court. In June, 2017, the Yakama Nation Gaming Commission learned of the first theft charge, summarily suspended Ms. White’s license, and, on August 15, 2017, revoked her license based on the charge.

Director Trujillo issued a Notice of Administrative Charges on September 27, 2017, to Ms. White by regular and certified mail to her last known address. The certified mail was returned on October 25, 2017 as “Return to Sender, Unclaimed, Unable to Forward.” The regular mail was not returned. As of the date of this memo, the Commission has not received any response from Ms. White.

Ms. White’s failure to respond to the charges or request a hearing is a waiver of Ms. White’s right to a hearing in Case No. CR 2017-01155. You may take final action against her gambling certification. Based on her conduct, Ms. White cannot show by clear and convincing evidence that she is qualified to keep her gambling certification. Therefore, staff recommends that the Commission sign the proposed final order and revoke Sasheen L. White’s Class III Employee certification, License Number 69-37116.



Rule Changes / Fee Simplification (Package #4)

Various Rules in:

- WAC 230-05-102 – All licensed organizations report activity quarterly beginning with the July 1, 2018 through September 30, 2018 quarter.
- WAC 230-07-155 – Reporting annual activity for raffles, enhanced raffles, amusement games, Class A, B, or C bingo, or combination licenses.
- WAC 230-07-160 – Reporting annual activity for agricultural fairs.
- WAC 230-09-056 – Activity reports for fund-raising events.
- WAC 230-10-040 – Disposable bingo cards – Additional requirements.
- WAC 230-10-180 – Electronic bingo card daubers requirements.
- WAC 230-10-457 – Activity reports for linked bingo prize providers.
- WAC 230-13-169 – Annual activity reports for commercial amusement game licensees.
- Chapter 230 – 16 WAC – Manufacturer, Distributor, and Gambling Service Supplier Rules.

January 2018 – Discussion and Possible Filing

Tab 3: JANUARY 2018 Commission Meeting Agenda.	Statutory Authority 9.46.070
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Who Proposed the Rule Change?

Staff

Describe the Rule Changes

This is the fourth and likely last rules package staff will bring forward to make changes to the Commission’s licensing fee structure. The fourth rules package:

- Clarifies that annual activity report filers will report their gambling activity for their license year through June 30, 2018 on July 30, 2018. All licensees will begin reporting their activity quarterly beginning with the July 1-September 30 quarter. These rules were included in rule package #2:
 - WAC 230-05-102 - All licensed organizations report activity quarterly beginning with the July 1, 2018 through September 30, 2018 quarter.
 - WAC 230-07-155 - Reporting annual activities for raffles, enhanced raffles, amusement games, Class A, B or C bingo, or combination licenses;
 - WAC 230-07-160 - Reporting annual activity for agricultural fairs; and
 - WAC 230-09-056 - Activity reports for fund-raising events.
 - WAC 230-10-457 – Activity reports for linked bingo prize providers.
 - WAC 230-13-169 - Annual activity reports for commercial amusement game licensees.
- Addresses I.D. Stamps:
 - I.D. stamps will only be required for punchboards/pull-tabs and
 - The Commission will provide I.D. stamps to punchboards/pull-tab manufacturers at no cost;
 - The following rules were revised:
 - WAC 230-10-040 - Disposable bingo cards - Additional requirements;
 - WAC 230-10-180 - Electronic bingo card daubers requirements;
 - WAC 230-16-160 - I.D. stamps for gambling equipment;
 - WAC 230-16-165 - Obtaining I.D. stamps;
 - WAC 230-16-175 - Placing I.D. stamps and records entry labels; and
 - WAC 230-16-180 - Records retention for I.D. stamp records.

Policy Considerations

The Commissioners began considering changing the fee structure in 2014. The current fee structure was created over 40 years ago. It began with 25 fees. Today the Gambling Commission has approximately 194 different fees for Commercial and Non-Profit organizations and individuals. This fee schedule is typically based on a “class” system, which can be cumbersome for licensees and agency staff. The Gambling Commission is looking to simplify this current system to allow it to be easier to navigate and have a licensing fee schedule that is more predictable for both the agency and its licensees.

Staff Recommendation

Staff recommends filing for further discussion.
Staff anticipates asking for an effective date of July 1, 2018.

NEW SECTION

WAC 230-05-102 All licensed organizations report activity quarterly beginning with the July 1, 2018, through September 30, 2018, quarter. (1) Beginning July 1, 2018, all licensed organizations must submit activity reports quarterly, regardless of whether they previously submitted reports annually, quarterly, or semi-annually and regardless of when their permit or license year ends.

(2) This includes gambling service suppliers and any other licensed organizations that did not previously submit activity reports.

(3) Licensed organizations that report annually ~~on or before June 30, 2018,~~ must submit an activity report from the beginning of their license year through June 30, 2018. These reports are due July 30, 2018.

Beginning July 1, 2018, licensed organizations that report annually will report quarterly as set forth in this section.

(4) The activity reports must be in the format we require and must:

Cover the period:	Be received by us no later than:
July 1 through September 30	October 30
October 1 through December 31	January 30
January 1 through March 31	April 30
April 1 through June 30	July 30

(5) All licensed organizations must submit quarterly license fees to us for each licensed gambling activity after the first quarter of their license year that begins on or after July 1, 2018, as set forth in WAC 230-05-124.

[]

AMENDATORY SECTION (Amending WSR 08-03-062, filed 1/14/08, effective 2/14/08)

WAC 230-07-155 Reporting annual activity for raffles, enhanced raffles, amusement games, Class A, B, or C bingo, or combination licenses. (1) Raffle, enhanced raffle, amusement game, Class A, B, or C bingo, or combination licensees must submit an annual report of all their activities in the format we require.

(2) We must receive the completed report in our office postmarked no later than thirty days following the expiration of their license(s). Licensed organizations that report annually ~~on or before June 30, 2018,~~ must submit an activity report from the beginning of their license year through June 30, 2018. ~~These reports are due by July 30, 2018.~~

Beginning July 1, 2018, reports required by this section must be submitted quarterly, as set forth in WAC 230-05-102.

(3) The highest ranking officer or his/her designee must sign the report.

(4) If the licensee has someone else prepare the report, then the preparer must include his/her name and phone number on the report.

(5) Licensees that operate retail sales activities in conjunction with bingo games must report the net income from those retail sales activities.

[Statutory Authority: RCW 9.46.070 and 9.46.0209. WSR 13-19-056 (Order 692), § 230-07-155, filed 9/16/13, effective 10/17/13. Statutory Authority: RCW 9.46.070. WSR 07-10-032 (Order 609), § 230-07-155, filed 4/24/07, effective 1/1/08.]

AMENDATORY SECTION (Amending WSR 07-10-032, filed 4/24/07, effective 1/1/08)

WAC 230-07-160 Reporting annual activity for agricultural fairs.

(1) Charitable or nonprofit licensees who operate bingo, raffles, and/or amusement games only at agricultural fairs and other special properties and permittees as defined in WAC 230-03-015 who operate bingo under another's license at agricultural fairs and other special properties must submit an annual report of all their activities in the format we require.

(2) We must receive the completed report in our office postmarked no later than thirty days following the expiration of the license year. Licensed organizations that report annually ~~on or before June 30, 2018,~~ must submit an activity report from the beginning of their

license year through June 30, 2018. ~~7~~ These reports are due by July 30, 2018.

Beginning July 1, 2018, reports required by this section must be submitted quarterly, as set forth in WAC 230-05-102.

(3) Permittees operating under another's license must provide the licensee with all information about the permitted operation that is needed by the licensee to complete the annual activity report not less than ten days before the time that we require the licensee to file his or her report.

(4) The highest ranking officer or his or her designee must sign the report. If the licensee has someone else prepare the report, then the preparer must include his or her name and phone number on the report.

[Statutory Authority: RCW 9.46.070. WSR 07-10-032 (Order 609), § 230-07-160, filed 4/24/07, effective 1/1/08.]

AMENDATORY SECTION (Amending WSR 07-21-116, filed 10/22/07, effective 1/1/08)

WAC 230-09-056 Activity reports for fund-raising events. Fund-raising event licensees must submit an activity report to the commission concerning the operation of the licensed activities of each event. Licensees must complete the report in the format we require and the report must be:

(1) Received at our administrative office or postmarked no later than thirty days after the end of the authorized operating day or days (~~or and~~). Licensed organizations that report annually ~~on or before June 30, 2018,~~ must submit an activity report from the beginning of their license year through June 30, 2018, by July 30, 2018. ~~These reports are due July 30, 2018.~~

Beginning July 1, 2018, reports required by this section must be submitted quarterly, as set forth in WAC 230-05-102.

(2) Signed by the licensee's highest ranking executive officer or designee. If someone other than the licensee or an employee prepares the report, the preparer must print his or her name and phone number on the report.

[Statutory Authority: RCW 9.46.070. WSR 07-21-116 (Order 617), § 230-09-056, filed 10/22/07, effective 1/1/08.]

AMENDATORY SECTION (Amending WSR 06-22-051, filed 10/27/06, effective 1/1/08)

AMENDATORY SECTION (Amending WSR 07-10-033, filed 4/24/07, effective 1/1/08)

WAC 230-10-040 Disposable bingo cards—Additional requirements.

- (1) Disposable bingo cards must:
- (a) Meet all bingo card requirements; and
 - (b) Be imprinted with a unique set and configuration of numbers on each card; and
 - (c) Not duplicate cards within a specific product line; and
 - (d) Include a control system in each set which:
 - (i) Identifies that specific set and each specific card within that set; and
 - (ii) Allows tracking of the transfer of cards from the point of manufacture to the operator; and
 - (iii) Facilitates sale by the operator to the player(~~;~~ and
 - ~~(e) Have an identification and inspection stamp from us sold to the licensed manufacturer or to the operator and attached to the series by the licensed manufacturer, the operator, or us).~~
- (2) Bingo licensees using the combination receipting method may divide sets or collations of cards into no more than ten subgroups. Licensees must follow disposable bingo card inventory control requirements for each subgroup.

AMENDATORY SECTION (Amending WSR 07-21-116, filed 10/22/07, effective 1/1/08)

WAC 230-10-180 Electronic bingo card daubers requirements. (1)

- Electronic bingo card daubers must:
- (a) Be manufactured by licensed manufacturers; and
 - (b) Be sold, leased, and serviced by licensed distributors or manufacturers. Operators may perform routine maintenance; and
 - ~~(c) ((Have an I.D. stamp from us that was sold to the licensed manufacturer or the operator and attached by the licensed manufacturer, the operator, or us; and~~
 - ~~(d))~~ Be unable to modify the computer program which operates the dauber units or the electronic database which stores the bingo cards; and
 - ~~((e))~~ (d) Store preprinted bingo cards a player purchases. The electronic images of cards stored in daubers are for player convenience only and are not bingo cards for purposes of this title; and
 - ~~((f))~~ (e) Use cards that meet all requirements of bingo cards and electronic bingo cards; and
 - ~~((g))~~ (f) Allow players to input the numbers called; and
 - ~~((h))~~ (g) Compare input numbers to bingo cards stored in an electronic database; and
 - ~~((i))~~ (h) Identify to the player those stored bingo cards that contain the input numbers.
- (2) Operators providing electronic daubers must have the cards printed, placed in a master index, and available for on-site inspection at the request of law enforcement agencies, customers, or us.

AMENDATORY SECTION (Amending WSR 07-21-116, filed 10/22/07, effective 1/1/08)

WAC 230-10-457 Activity reports for linked bingo prize providers.

Linked bingo prize providers must submit activity reports to us twice a year for their sales and services. The activity reports must be in the format we require and must:

(1) Cover the periods:

(a) January 1 through June 30; and

(b) July 1 through December 31; and

(2) Be received at our administrative office or postmarked no later than thirty days following the end of the reporting period. Li-
censed organizations that report annually ~~on or before June 30, 2018,~~
must submit an activity report from the beginning of their license
year through June 30, 2018, by July 30, 2018. ~~These reports are due~~
July 30, 2018.

Beginning July 1, 2018, reports required by this section must be
submitted quarterly, as set forth in WAC 230-05-102; and

(3) Be signed by the licensee's highest ranking executive officer or a designee. If someone other than the licensee or an employee prepares the report, the preparer must print his or her name and business telephone number on the report; and

(4) Submit a report for any period of time their license was valid, even if they had no activity or did not renew.

[Statutory Authority: RCW 9.46.070. WSR 07-21-116 (Order 617), § 230-10-457, filed 10/22/07, effective 1/1/08.]

AMENDATORY SECTION (Amending WSR 08-20-007, filed 9/18/08, effective 1/1/09)

WAC 230-13-169 Annual activity reports for commercial amusement game licensees. Commercial amusement game licensees must submit an annual activity report to us in the format we require and must:

(1) Cover the license year of one calendar year or less; and

(2) Be received at our administrative office or postmarked no later than thirty days following the end of the reporting period. Licensed organizations that report annually ~~on or before June 30, 2018,~~ must submit an activity report from the beginning of their license year through June 30, 2018, by July 30, 2018. ~~These reports are due July 30, 2018.~~

Beginning July 1, 2018, reports required by this section must be submitted quarterly, as set forth in WAC 230-05-102; and

(3) Be signed by the licensee's highest ranking executive officer or a designee. If someone other than the commercial amusement game licensee or its employee prepares the report, then it must provide the preparer's name and business telephone number; and

(4) Submit a report for any period of time their license was valid, even if they had no activity or did not renew their license; and

(5) Complete the report according to the instructions furnished with the report.

[Statutory Authority: RCW 9.46.070. WSR 08-20-007 (Order 630), § 230-13-169, filed 9/18/08, effective 1/1/09; WSR 07-21-116 (Order 617), § 230-13-169, filed 10/22/07, effective 1/1/08.]

Chapter 230-16 WAC

MANUFACTURER, DISTRIBUTOR, AND GAMBLING SERVICE SUPPLIER RULES

Last Update: 7/22/14

WAC

GENERAL RULES FOR MANUFACTURERS, DISTRIBUTORS, AND GAMBLING SERVICE SUPPLIERS

- 230-16-001 Manufacturers, distributors, and gambling service suppliers must ensure representatives are licensed.
- 230-16-005 Transporting, displaying, and selling gambling equipment at trade shows and conventions.

PUNCH BOARD AND PULL-TAB REQUIREMENTS

- 230-16-010 Manufacturers, distributors, and gambling service suppliers must comply with punch board and pull-tab rules.
- 230-16-015 Punch board and pull-tab sales restrictions.
- 230-16-020 Sales to Indian tribes.
- 230-16-025 Punch board construction.
- 230-16-030 Step up punch board construction.
- 230-16-035 Pull-tab construction.
- 230-16-040 Winner protection and secondary verification codes.
- 230-16-045 Defective punch boards, pull-tabs, or pull-tab dispensers.
- 230-16-050 Punch board and pull-tab quality control program.
- 230-16-052 Standards for flares.

230-16-055 Bonus or step up flares.

230-16-060 Assembly and packaging of pull-tab series.

PROGRESSIVE JACKPOT PULL-TAB SERIES

230-16-065 Approvals needed before offering progressive jackpot pull-tab series.

230-16-070 Prizes in progressive jackpot pull-tab series.

230-16-075 Assembly and packaging of progressive pull-tab series.

EVENT PULL-TAB SERIES

230-16-080 Event pull-tab series.

BONUS PULL-TAB SERIES

230-16-085 Bonus pull-tab series with carry-over jackpots.

CARRY-OVER JACKPOTS

230-16-090 Secondary win codes for carry-over jackpots.

230-16-095 Prizes in carry-over jackpot pull-tab series.

SEAL CARD PULL-TAB SERIES

230-16-100 Seal card pull-tab series.

230-16-102 Cumulative prize pool pull-tab games.

230-16-104 Cumulative prize pool pull-tab series flare.

BINGO CARDS

230-16-105 Disposable bingo cards.

230-16-110 Duplicate bingo cards.

230-16-120 Bingo card manufacturing control system.

- 230-16-125 Disposable bingo card packing slip and package label.
- 230-16-130 Disposable bingo card sales.
- 230-16-135 "Player selection" bingo cards.
- 230-16-140 "Hidden face" bingo cards.
- 230-16-145 Electronically generated bingo card computer systems.
- 230-16-150 Control system for electronically generated bingo cards.

GAMBLING EQUIPMENT

- 230-16-151 Gambling equipment connecting to external tools for standard maintenance.

ELECTRONIC CARD FACSIMILES

- 230-16-155 Electronic card facsimiles.

I.D. STAMPS

- 230-16-160 I.D. stamps for gambling equipment.
- 230-16-165 ~~Obtaining~~Purchasing I.D. stamps.
- 230-16-170 I.D. stamps must be visible.
- 230-16-175 Placing I.D. stamps and records entry labels.
- 230-16-180 Record retention for I.D. stamp records.

RECORDKEEPING

- 230-16-185 Accounting records for manufacturers and distributors.
- 230-16-187 Accounting records for manufacturer's special sales permit holders.
- 230-16-190 Sales invoices for manufacturers and distributors.
- 230-16-195 Additional requirements for sales invoices.

230-16-200 Sales journals for manufacturers and distributors.

230-16-205 Record retention for manufacturers and distributors.

230-16-210 Alternative formats for recordkeeping.

230-16-215 Accounting records and record retention for gambling service suppliers.

230-16-220 Activity reports by manufacturers and distributors.

AMENDATORY SECTION (Amending WSR 07-19-069, filed 9/17/07, effective 1/1/08)

WAC 230-16-160 I.D. stamps for gambling equipment. (~~((1))~~ If gambling equipment requires our approval, manufacturers and distributors must not attach I.D. stamps to the equipment until we approve it. ~~((2))~~) Manufacturers must permanently and prominently attach our I.D. stamps to their gambling equipment. Once attached, no one may remove or tamper with the I.D. stamps. Manufacturers must attach I.D. stamps to:

- ~~((a))~~ (1) Punch boards; and
- ~~((b))~~ (2) Pull-tab flares; and
- ~~(c)~~ Pull tab dispensers; and
- ~~(d)~~ Disposable bingo card packing slips; and
- ~~(e)~~ Coin or token activated amusement games operated at locations with a Class A license; and
- ~~(f)~~ Electronic bingo card daubers; and
- ~~(g)~~ Electronic card facsimile tables; and
- ~~(h)~~ Other items specified by the director).

AMENDATORY SECTION (Amending WSR 07-19-069, filed 9/17/07, effective 1/1/08)

WAC 230-16-165 ((Purchasing)) Obtaining I.D. stamps. (1) Manufacturers must (~~(purchase)~~) obtain I.D. stamps from us and attach them to the equipment specified in this chapter.

(2) Any manufacturer may return damaged stamps to us with a detailed listing of the damaged stamps (~~(and must pay a service charge)~~). We will then replace the I.D. stamps.

~~((3))~~ Owners of gambling equipment which require annual I.D. stamps must purchase I.D. stamps from us and attach them to their gambling equipment. Annual I.D. stamps expire on December 31 each year, even if the equipment was placed out for play mid year.

~~(4)~~ Owners of pull tab dispensers must purchase I.D. stamps to replace worn I.D. stamps on pull tab dispensers. The owner must send us:

- ~~(a)~~ A copy of the invoice for the purchase of the dispenser from the manufacturer, distributor, or operator; or
- ~~(b)~~ A complete description of the pull tab dispenser, serial number, manufacturer, and the previous I.D. stamp number, if known.)

AMENDATORY SECTION (Amending WSR 07-19-069, filed 9/17/07, effective 1/1/08)

WAC 230-16-175 Placing I.D. stamps and records entry labels. (~~((1))~~) Manufacturers must attach I.D. stamps and records entry labels to approved gambling equipment in the following way:

~~((a))~~ (1) **Punch boards** - On the reverse side of the board in an area that will not obstruct removal of punches. If sufficient space is not available on the reverse side, licensees may wrap the records en-

try labels around or partially attach them to the edge of the punch board as long as this does not obstruct display of prizes available or other information we require.

~~((b))~~ **(2) Pull tabs** - On the face or reverse side of the flare. If placed on the face, the I.D. stamps and records entry labels must not obstruct prizes available or other information we require.

~~((c))~~ **Disposable bingo cards** - On the packing label on the outside of the shipping carton. Manufacturers must attach records entry labels to the packing slip. When they pack a set or collation of cards in more than one shipping container, manufacturers may attach the I.D. stamp to the first container and print the I.D. stamp number on all remaining shipping containers.

~~(2)~~ **Electronic pull-tab dispensers, electronic bingo card daubers, and electronic facsimile card tables** - Manufacturers or owners must attach I.D. stamps on the outside of the main body, in an area that is not normally removed and replaced, and in a way that does not obstruct the view of the pull tabs available for play, the bingo cards, or the card facsimiles.

~~(3)~~ **Electromechanical and mechanical pull-tab dispensers** - Manufacturers or owners must attach I.D. stamps on the outside of the main body, in an area that is not normally removed and replaced, and in a way that does not obstruct the view of the pull tabs available for play or the card facsimiles. Licensees may discard records entry labels.

~~(4)~~ **Amusement games** - Owners must attach I.D. stamps on the outside of the main body, in an area that is not normally removed and replaced, and in a way that does not obstruct the view of the amusement game prizes.)

AMENDATORY SECTION (Amending WSR 07-19-069, filed 9/17/07, effective 1/1/08)

WAC 230-16-180 Record retention for I.D. stamp records. Manufacturers must keep records that provide an accountability trail for all I.D. stamps ((purchased)).

(1) For I.D. stamps attached to gambling equipment and sold, manufacturers must keep the I.D. stamps records for at least three years and include, at least:

- (a) The name of the purchaser;
- (b) The date of the sale; and
- (c) The invoice number recording the sale.

(2) For all unused or damaged I.D. stamps, manufacturers must indefinitely retain the I.D. stamps or provide records that include enough detail to allow us to account for all I.D. stamps.



Rule Changes / Fee Simplification (Package #1)

Various Rules in:

- Chapter 230 – 05 WAC – Fees
- Chapter 230 – 03 WAC – Permitting and Licensing rules

January 2018 – Final Action

November 2017 – Up for Further Discussion

October 2017 – Up for Further Discussion

September 2017 – Discussion and Possible Filing

Tab 4: JANUARY 2018 Commission Meeting Agenda.

Statutory Authority 9.46.070

Who Proposed the Rule Change?

Staff

Describe the Rule Changes

Bold/Underline = Changes made after the November 2017 Commission Meeting

This is the first of four packages to make changes to the Commission’s licensing fee structure.

In this first package, rule changes are being recommended in the following chapters:

- Chapter 230 – 05 WAC – Fees
- Chapter 230 – 03 WAC – Permitting and Licensing rules

Rules package #2 includes due dates for activity reports and deletes references to the term “classes.” While the current fee structure is based on a “classes” system, the new proposed system is based primarily on gross gambling receipts.

Rules package #3 sets the individual license fees under the new license fee structure.

A fourth rules package includes any corrections or updates to the rules filed in packages #1, #2 or #3. This package also includes amending rules on identification (ID) stamps.

Some of the key rules in Chapter 05 (Fees) in this first package are:

- New proposed fee schedule (WAC’s 230–05–160, 230–05–165 and WAC 230–05–170);
- Calculating quarterly license fees (WAC 230–05–122);
- Penalties for late filing of quarterly license reports or late payment of quarterly license fees (WAC 230-05-132);
- New definitions needed for this new way of calculating fees; for example:
 - Defining “base license fee.” (WAC 230–05–104)
 - Defining “maximum annual license fee.” (WAC 230–05–106)
 - Defining “quarterly license fees.” (WAC 230–05–108)
 - Defining “gross gambling receipts rate.” (WAC 230 – 05 – 110)

Some rules are simply being moved from Chapter 06 (Rules for all licensees) to Chapter 05 (Fees).

Most of the key rules in Chapter 03 (Permitting and Licensing rules) in this first package are being made because the current fee schedule includes descriptions of what a license authorizes, rather than simply stating the fee for the license.

Since the November meeting minor changes were made to following rules: WACs 230-05-128, 230-03-035, and 230-03-164.

Attachments:

Current Fee Schedule:

Fee Schedule – Bona Fide Charitable / Nonprofit Organization (Pink)

Fee Schedule – Commercial Stimulant / Profit-Seeking Organization (Blue)

WAC Chapters 230-03 and 230-05 containing changes.

Stakeholder feedback

Policy Considerations

The Commissioners began considering changing the fee structure in 2014. The current fee structure was created over 40 years ago. It began with 25 fees. Today the Gambling Commission has approximately 194 different fees for Commercial and Non-Profit organizations and individuals. This fee schedule is typically based on a “class” system, which can be cumbersome for licensees and agency staff. The Gambling Commission is looking to simplify this current system to allow it to be easier to navigate and have a licensing fee schedule that is more predictable for both the agency and its licensees.

Stakeholder Feedback

Ric Newgard, Seattle Junior Hockey – testified at the September commission meeting that he appreciated being able to participate in the process.

Michael T. Hurley, Law Enforcement Association of Southwest Washington, Raffle Licensee

David Thompson, Dave’s Bar & Grill, Pull-tab Licensee

Cory Thompson, FRE Distributor and Service Supplier

Walt Antioch, Tri-Focus Enterprises, Pull-tab Distributor

Aleena Schneider, Harlequin Productions, Raffle Licensee

Victoria Carlson, Service Supplier

Scott Johnson, Spokane Pulltab & Bingo Supply

John McSweeney, Gambling Manager, past President Shoreline Elks

Wes Fults, Bonanza Press, Pull-tab Manufacturer

Mark Skoglund, Funtastic Shows, Amusement Game Licensee

We sent one notification to all organizational licensees in September, one in October, and then sent another to a select group of organizational licensees whose license fee went up over \$100 dollars.

Staff Recommendation

Final Action.

With an effective date of May 1, 2018, so that licensees who are renewing June 30, 2018, will pay their fees under the new system.

WASHINGTON STATE GAMBLING COMMISSION
FEE SCHEDULE – BONA FIDE CHARITABLE / NONPROFIT ORGANIZATION

NOTE: Refunds of application and license fees will be sent directly to the applicant / licensee.

SEE RCW 9.46.070 AND CHAPTER 230-05 WAC

(1) AMUSEMENT GAMES (03)

<u>License</u>	<u>Annual Gross Gambling Receipts</u>	<u>Fee</u>
Class A	Premises Only	\$ 61
Class B	Up to \$ 10,000.....	\$ 61
Class C	Up to \$ 25,000.....	\$ 338
Class D	Up to \$ 50,000.....	\$ 544
Class E	Over \$ 50,000.....	\$ 948

(4) CARD GAMES (60)

<u>License</u>	<u>Description</u>	<u>Fee</u>
Class A	Nonhouse-Banked – Fee to Play.....	\$ 679
Class B	Limited card games – hearts, rummy, pitch, pinochle, and cribbage – Fee to Play.....	\$ 196
Class C	Tournament only – no more than thirty consecutive days per tournament	\$ 61
Class D	Nonhouse-Banked – No Fee to Play	\$ 61

(2) BINGO (01 / 11)

<u>License</u>	<u>Annual Gross Gambling Receipts</u>	<u>Fee</u>	<u>One Time Variance*</u>
Class A	Up to \$ 25,000	\$ 61	\$ 1,000
Class B	Up to \$ 75,000	\$ 196	\$ 1,000
Class C	Up to \$ 150,000	\$ 403	\$ 2,000
Class D	Up to \$ 350,000	\$ 1,088	\$ 4,000
Class E	Up to \$ 650,000	\$ 1,836	\$ 8,000
Class F	Up to \$ 1,500,000	\$ 3,696	\$ 15,000
Class G	Up to \$ 2,000,000	\$ 5,330	\$ 23,000
Class H	Up to \$ 3,000,000	\$ 7,126	\$ 30,000
Class I	Up to \$ 4,000,000	\$ 8,904	\$ 38,000
Class J	Up to \$ 5,000,000	\$ 10,684	\$ 45,000
Class K	Up to \$ 6,000,000	\$ 11,984	\$ 53,000
Class L	Up to \$ 7,000,000	\$ 13,698	\$ 60,000
Class M	Up to \$ 8,000,000	\$ 15,416	\$ 65,000
Class N	Up to \$ 9,000,000	\$ 16,768	\$ 70,000
Class O	Up to \$ 10,000,000	\$ 18,502	\$ 75,000
Class P	Up to \$ 11,000,000	\$ 20,236	\$ 80,000
Class Q	Up to \$ 12,000,000	\$ 24,282	\$ 85,000
Class R	Up to \$ 13,000,000	\$ 27,752	\$ 90,000
Class S	Up to \$ 14,000,000	\$ 31,222	\$ 95,000

* See WAC 230-06-130, Exceeding License Class

(5) PUNCH BOARDS / PULL-TABS (04)

<u>License</u>	<u>Annual Gross Gambling Receipts</u>	<u>Fee</u>	<u>One Time Variance*</u>
Class A	Up to \$ 50,000	\$ 648	\$ 5,000
Class B	Up to \$ 100,000	\$ 1,156	\$ 5,000
Class C	Up to \$ 200,000	\$ 2,186	\$ 10,000
Class D	Up to \$ 300,000	\$ 3,178	\$ 10,000
Class E	Up to \$ 400,000	\$ 4,106	\$ 10,000
Class F	Up to \$ 500,000	\$ 4,958	\$ 10,000
Class G	Up to \$ 600,000	\$ 5,746	\$ 10,000
Class H	Up to \$ 700,000	\$ 6,466	\$ 10,000
Class I	Up to \$ 800,000	\$ 7,126	\$ 10,000
Class J	Up to \$ 1,000,000	\$ 8,078	\$ 20,000
Class K	Up to \$ 1,250,000	\$ 8,968	\$ 25,000
Class L	Up to \$ 1,500,000	\$ 9,794	\$ 25,000
Class M	Up to \$ 1,750,000	\$ 10,474	\$ 25,000
Class N	Up to \$ 2,000,000	\$ 11,094	\$ 25,000
Class O	Up to \$ 2,500,000	\$ 12,190	\$ 30,000
Class P	Up to \$ 3,000,000	\$ 12,952	\$ 35,000
Class Q	Up to \$ 4,000,000	\$ 15,264	\$ 40,000
Class R	Up to \$ 5,000,000	\$ 17,344	\$ 50,000
Class S	Up to \$ 6,000,000	\$ 19,658	\$ 60,000
Class T	Up to \$ 7,000,000	\$ 21,972	\$ 70,000
Class U	Up to \$ 8,000,000	\$ 24,282	\$ 80,000
Class V	Over \$ 8,000,000	\$ 26,596	\$ 80,000

* See WAC 230-06-130, Exceeding License Class

(3) CHARITABLE OR NONPROFIT GAMBLING MANAGER (61)

<u>License</u>	<u>Fee</u>
Original	\$ 196
Renewal	\$ 93
Change of Employer.....	\$ 93

If a license expires while an individual is on active military service, the individual may apply to have their license reissued at the renewal fee. The application must be received within six months after completing their active military service. The applicant must provide evidence of the completion date of active military service.

(6) RAFFLES (02)

<u>License</u>	<u>Annual Gross Gambling Receipts</u>	<u>Fee</u>
Class A	Up to \$ 5,000	\$ 61
Class B	Up to \$ 10,000	\$ 196
Class C	Up to \$ 25,000	\$ 403
Class D	Up to \$ 50,000	\$ 679
Class E	Up to \$ 75,000	\$ 1,088
Class F	Over \$ 75,000.....	\$ 1,632

ENHANCED RAFFLES (30)

<u>License</u>	<u>Fee</u>
Annual	\$ 6,360
Additional fee per Enhanced Raffle.....	\$ 8,268

WASHINGTON STATE GAMBLING COMMISSION
FEE SCHEDULE – BONA FIDE CHARITABLE / NONPROFIT ORGANIZATION

(7) COMBINATION LICENSE (08)

<u>License</u>	<u>Description</u>	<u>Fee</u>
Class A	Allows gross gambling receipts of up to \$25,000 from bingo, \$7,500 from raffles, and \$7,500 from amusement games, not to exceed \$30,000 combined gross gambling receipts from all such activities. Allows Class D card games.	\$ 122
Class B	Allows gross gambling receipts of up to \$60,000 from bingo, \$15,000 from raffles, and \$15,000 from amusement games, not to exceed \$75,000 combined gross gambling receipts from all such activities. Allows Class D card games.	\$ 318
Class C	Allows gross gambling receipts of up to \$125,000 from bingo, \$30,000 from raffles, and \$30,000 from amusement games, not to exceed \$150,000 combined gross gambling receipts from all such activities. Allows Class D card games.	\$ 738

(8) SPECIAL PROPERTY BINGO (06)

(Bingo Occasion)	\$ 29
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(9) PERMITS

AGRICULTURAL FAIR – BINGO (41)	\$ 29
RECREATIONAL GAMING ACTIVITY (RGA) (19)	\$ 61

(10) CHANGES

<u>Type</u>	<u>Fee</u>
Name	\$ 29
Location	\$ 29
FRE Date or Time	\$ 29
License Class	\$ 29
Duplicate License	\$ 29

(11) FUND-RAISING EVENT (09)

<u>License</u>	<u>Description</u>	<u>Fee</u>
Class A	One event – not more than 24 consecutive hours	
	First time applicant	\$ 403
	Previously licensed applicant	\$ 236
Class B	One event – not more than 72 consecutive hours	
	First time applicant	\$ 679
	Previously licensed applicant	\$ 417
Class C	Additional participant in joint event – not lead organization	\$ 196
Class D	Limited fund-raising event – one event – not more than six consecutive hours	
	First time applicant	\$ 177
	Previously licensed applicant	\$ 118

FUND-RAISING EVENT EQUIPMENT DISTRIBUTOR (29)

<u>License</u>	<u>Description</u>	<u>Fee</u>
Class E	Rents or leases equipment for no more than ten times per year	\$ 268
Class F	Rents or leases equipment more than ten times per year	\$ 679

(12) SPECIAL FEES

<u>Type</u>	<u>Fee</u>
Replacement Identification Stamps	\$ 29
Failing to Apply for License Class Upgrade (WAC 230-06-135) ...Up to fifty percent of the difference between our fees for the licensee's present license class and the new license class or one thousand dollars, whichever is less, plus	\$ 28
Review, Inspection and / or Evaluation of Equipment, Paraphernalia, Services, or Schemes	Deposit and Fees as Required

(13) TWO PART PAYMENT PLAN PARTICIPATION

Annual Participation	\$ 29
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NOTE: Please note that all fees are subject to change. In that event, you will be notified by WAC rules, your next renewal notice, and by the commission newsletter.

*** * RETAIN THIS SCHEDULE FOR YOUR RECORDS * * ***

WASHINGTON STATE GAMBLING COMMISSION
FEE SCHEDULE – COMMERCIAL STIMULANT / PROFIT-SEEKING ORGANIZATION

NOTE: Refunds of application and license fees will be sent directly to the applicant / licensee.

SEE RCW 9.46.070 AND CHAPTER 230-05 WAC

(1) CARD GAMES – NONHOUSE-BANKED (65)

<u>License</u>	<u>Description</u>	<u>Fee</u>
Class B	Up to five tables of limited card games – hearts, rummy, pitch, pinochle, and / or cribbage - fee to play charged	200
Class C	Tournament only, no more than thirty consecutive days per tournament.	
C-5	Up to five tables	200
C-10	Up to ten tables	367
C-15	Up to fifteen tables	611
Class D	Up to five tables - No fee to play	63
Class E	Fee to play	
E-1	One table only	488
E-2	Up to two tables	840
E-3	Up to three tables	1,398
E-4	Up to four tables	2,804
E-5	Up to five tables	4,220
Additional tables	Per Table – up to a maximum of fifteen	1,222
Class F	Endorsement / upgrade of Class E includes permission to use alternative fee collections and use of player-supported jackpots	1,836

(2) CARD GAMES – HOUSE BANKED (67)

All tables within a card room operating any house-banked card game shall be licensed under this license class.

<u>License</u>	<u>Fee</u>
Annual	7,362
Additional fee per table – up to fifteen tables	1,836

(3) COMMERCIAL AMUSEMENT GAMES (52 / 53)

<u>License</u>	<u>Annual Gross Gambling Receipts</u>	<u>Fee</u>
Class A	Premises only..... * \$	347 / 159
Class B	Up to \$ 50,000	488
Class C	Up to \$ 100,000	1,256
Class D	Up to \$ 250,000	2,804
Class E	Up to \$ 500,000	4,918
Class F	Up to \$ 1,000,000	8,446
Class G	Over \$ 1,000,000	10,568

* We reduce the license fee when you apply for additional licenses at the same business premises, apply for multiple licenses at the same business premises, or a licensee is renewing an annual license.

(4) PUBLIC CARD ROOM EMPLOYEE (68) ①

<u>License</u>	<u>Fee</u>
Class A – Performs card room employee duties in a Class E card room	
Original	200
Renewal	95
Class B – Performs card room employee duties in enhanced and house-banked card rooms	
Original, In-State	273
Original, Out-of-State	339
Renewal	167
Transfer / Additional Employee / Conversion / Emergency Waiver Request	65

(5) PUNCH BOARDS / PULL-TABS (05)

<u>License</u>	<u>Annual Gross Gambling Receipts</u>	<u>Fee</u>	<u>One Time Variance*</u>
Class A	Up to \$ 50,000	\$ 666	\$ 5,000
Class B	Up to \$ 100,000	\$ 1,190	\$ 5,000
Class C	Up to \$ 200,000	\$ 2,244	\$ 10,000
Class D	Up to \$ 300,000	\$ 3,266	\$ 10,000
Class E	Up to \$ 400,000	\$ 4,220	\$ 10,000
Class F	Up to \$ 500,000	\$ 5,094	\$ 10,000
Class G	Up to \$ 600,000	\$ 5,904	\$ 10,000
Class H	Up to \$ 700,000	\$ 6,646	\$ 10,000
Class I	Up to \$ 800,000	\$ 7,320	\$ 10,000
Class J	Up to \$ 1,000,000	\$ 8,302	\$ 20,000
Class K	Up to \$ 1,250,000	\$ 9,214	\$ 25,000
Class L	Up to \$ 1,500,000	\$ 10,064	\$ 25,000
Class M	Up to \$ 1,750,000	\$ 10,766	\$ 25,000
Class N	Up to \$ 2,000,000	\$ 11,402	\$ 25,000
Class O	Up to \$ 2,500,000	\$ 12,530	\$ 30,000
Class P	Up to \$ 3,000,000	\$ 12,952	\$ 35,000
Class Q	Up to \$ 4,000,000	\$ 15,264	\$ 40,000
Class R	Up to \$ 5,000,000	\$ 17,344	\$ 50,000
Class S	Up to \$ 6,000,000	\$ 19,658	\$ 60,000
Class T	Up to \$ 7,000,000	\$ 21,972	\$ 70,000
Class U	Up to \$ 8,000,000	\$ 24,282	\$ 80,000
Class V	Over \$ 8,000,000	\$ 26,596	\$ 80,000

* See WAC 230-06-130, Exceeding license class

(6) DISTRIBUTOR (21)

<u>License</u>	<u>Annual Gross Sales</u>	<u>Fee</u>
Class A	Non-Punch Board / Non-Pull-Tab Only	\$ 699
Class B	Up to \$ 250,000	\$ 1,398
Class C	Up to \$ 500,000	\$ 2,100
Class D	Up to \$ 1,000,000	\$ 2,804
Class E	Up to \$ 2,500,000	\$ 3,654
Class F	Over \$ 2,500,000	\$ 4,498

(7) FUND-RAISING EVENT EQUIPMENT DISTRIBUTOR (28)

<u>License</u>	<u>Description</u>	<u>Fee</u>
Class A	Rents or leases equipment for fund-raising event or recreational gaming activity up to 10 times per year	\$ 276
Class B	Rents or leases equipment for fund-raising event or recreational gaming activity more than 10 times per year	\$ 699

(8) MANUFACTURER (20)

<u>License</u>	<u>Annual Gross Sales</u>	<u>Fee</u>
Class A	Pull-tab dispensing devices only	\$ 699
Class B	Up to \$ 250,000	\$ 1,398
Class C	Up to \$ 500,000	\$ 2,100
Class D	Up to \$ 1,000,000	\$ 2,804
Class E	Up to \$ 2,500,000	\$ 3,654
Class F	Over \$ 2,500,000	\$ 4,498

WASHINGTON STATE GAMBLING COMMISSION
FEE SCHEDULE – COMMERCIAL STIMULANT / PROFIT-SEEKING ORGANIZATION

(9) SERVICE SUPPLIERS

GAMBLING SERVICE SUPPLIER (26)

<u>License</u>	<u>Fee</u>
Annual	\$ 728
Financing, Consulting, and Management Contract Review	\$ 152

PUNCH BOARD AND PULL-TAB SERVICE BUSINESS (27)

<u>Description</u>	<u>Fee</u>
Initial application fee	\$ 250
Renewal	\$ 59

(10) PERMITS

<u>Type / Description</u>	<u>Fee</u>
<u>AGRICULTURAL FAIR (51)</u>	
One location and event only	\$ 29
Annual permit for specified different events and locations	\$ 200
<u>RECREATIONAL GAMING ACTIVITY (RGA) (19)</u>	\$ 63
<u>MANUFACTURER'S SPECIAL SALES PERMIT (25)</u> ..	\$ 224

(11) GAMING REPRESENTATIVE ①

Distributor (22), Manufacturer (23), Gambling Service Supplier (63), Call Center for Enhanced Raffles (32), or Linked Bingo Prize Provider (64) Rep.

<u>License</u>	<u>Fee</u>
Original	\$ 276
Renewal	\$ 167
Change of Employer	\$ 167

(12) LINKED BINGO PRIZE PROVIDER (07)

<u>License</u>	<u>Fee</u>
Annual	\$ 4,680

(13) COMMERCIAL GAMBLING MANAGER (62) ①

<u>License</u>	<u>Fee</u>
Original	\$ 200
Renewal	\$ 95
Change of Employer	\$ 95

(14) CHANGES

<u>Application</u>	<u>Description</u>	<u>Fee</u>
Name		\$ 29
Location		\$ 29
Business Classification (Same Owners)		\$ 63
Exceeding License Class (<u>WAC 230-06-130</u>) New class fee, less previous fee paid, plus ..		\$ 29
Duplicate License		\$ 29
Corporate Stock / Limited Liability Company Shares / Units		\$ 63
License Transfers		\$ 63

(15) SPECIAL FEES

<u>License</u>	<u>Fee</u>
Defective Punch Board / Pull-Tab Cost Recovery Fees	Up to \$ 106
Investigation (<u>See RCW 9.46.070</u>)	As required
Identification & Inspection Services Stamps (<u>See RCW 9.46.070</u>)	As required
Quality Control Inspection Fees (<u>See RCW 9.46.070</u>)	As required
Failing to Apply for License Class Upgrade (<u>WAC 230-06-135</u>) Up to fifty percent of the difference between our fees for the licensee's present license class and the new license class or one thousand dollars, whichever is less, plus \$	29
Review of Gambling Equipment, Supplies, Services or Games	Cost reimbursement
Out-of-State Records Inquiry (<u>See RCW 9.46.070</u>)	As required
Replacement of Identification Stamps	\$ 28
Electronic Card Facsimile Table Identification Stamp Annual	\$ 404.39

(16) TWO-PART PAYMENT PLAN PARTICIPATION

Annual Participation	\$ 29
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(17) CALL CENTERS FOR ENHANCED RAFFLES (31)

<u>License</u>	<u>Fee</u>
Annual	\$ 4,770

NOTE: All fees are subject to change. The Commission will notify licensees of amended fee amounts by letter and / or newsletter. License renewal notices to licensees will list the correct fee. Per RCW 9.46.070, in addition to the fees on this schedule, the Commission will assess applicants all actual investigative and inspection costs required for initial certification.

***** RETAIN THIS SCHEDULE FOR YOUR RECORDS *****

① If a license expires while an individual is on active military service, the individual may apply to have their license reissued at the renewal fee. The application must be received within six months after completing their active military service. The applicant must provide evidence of the completion date of active military service.

Chapter 230-05 WAC

FEEES

Last Update: 3/30/16

WAC

RULES FOR PERMITS OR LICENSE YEARS ENDING BEFORE JUNE 30, 2018

- 230-05-001 Prorating or refunding of fees.
- ~~230-05-005 Fees for review of gambling equipment, supplies, services, or games.~~
- 230-05-010 Returned payments.
- 230-05-015 Two-part payment plan for license fees.
- ~~230-05-016 Exceeding license class.~~
- ~~230-05-017 Failing to apply for license class upgrade.~~
- ~~230-05-018 Partial refund of license fees if gambling receipts limit not met.~~
- 230-05-020 Charitable or nonprofit organization fees.
- 230-05-025 Commercial stimulant fees.
- 230-05-030 Fees for other businesses.
- 230-05-035 Individuals license fees.

RULES FOR PERMITS OR LICENSE YEARS ENDING ON OR AFTER JUNE 30, 2018

- 230-05-101 Implementation of new permit and license fees - effective dates.
- 230-05-104 Defining "base license fee."
- 230-05-106 Defining "maximum annual license fee."

203-05-108 Defining "quarterly license fees."

230-05-110 Defining "gross gambling receipts rate."

230-05-112 Defining "gross gambling receipts."

230-05-114 Defining "net win."

230-05-116 Defining "quarterly license report."

230-05-120 Paying annual license fee.

230-05-122 Calculating quarterly license fees.

230-05-124 Quarterly license fees and license reports.

230-05-126 Online filing and payments required with waivers available upon request for good cause.

230-05-128 Renew your license in a timely manner.

230-05-132 Late filing of quarterly license reports or late payment of quarterly license fees - penalties.

230-05-134 Amending quarterly license reports and changes to quarterly license fees paid.

230-05-136 Prorating and refunding fees.

230-05-138 Returned payments.

230-05-140 Outstanding fees.

230-05-142 Fees for review of gambling equipment, supplies, services or games.

230-05-160 Charitable or nonprofit organization fees.

230-05-165 Commercial stimulant organization fees.

230-05-170 Fees for other businesses.

230-05-175 Individual license fees. **(See Rules Package #3)**

~~WAC 230-05-005 Fees for review of gambling equipment, supplies, services, or games. You must apply to us if you want to submit gambling equipment, supplies, services, or games for our review. You must pay the application deposit before we perform the review. You must also reimburse us for any additional costs of the review.~~

~~[Statutory Authority: RCW 9.46.070. WSR 06-07-157 (Order 457), § 230-05-005, filed 3/22/06, effective 1/1/08.]~~

NEW SECTION

WAC 230-05-016 Exceeding license class. (1) Licensees must not exceed the gross gambling receipts limits for their license class during any annual license period.

(2) Licensees must apply a projection of year-to-date receipts to the remaining period of their license and, if it indicates that it is reasonably likely that they may exceed their license, they must immediately:

(a) Apply for a license that authorizes the anticipated level of gross gambling receipts; and

(b) Submit the fee required for the new license, minus the amount originally submitted for the previous license, plus a change of classification fee.

(3) If we issue a license upgrade, it is valid only for the remainder of the original term of the license.

(4) Licensees may exceed license class limits once, by the amount shown in the fees table, without having to upgrade or pay the penalties as long as they upgrade to the higher license class the next time they renew their license.

NEW SECTION

WAC 230-05-017 Failing to apply for license class upgrade. (1) If licensees fail to apply for a license class upgrade and exceed the license class limit within a present or previous license year, we assess an additional fee. We charge an additional fee of up to fifty percent of the difference between the fee for the present license class and the new license class, or one thousand dollars, whichever is less.

(2) Licensees must pay any required license class upgrade fee, plus any additional fee required by subsection (1) of this section, within thirty days of our notification.

(3) Failure to pay the fees may result in an immediate summary suspension of all licenses.

NEW SECTION

WAC 230-05-018 Partial refund of license fees if gambling receipts limit not met. (1) Licensees may apply for a partial refund of their license fee when their annual gross gambling receipts are less than the minimum for the class of license we issued to them.

(2) Licensees may receive a refund for the difference between the fees actually paid and the fees that would normally apply to the level of gross gambling receipts actually received during the period less our processing costs.

(3) Licensees may make their request for refund after the end of any annual license period and before the end of the next annual license period.

NEW SECTION

WAC 230-05-101 Implementation of new permit and license fees.

WAC 230-05-102 through 230-05-175 apply to all:

- (1) Permits or license years ending on or after June 30, 2018;
and
(2) Permits or licenses issued on or after July 1, 2018.
(3) Other fees assessed in this chapter on or after July 1, 2018.

NEW SECTION

WAC 230-05-104 Defining "base license fee." (1) "Base license fee" is the fee you pay us when you:

- (a) Apply for an organization license or permit; or
(b) Renew your organization's license or annual permit.
(2) "Base license fee" is the minimum annual license fee a licensed organization or permit holder will pay for operating an authorized activity.

NEW SECTION

WAC 230-05-106 Defining "maximum annual license fee." "Maximum annual license fee" is the most you will pay to operate an authorized activity for the license year, which includes the:

- (1) Base license fee; and
(2) Quarterly license fees.

NEW SECTION

WAC 230-05-108 Defining "quarterly license fees." "Quarterly license fees" means the licensee's gross gambling receipts from the previous quarter multiplied by the gross gambling receipts rate.

NEW SECTION

WAC 230-05-110 Defining "gross gambling receipts rate." "Gross gambling receipts rate" is the rate listed in this chapter that licensees use to calculate their quarterly license fees.

NEW SECTION

WAC 230-05-112 Defining "gross gambling receipts." (1) "Gross gambling receipts" means the amount due to any operator of an authorized activity as described in subsection (5) of this section.

(2) The amounts must be stated in U.S. currency.

(3) The value must be before any deductions for prizes or other expenses, such as over/short.

(4) "Gross gambling receipts" does not include fees from players to enter player-supported jackpots. However, any portion of wagers deducted for any purpose other than increasing current prizes or repayment of amounts used to seed prizes are "gross gambling receipts."

(5) Gross gambling receipts for authorized activities:

Activity:	Gross gambling receipts include amounts due to any operator for:
(a) Punch board and pull-tab	Purchasing chances to play.
(b) Raffles and enhanced raffles	Purchasing chances to enter.
(c) Bingo	Fees or purchase of cards to participate.
(d) Amusement games	Amounts paid to play amusement games.
(e) Card games	<ul style="list-style-type: none">• "Net win" from house-banked card games;• Tournament entry fees;• Administrative fees from player-supported jackpots;• Fees to participate in nonhouse-banked card games.

Activity:	Gross gambling receipts include amounts due to any operator for:
(f) Manufacturers and distributors	<p>(a) Fees from sales, rentals, leases, royalties, and service fees collected for the following gambling equipment in Washington to include, but not limited to:</p> <ul style="list-style-type: none"> • Punch boards and pull-tabs; • Devices for dispensing pull-tabs; • Electronic devices for conducting, facilitating or accounting for the results of gambling activities; • Cards; • Dice; • Gambling chips; • Cash exchange terminals; • Progressive meters; • Gambling software; • License agreements; • Card shuffling devices; • Graphical game layouts for table games; • Ace finders or no-peek devices; • Roulette wheels; • Keno equipment; • Tables manufactured exclusively for gambling purposes; • Bet totalizers; • Electronic devices for reading or displaying outcomes of gambling activities; • Tribal lottery systems and components thereof. <p>(b) Fees from the service, repair and modification of gambling equipment in Washington to include, but not limited to:</p> <ul style="list-style-type: none"> • Charges for labor and parts for repairing gambling equipment; • Service fees related to gambling operations; • Training or set-up fees; • Maintenance contract fees related to gambling equipment and operations.

Activity:	Gross gambling receipts include amounts due to any operator for:
(g) Gambling service suppliers	Fees from gambling-related services provided in or to be used in Washington to include, but not limited to: <ul style="list-style-type: none"> • Consulting, advisory or management services related to gambling; • Interest from financing the purchase or lease of gambling equipment, infrastructure or facilities or equipment that supports gambling operations; • Acting as a lending agent, loan services or placement agent; • Assembly of components for gambling equipment to be used under a contract with a licensed manufacturer; • Ongoing financial arrangements for gambling related software with a licensed manufacturer; • Installing, integrating, maintaining, or servicing digital surveillance systems that allow direct access to the operating system; • Training individuals to conduct authorized gambling activities; • Performing testing and certification of tribal lottery systems in meeting requirements specified in the tribal-state compacts; • Providing nonmanagement related recordkeeping or storage services for punch board and pull-tab operators; • Ownership of proprietary games or equipment.
(h) Punch board/pull-tab service businesses	Providing nonmanagement related recordkeeping or storage services for punch board and pull-tab operators.
(i) Fund-raising event distributors	Fees from contracts to organize and conduct recreational gaming activities.
(j) Fund-raising events and agricultural fairs	Fees received from the operation of bingo, amusement games, raffles, lotteries, contests of chance, and/or net win from table games operated at a fund-raising event.

[]

NEW SECTION

WAC 230-05-114 Defining "net win." "Net win" means gross wagers received from gambling activities or fund-raising events minus the:

- (1) Amount paid to players for winning wagers; and
- (2) Accrual of prizes for progressive jackpot contests; and
- (3) Repayment of amounts used to seed guaranteed progressive jackpot prizes.

NEW SECTION

WAC 230-05-116 Defining "quarterly license report." "Quarterly license report" means the report:

- (1) Filed by each licensed organization, annual permit holder and fund-raising event licensee thirty days after the end of each quarter; and
- (2) Which includes the licensee's gross gambling receipts from the previous quarter multiplied by the gross gambling receipts rate to calculate the quarterly license fee due to the commission.

NEW SECTION

WAC 230-05-120 Paying annual license fee. (1) All licensed organizations will pay annual license fees in up to five payments. The annual license fee includes:

- (a) A base license fee paid with your:
 - (i) Initial application for a new license or permit; or
 - (ii) License renewal or annual permit application; and
 - (b) Quarterly license fees based on the gross gambling receipts reported on your quarterly license report.
- (2) Licensed organizations starting a new activity will begin paying quarterly license fees on that activity upon completion of the first quarter, whether a partial or full quarter, after your license or annual permit was issued.
- (3) Individual licensees will pay an annual license fee with their initial application or license renewal application.

NEW SECTION

WAC 230-05-122 Calculating quarterly license fees. (1) The quarterly license fee is calculated based on the gross gambling receipts from the previous quarter as reported on your quarterly license report.

- (2) Each license year, the quarterly license fees will be offset by the base license fee. (For example, if your base license fee is sixty-five dollars and your quarterly license fee is forty-five dollars for the first quarter, no additional amount is due for the first quarter. You would offset any future quarterly license fees by the remaining twenty dollars of your base license fee.)

NEW SECTION

WAC 230-05-124 Quarterly license fees and license reports. All licensed organizations must submit quarterly license fees and license reports to us for each licensed gambling activity beginning with the first quarter of their license year. The quarterly license fee is due with the quarterly license report.

The quarterly license reports must be in the format we require and must:

(1)

Cover the period:	Be received by us no later than:
January 1 through March 31	April 30
April 1 through June 30	July 30
July 1 through September 30	October 30
October 1 through December 31	January 30

(2) Be received online at our administrative office or postmarked no later than the dates indicated in the table in subsection (1) of this section; and

(3) Be submitted even if there is no quarterly license fee payable to us; and

(4) Be accurate; and

(5) Be completed by the highest ranking executive officer or a designee. If someone other than the licensee or an employee prepares the report, the preparer must include his or her name and business telephone number on the report; and

(6) Be submitted for any period of time the license was valid, even if there was no gambling activity or the gambling license was not renewed.

NEW SECTION

WAC 230-05-126 Online filing and payments required with waivers available upon request for good cause. (1) All licensees must submit the following online:

- (a) Renewal application and base license fees; and
- (b) Quarterly license fees; and
- (c) Quarterly license reports.

(2) We may waive these requirements if a licensed organization can show good cause. The reasons for good cause include:

- (a) You do not have access to the internet using your own computer or similar equipment; or
- (b) You do not have a bank account; or
- (c) Your bank is unable to send electronic fund transactions; or
- (d) Some other circumstance or condition exists that, in our judgment, prevents you from submitting online.

(3) We may waive these requirements if a licensed individual can show good cause. The reasons for good cause include:

- (a) You do not have access to the internet using your own computer or similar equipment; or
- (b) You do not have a bank account or credit card; or

- (c) Your bank is unable to send electronic fund transactions; or
- (d) Some other circumstance or condition exists that, in our judgment, prevents you from submitting online.
- (4) You must request a waiver when applying for a new license or permit.
- (5) A waiver will cover all fees and reports required under subsection (1) of this section.

NEW SECTION

WAC 230-05-128 Renew your license in a timely manner. (1) You must renew online, unless you have received a waiver as outlined in this chapter and allow enough time to:

(a) Print the license prior to midnight before the license expires; or

(b) Have us print the license and mail it to you so you receive it before your license expires.

(2) If you have a waiver and are not renewing your license online, you must ensure a properly completed renewal application and all applicable ~~base~~ license fees are received at our administrative office in Lacey at least fifteen days before the expiration date on the license.

(3) If you do not submit a properly completed renewal application and all fees and your license expires, you must immediately stop the gambling activity covered by your license.

(4) If your license expires, you must submit an application and you must not operate any gambling activity until a new license is issued.

[]

NEW SECTION

WAC 230-05-132 Late filing of quarterly license reports or late payment of quarterly license fees—Penalties. (1) Licensees who do not file their quarterly license reports and/or pay quarterly license fees within thirty days from the end of each quarter are in violation of this chapter.

(2) Licensees will be afforded one thirty-day late filing and payment period after their quarterly license reports and quarterly license fees are due. However, a twenty-five dollar fee will be charged for each day a licensee fails to file a quarterly license report or pay quarterly license fees during the thirty-day late filing and payment period.

(3) A licensee's failure to file quarterly license reports or pay quarterly license fees during the thirty-day late filing and payment period could result in administrative action against your licenses.

(4) Licensees will be responsible for paying any outstanding license fees including, but not limited to, late fees and any additional costs associated with the collection of these fees before a license suspension is lifted or a new licensing application is approved.

NEW SECTION

WAC 230-05-134 Amending quarterly license reports and changes to quarterly license fees paid. (1) You must amend any previously submitted quarterly license reports immediately upon discovering a discrepancy in reporting your gross gambling receipts or quarterly license fees paid.

(2) Any additional quarterly license fees due as a result of an amended quarterly license report will be due immediately upon filing your amended quarterly license report. You may face administrative action against your license for failing to accurately report. If you overpaid your quarterly license fees, you may receive a refund after we deduct our processing costs.

(3) You must submit amended quarterly license reports and any related payments to us online unless you have a waiver.

NEW SECTION

WAC 230-05-136 Prorating or refunding fees. (1) We may prorate organization license fees when we adjust expiration dates to schedule our workload.

(2) We may adjust expiration dates to end on the same day for organizations licensed for more than one activity. Whenever we adjust license expiration dates under this provision, we may prorate the required fees.

(3) We will not prorate or refund fees when:

- (a) You discontinue your gambling activities; or
- (b) You voluntarily surrender your license or permit; or
- (c) We suspend or revoke your license.

(4) We keep a portion of your application or license fees for processing costs when:

- (a) We deny or administratively close your application; or
- (b) You withdraw your application; or
- (c) You overpaid us; or
- (d) We received duplicate license fees.

NEW SECTION

WAC 230-05-138 Returned payments. (1) If your bank returns your payment to us for any reason, you must:

(a) Pay us in full, by certified check, money order, or cash, within five days of notification; and

(b) Reimburse our processing costs which would include, but not be limited to, time spent notifying you and seeking payment.

(2) If you fail to pay within five days of notification:

- (a) We will administratively close your application; or
- (b) Your license expires and all gambling activity must stop.

(3) If we administratively close your application or your license expires, you must give us a new application with fees paid by certi-

fied check, money order, or cash in order to be considered for a license.

NEW SECTION

WAC 230-05-140 Outstanding fees. (1) You must pay all outstanding fees assessed and owed if you:

- (a) Stop operating the gambling activity; or
- (b) Close your business; or
- (c) Surrender your license; or
- (d) Do not renew your license; or
- (e) Your license is revoked.

(2) If you do not pay, we may take action against other licenses you hold or refer the debt to collections, or both.

(3) Licensees will be responsible for paying any outstanding license fees, including late fees, and any additional licensing or processing costs associated with the collection of these fees before a licensing suspension is lifted or any new licensing application is approved.

NEW SECTION

WAC 230-05-142 Fees for review of gambling equipment, supplies, services, or games. (1) You must submit gambling equipment, supplies, services, or games for our review.

(2) You must pay the application deposit before we perform the review.

(3) You must also reimburse us for any additional costs of the review.

NEW SECTION

WAC 230-05-160 Charitable or nonprofit organization fees. Bona fide charitable and nonprofit organizations must pay the following fees:

(1) Annual licenses:

License Type	Base License Fee	Gross Gambling Receipts Rate	Maximum Annual License Fee
Amusement games	\$65 plus \$65 per approved location	0.730%	\$1,000
Bingo	\$65	0.460%	\$11,000
Card games - House-banked	\$10,000	1.462%	\$40,000
Card games - Nonhouse-banked	\$65	0.430%	\$1,000
Combination	\$125	-	-

License Type	Base License Fee	Gross Gambling Receipts Rate	Maximum Annual License Fee
Fund-raising equipment distributor	\$270	1.430%	\$700
Punch board/pull-tabs	\$650	1.430%	\$10,000
Raffles	\$65	3.380%	\$2,000
Enhanced raffles	\$5,000	0.430%	\$32,000

(2) Event licenses or permits:

License Type	Base License Fee	Gross Gambling Receipts Rate	Maximum Annual License Fee
Fund-raising event	\$180	3.130%	\$1,000
Recreational gaming activity	\$65	-	-
Special property bingo/change of bingo premises	\$30	-	-

(3) Change fees:

Change of:	Fee
Name	\$100
Location	\$100
Fund-raising event location, date, or time	\$50

(4) Other fees:

Transaction	Fee
Add a new amusement game location	\$65
Duplicate license	\$50
Review, inspection, and/or evaluation of gambling equipment, supplies, services, games, or schemes	Deposit and cost reimbursement

NEW SECTION

WAC 230-05-165 Commercial stimulant organization fees. All commercial stimulant organizations must pay the following fees:

(1) Annual licenses:

License Type	Base License Fee	Gross Gambling Receipts Rate	Maximum Annual License Fee
Card games - Nonhouse-banked	\$65	1.462%	\$20,000
Card games - House-banked	\$10,000	1.462%	\$40,000
Punch boards/pull-tabs	\$700	1.430%	\$13,000

(2) Change fees:

Change of:	Fee
Name	\$100
Location	\$100

Change of:	Fee
Business classification (same owners)	\$100
Corporate stock/limited liability company shares/units	\$100
License transfers	\$100

(3) Other fees:

Transaction	Fee
Duplicate License	\$50

NEW SECTION

WAC 230-05-170 Fees for other businesses. All other business organizations must pay the following fees:

(1) Annual licenses or permits:

License Type	Base License Fee	Gross Gambling Receipts Rate	Maximum Annual License Fee
Agricultural fair bingo (annual permit)	\$200	-	-
Call centers for enhanced raffles	\$4,800	-	-
Commercial amusement games	\$500 plus \$65 per approved location	1.130%	\$11,000
Distributor	\$700	1.430%	\$7,000
Fund-raising event distributor	\$280	1.430%	\$1,000
Manufacturer	\$1,500	1.430%	\$25,000
Manufacturer's special sales permit	\$250	-	-
Punch board/pull-tab service business permit	\$250	-	-
Gambling service supplier	\$300	1.430%	\$7,000

(2) Events or permits:

License or Permit Type	Base License Fee	Gross Gambling Receipts Rate	Maximum Annual License Fee
Recreational gaming activity	\$65	-	-
Special property bingo	\$30	-	-

(3) Change fees:

Change of:	Fee
Name	\$100
Location	\$100
Business classification (same owners)	\$100
Corporate stock/limited liability company shares/units	\$100

Change of:	Fee
License transfers	\$100

(4) Other fees:

Transaction	Fee
Add a new amusement game location	\$65
Defective punch board/ pull-tab cost recovery fees	Up to \$100
Duplicate license	\$50
Pre- and post-licensing investigations	Cost reimbursement
Review, inspection, and/or evaluation of gambling equipment, supplies, services, games, schemes, or group 12 amusement games	Deposit and cost reimbursement

Chapter 230-03 WAC

PERMITTING AND LICENSING RULES

Last Update: 9/8/16

WAC

ACTIVITIES REQUIRING A PERMIT AND RULES FOR THOSE ACTIVITIES

- 230-03-005 Permits for recreational gaming activities.
- 230-03-010 Fund-raising equipment distributors must report recreational gaming activities.
- 230-03-015 Permits to conduct bingo at agricultural fairs.
- 230-03-018 One annual change of bingo premises allowed.
- 230-03-020 Punchboard and pull-tab service business permit.
- 230-03-025 Applying for a manufacturer's special sales permit.

APPLYING FOR A LICENSE

- 230-03-030 Other licenses, certificates, inspections, or permits needed to be considered for a gambling license.
- 230-03-035 Applying for a license.
- 230-03-040 Signing the application.
- 230-03-045 Defining substantial interest holder.
- 230-03-050 Additional information required from applicants for licensing.
- 230-03-052 Registered agent to be appointed by out-of-state applicants and licensees.
- 230-03-055 Reporting changes to application.
- 230-03-060 Fingerprinting.

230-03-061 Fingerprinting persons holding an interest in the building of house-banked card room li-
censees or charitable or nonprofit licensees in regulatory groups III, IV, or V.

230-03-065 Spouses must also be qualified.

230-03-070 Training required for licensing.

230-03-075 Withdrawing your application.

LICENSE APPROVAL

230-03-080 License approval process.

LICENSE DENIAL, SUSPENSION, OR REVOCATION

230-03-085 Denying, suspending, or revoking an application, license or permit.

~~ADDITIONAL LICENSING~~ REQUIREMENTS FOR CHARITABLE AND NONPROFIT APPLICANTS

230-03-090 Defining "agricultural."

230-03-095 Defining "athletic."

230-03-100 Defining "charitable."

230-03-105 Defining "civic."

230-03-110 Defining "educational."

230-03-115 Defining "fraternal."

230-03-120 Defining "patriotic."

230-03-125 Defining "political."

230-03-130 Defining "religious."

230-03-135 Defining "social."

230-03-140 Full and regular membership requirements.

- 230-03-145 Additional requirements for charitable and nonprofit licensing.
- 230-03-150 Additional requirements for branches or chapters of eligible parent organizations.
- 230-03-152 Additional requirements for enhanced raffles.
- 230-03-155 Submitting a proposed plan of operations for charitable and nonprofit organizations.
- 230-03-160 Licensed charitable or nonprofit organizations prohibited from managing or operating commercial gambling activities.
- 230-03-161 Applying for a combination license.
- 230-03-162 Applying for a fund-raising event license.

~~ADDITIONAL REQUIREMENTS FOR COMMERCIAL LICENSING AMUSEMENT GAME LICENSE APPLICANTS~~

- 230-03-163 Applying for a charitable or nonprofit amusement game license.
- 230-03-164 Applying for a commercial amusement game license.
- 230-03-165 Information required with license application for commercial amusement games.

~~ADDITIONAL REQUIREMENTS FOR COMMERCIAL STIMULANT APPLICANTS~~

- 230-03-170 Defining "business premises."
- 230-03-175 Requirements for commercial stimulant businesses.

~~ADDITIONAL LICENSING REQUIREMENTS-CARD ROOM LICENSE APPLICANTS~~

- 230-03-177 Applying to operate nonhouse-banked card games - charitable or nonprofit organizations.
- 230-03-178 Applying to operate nonhouse-banked card games and/or a Class F endorsement - commercial organizations.
- 230-03-179 Applying to operate a house-banked card game.
- 230-03-180 Additional information required for a house-banked card room application.

~~ADDITIONAL REQUIREMENTS FOR MANUFACTURER, DISTRIBUTOR, AND GAMBLING SERVICE SUPPLIER LICENSE APPLICANTS~~

~~REQUIREMENTS FOR LICENSING MANUFACTURERS AND DISTRIBUTORS APPLICANTS~~

- 230-03-185 Applying for a manufacturer license.
- 230-03-190 Applying for a distributor license.
- 230-03-192 Applying for a fund-raising equipment distributor license.
- 230-03-195 Additional information required from manufacturer and distributor license applicants.
- 230-03-200 Defining "gambling equipment."

~~REQUIREMENTS FOR LICENSING GAMBLING SERVICE SUPPLIERS APPLICANTS~~

- 230-03-210 Applying for a gambling service supplier license.
- 230-03-211 Defining "lending agent," "loan servicer," or "placement agent."
- 230-03-212 Defining "regulated lending institution."
- 230-03-215 Gambling service suppliers prohibited from assuming ultimate responsibility.
- 230-03-220 Marketing level restrictions for punchboard or pull-tab manufacturers, distributors, or operators.
- 230-03-225 Marketing level restrictions for punchboard or pull-tab gambling service suppliers.

~~REQUIREMENTS FOR LICENSING LINKED BINGO PRIZE PROVIDERS APPLICANTS~~

- 230-03-230 Applying for linked bingo prize provider license.

~~REQUIREMENTS FOR LICENSING CALL CENTERS APPLICANTS~~

- 230-03-232 Applying for an enhanced raffle call center license.

~~REQUIREMENTS FOR INDIVIDUAL LICENSES~~

~~LICENSING CHARITABLE OR NONPROFIT GAMBLING MANAGERS~~

230-03-235 Applying for charitable or nonprofit gambling manager license.
230-03-240 Working before receiving a charitable or nonprofit gambling manager license.
230-03-245 Licensing period for charitable or nonprofit gambling manager.

~~LICENSING~~-COMMERCIAL GAMBLING MANAGERS

230-03-250 Applying for a commercial gambling manager license.
230-03-255 Working before receiving a commercial gambling manager license.
230-03-260 Licensing period for commercial gambling manager.

~~LICENSING~~-CARD ROOM EMPLOYEES

230-03-265 Applying for a card room employee license.
230-03-270 Working as a card room employee before receiving a license.
230-03-275 Licensing period for card room employee.
230-03-280 Substantial interest holders not required to be licensed as card room employees.
230-03-285 Class III gaming employee working as card room employee.

~~LICENSING~~-~~REPRESENTATIVE~~~~REPRESENTATIVE~~-~~LICENSING~~

230-03-300 Applying for a manufacturer's representative license.
230-03-305 Applying for a distributor's representative license.
230-03-310 Applying for a gambling service supplier's representative license.
230-03-315 Applying for a linked bingo prize provider representative license.
230-03-317 Applying for an enhanced raffle call center representative license.
230-03-320 Substantial interest holders not required to be licensed as representatives.
230-03-325 Office, clerical, or warehouse workers not required to be licensed as representatives.

- 230-03-330 Representing one or more licensed businesses.
- 230-03-335 Representatives must not work before receiving a license.
- 230-03-340 Gambling service supplier representative must report conflicts of interest.

DISPOSITION OF SECTIONS FORMERLY CODIFIED IN THIS CHAPTER

- 230-03-001 "We," "our," and "us" mean the commission and staff. [Statutory Authority: RCW 9.46.070. WSR 06-07-157 (Order 457), § 230-03-001, filed 3/22/06, effective 1/1/08.] Repealed by WSR 07-21-116 (Order 617), filed 10/22/07, effective 1/1/08. Statutory Authority: RCW 9.46.070.
- 230-03-051 Incorporated cities and towns exempt from some information requirements for application. [Statutory Authority: RCW 9.46.070. WSR 06-07-157 (Order 457), § 230-03-051, filed 3/22/06, effective 1/1/08.] Repealed by WSR 07-21-116 (Order 617), filed 10/22/07, effective 1/1/08. Statutory Authority: RCW 9.46.070.
- 230-03-290 Card room employees working for additional employer or changing employer. [Statutory Authority: RCW 9.46.070. WSR 06-07-157 (Order 457), § 230-03-290, filed 3/22/06, effective 1/1/08.] Repealed by WSR 08-21-087 (Order 633), filed 10/14/08, effective 1/1/09. Statutory Authority: RCW 9.46.070.

AMENDATORY SECTION (Amending WSR 06-07-157, filed 3/22/06, effective 1/1/08)

WAC 230-03-015 Permits to conduct bingo at agricultural fairs.

(1) You must apply to us if you wish to operate bingo games at agricultural fairs licensed to conduct bingo. You may apply for either:

(a) An annual permit to conduct bingo games at different agricultural fairs; or

(b) A special property bingo permit to conduct bingo games at a single agricultural fair.

(2) Each agricultural fair is fully responsible for the operation of bingo conducted under its license.

(3) A commercial or charitable or nonprofit organization may apply for a special property bingo permit.

WAC 230-03-035 Applying for a license. (See page 2 with track changes)

AMENDATORY SECTION (Amending WSR 13-19-056, filed 9/16/13, effective 10/17/13)

WAC 230-03-060 Fingerprinting. (1) The following persons must submit fingerprints and undergo a national criminal history background check:

(a) Substantial interest holders of commercial businesses and charitable or nonprofit organizations who live or have lived out of the state in the last ten years; and

(b) Card room employees, commercial and nonprofit gambling managers, and manufacturer, distributor, service supplier, call centers for enhanced raffles, and linked bingo prize provider representatives; and

(c) Any other substantial interest holder when we have information they may not be qualified for licensure or to participate in a gambling activity(~~(+and)~~).

(2) (~~Applicants or licensees for the following activities~~) Recreational gaming activity and agricultural fair permit holders do not need to submit fingerprints(~~(+Recreational gaming activities, agricultural fair permits, and Class A commercial amusement games)~~).

AMENDATORY SECTION (Amending WSR 06-07-157, filed 3/22/06, effective 1/1/08)

WAC 230-03-035 Applying for a license. (1) You must fully complete the license application form we provide in order to be considered for a license. You must return it, along with the appropriate fees, to our headquarters office.

(2) If your application is incomplete, you must provide us with the required items within thirty days of notification or we may administratively close the application.

(3) Applicants for a new organization license or permit will submit the base license fee for each authorized activity they are applying for with their application.

(4) Applicants for a new individual license will submit the ~~annual license new application~~ fee they are applying for with their application.

[Statutory Authority: RCW 9.46.070. WSR 06-07-157 (Order 457), § 230-03-035, filed 3/22/06, effective 1/1/08.]

NEW SECTION

WAC 230-03-161 Applying for a combination license. (1) Charitable or nonprofit organizations may apply for a combination license to operate one or more of the following gambling activities:

(a) Authorized nonhouse-banked card games without collection of a fee to play; and

(b) Raffles with gross gambling receipts up to two thousand dollars during the license year; and

(c) Bingo with gross gambling receipts up to twenty-five thousand dollars during the license year; and

(d) Amusement games, owned and operated by the organization, with gross gambling receipts up to seven thousand five hundred dollars during the license year.

(2) You must apply for a separate license if any of the gambling activities in subsection (1)(b) through (d) of this section you operate will exceed the gross gambling receipt limits specified during your license year.

NEW SECTION

WAC 230-03-162 Applying for a fund-raising event license. (1) Charitable or nonprofit organizations may offer fund-raising events as authorized by RCW 9.46.0233.

(2) Your organization must apply for a fund-raising event license to operate gambling activities for:

(a) One event not to exceed twenty-four consecutive hours; or

(b) One event not to exceed seventy-two consecutive hours; or

(c) Participation in joint fund-raising events; or

(d) One limited fund-raising event not to exceed six consecutive hours.

NEW SECTION

WAC 230-03-163 Applying for a charitable or nonprofit amusement game license. You must apply for a charitable or nonprofit amusement game license if your organization owns, leases or rents approved amusement games and:

(1) Operates the approved amusement games in your licensed location; or

(2) Rents or leases approved amusement games for operation in approved locations.

NEW SECTION

WAC 230-03-164 Applying for a commercial amusement game license.

~~(1)~~ You must apply for a commercial amusement game license if your business:

(a1) Owns and operates approved amusement games in your licensed location; or

(b2) Rents or leases approved amusement games for operation in approved locations.

~~(2) Your business can operate approved amusement games in multiple approved locations under the same license as long as the locations are owned by the same business.~~

[]

NEW SECTION

WAC 230-03-177 Applying to operate nonhouse-banked card games—Charitable or nonprofit organizations. (1) You must apply for a nonhouse-banked card game license if you are a charitable or nonprofit organization that wants to:

- (a) Offer for play authorized nonhouse-banked card games, whether a fee to play is charged or not; and/or
 - (b) Conduct approved tournaments.
- (2) You may not operate more than fifteen card tables.

NEW SECTION

WAC 230-03-178 Applying to operate nonhouse-banked card games and/or a Class F endorsement—Commercial organizations. (1) You must apply for a nonhouse-banked card game license if you are a commercial stimulant business that wants to:

- (a) Offer for play authorized nonhouse-banked card games, whether a fee to play is charged or not; and/or
 - (b) Conduct approved tournaments.
- (2) You must apply for a Class F endorsement to use:
- (a) Authorized alternative fee collections; and/or
 - (b) Player-supported jackpots.
- (3) You may not operate more than fifteen card tables.

NEW SECTION

WAC 230-03-179 Applying to operate house-banked card games. (1) You must apply for a house-banked card game license if you want to offer for play authorized house-banked card games.

- (2) With this license, you may also:
- (a) Offer for play nonhouse-banked card games; and/or
 - (b) Conduct approved tournaments; and/or
 - (c) Offer player-supported jackpots; and/or
 - (d) Use alternative fee collection.
- (3) You may not operate more than fifteen card tables.

NEW SECTION

WAC 230-03-192 Applying for a fund-raising equipment distributor license. (1) You must apply for a fund-raising equipment distributor license if you are a commercial or charitable or nonprofit organization and want to:

(a) Rent or lease gambling equipment to:

(i) Fund-raising event license holder; or

(ii) A qualified organization, business or association for recreational gaming activities; or

(b) Organize and conduct recreational gaming activities.

(2) Fund-raising equipment distributors cannot make their own gambling equipment.

AMENDATORY SECTION (Amending WSR 16-19-015, filed 9/8/16, effective 10/9/16)

WAC 230-03-185 Applying for a manufacturer license. (1) You must apply for a manufacturer license if you:

(a) Make or assemble a completed piece or pieces of gambling equipment for use in authorized gambling activities; or

(b) Convert, modify, combine, add to, or remove parts or components of any gambling equipment for use in authorized gambling activities; or

(c) Manufacture group 12 amusement games approved or modified after May 1, 2016. Manufacturers of group 12 amusement games that were approved before the effective date of this rule must apply by May 1, 2016, and be licensed by December 31, 2016. Manufacturers of group 12 amusement games can sell or lease group 12 amusement games to a licensed distributor or (~~a Class B or above~~) an amusement game licensee.

(2) You must demonstrate your ability to comply with all manufacturing, quality control, and operations restrictions imposed on authorized gambling equipment that you want to manufacture or market for use in Washington state.

(3) The licensing process may include an on-site review of your manufacturing equipment and process for each separate type of authorized gambling equipment to ensure compliance capability.

AMENDATORY SECTION (Amending WSR 16-19-015, filed 9/8/16, effective 10/9/16)

WAC 230-03-190 Applying for a distributor license. You must apply for a distributor license if you:

(1) Buy or otherwise obtain a finished piece of gambling equipment for use in authorized gambling activities from another person and sell or provide that gambling equipment to a third person for resale, display, or use; or

(2) Are a manufacturer who sells or provides gambling equipment you do not make to any other person for resale, display, or use; or

(3) Service and repair authorized gambling equipment. However, distributors must not add, modify, or alter the gambling equipment; or

(4) Modify gambling equipment using materials provided by manufacturers to upgrade equipment to current technology.

(5) Buy or lease a group 12 amusement game from another licensee and sell or lease the group 12 amusement game to (~~a Class B and above~~) an amusement game licensee.

AMENDATORY SECTION (Amending WSR 06-07-157, filed 3/22/06, effective 1/1/08)

WAC 230-03-235 Applying for charitable or nonprofit gambling manager license. You must apply for a charitable or nonprofit gam-

bling manager license if you are an employee or member of a charitable or nonprofit organization who:

(1) Will have control to a material degree over a (~~Class D and above~~) bingo (~~license~~) or punchboard and pull-tab licensee with gross gambling receipts over one hundred fifty thousand dollars in their previous licensing year; or

(2) (~~Will have control to a material degree over a Class C and above punch boards and pull tabs license; or~~

~~(3))~~ Will be the supervisor of gambling managers who manage (~~a Class D and above bingo license or Class C and above~~): A bingo or punch board(~~s~~) and pull-tab(~~s license~~) licensee with gross gambling receipts over one hundred fifty thousand dollars in their previous license year; or

(~~(4))~~ (3) Will be assigned the highest level of authority by the officers or governing board of directors to manage the day-to-day affairs of the organization and is responsible for safeguarding assets purchased with gambling funds and/or managing the disbursement of gambling funds when the organization:

(a) Is licensed to receive more than three hundred thousand dollars in gross gambling receipts; or

(b) Has established a trust and/or endowment fund to which gambling receipts in excess of one hundred thousand dollars have been contributed; or

(~~(5))~~ (4) Will be the supervisor of the operation of progressive jackpot pull-tab games.

AMENDATORY SECTION (Amending WSR 06-07-157, filed 3/22/06, effective 1/1/08)

WAC 230-03-265 Applying for a card room employee license. You must apply for a card room employee license:

(1) If you will be involved in the operation of a(~~+~~

~~(1) Class E card room; or~~

~~(2) Class F card room; or~~

~~(3) House-banked card room; and~~

~~(4))~~ nonhouse-banked card room, Class F endorsed nonhouse-banked card room, or house-banked card room; and

(2) You perform any of the following functions:

(a) Collecting fees; or

(b) Dealing; or

(c) Supervising any card game or other card room employee, such as acting as a pit boss, floor person, or section supervisor; or

(d) Selling or redeeming chips; or

(e) Performing cashier or cage duties such as counting and handling chips or cash, completing credit slips, fill slips, or inventory slips, or accounting for other card room receipts in the cage; or

(f) Observing dealers and card games to detect cheating or control functions; or

(g) Controlling card room funds including keys to secure locations; or

(h) Taking part in the operation of a card game.

(3) A Class B card room employee license is required to work at a house-banked card room and Class F endorsed nonhouse-banked card room.

(4) A Class A card room employee license is required to work at a nonhouse-banked card room.

AMENDATORY SECTION (Amending WSR 06-07-157, filed 3/22/06, effective 1/1/08)

WAC 230-03-285 Class III gaming employee working as card room employee. A certified Class III gaming employee must submit an (~~add/transfer~~) application and pay a fee before beginning work for a public card room.

AMENDATORY SECTION (Amending WSR 09-24-012, filed 11/20/09, effective 12/21/09)

WAC 230-03-330 Representing one or more licensed businesses.

(1) If you are a licensed distributor representative, gambling service supplier representative, or a linked bingo prize provider representative or applying for one of these representative licenses, you must represent only one licensed distributor, gambling service supplier, or linked bingo prize provider at a time.

(2) If you are a licensed manufacturer representative, you may represent more than one licensed manufacturer.

(3) If the owner you represent owns more than one licensed business, you may represent the owner in all those licensed businesses, including licensed manufacturers(~~(, without applying for another representative license)~~).

(4) You must submit an application and pay a fee before beginning work at a new or additional employer.

STAKEHOLDER FEEDBACK

From: [Trujillo, Dave \(GMB\)](#)
To: [Michael Hurley](#)
Cc: [FeeWorkGroup \(GMB\)](#); [Rancour, Michelle \(GMB\)](#)
Subject: 12/28/2017 Meeting Follow-up
Date: Friday, December 29, 2017 4:32:51 PM
Attachments: [image002.png](#)
[image006.png](#)

Greetings Mr. Hurley, thanks for taking time to meet with me a second time.

The purpose of this email is to recap our discussion yesterday evening.

- 1) Reminder – your organization is not subject to the same rules that apply to an enhanced raffle. That is a specific activity only allowed for a select few organizations. The good news is you are not subject to the same base fee.
- 2) If I recall correctly, your organization is usually a class A raffle licensee but recently upgraded to a class B. The cost for a class A is \$61 and the cost for a class B is \$196. Class A = up to \$5,000. Class B = up to \$10,000. Higher classes cost more. You also usually conduct two to three raffles annually.
 - a. You are correct, in that under the new fee structure, if you have an activity level of \$10,000 your fee will increase \$140 from \$196 to \$336.
 - b. This will necessitate a thoughtful discussion by your leadership team:
 - i. Do you shoot for \$10,000 and accept the increase of \$140?
 - ii. Do you reduce the raffle receipts thereby reducing the amount of increase?
 - iii. Do you increase the number of raffles conducted thereby increasing raffle receipts?
 - iv. You will want to have a no nonsense discussion with your board of directors about:
 1. The ability to earn more without worrying about the cost/benefit analysis of jumping into the next class.
 2. The good news is that there is now no penalty for failing to upgrade in advance of the increase.
 3. Other good news is that once the base is paid, you don't pay again until after you earn raffle receipts.
 4. You could increase proceeds but with such an increase comes more work. For example, if you conducted 12 raffles in a year:
 - a. At 250 tickets for \$10 each. This equals \$2,500 a month or \$7,500 a quarter for a total of \$30,000 raffle receipts in one year.
 - b. You would pay \$65 base fee plus \$188, \$253, \$253, \$253 for each quarter for a total license fee of \$1,012.
 - c. If the average cost of each raffle prize was \$1,000, that would mean total expense for prizes would be \$12,000.
 - d. You would receive \$30,000 revenue less \$12,000 (prizes) less \$1,012 (license fee) for raffle receipts of \$16,988.
 5. The example is just one of many you could come up with.

6. Do you have capacity to conduct more raffles? If so, what is realistic?
- 3) I will be happy to come speak to your board and answer questions.
- 4) Once you determine your increase in capacity, if any, I can be a resource to you to help determine what makes sense for your organization.

If you wish to have my Commissioners hear your public comment, please come to our next public meeting. Our January Commission meeting will begin at 12:30 on January 11, 2018. The location is the Hampton Inn and Suites, 4301 Martin Way E., Olympia, WA 98516.

Very Respectfully,
Dave

David E. Trujillo,

Director

Washington State Gambling Commission

360-486-3512



Subject: RE: Fee schedule

Greetings Mr. Hurley,

Thank you for your input. Your email was forwarded to me yesterday afternoon. I'd be very interested in discussing more in-depth. Would you be open to meeting with me sometime next week?

Very Respectfully,
Dave

David E. Trajillo, CPA, CQMA

Director / Chief of Enforcement

Washington State Gambling Commission

360-486-3512



From: Micheal T Hurley

Sent: Thursday, October 5, 2017 1:58 PM

To: FeeWorkGroup (GMB) <feeworkgroup@wsgc.wa.gov>

Cc: Dick Tracy

Subject: Fee schedule

It appears that you are putting raffle fees out of reach for nonprofit charitable organizations.

Micheal Hurley

Raffle license holder for the Law Enforcement Association of Southwest Washington.

From: [Griffin, Tina \(GMB\)](#)
To: [Rancour, Michelle \(GMB\)](#)
Subject: FW: fee schedual
Date: Thursday, November 02, 2017 4:25:09 PM

Please save this with the other feedback from stakeholders.

From: David Thompson [mailto:]
Sent: Thursday, November 2, 2017 3:12 PM
To: Griffin, Tina (GMB) <tina.griffin@wsgc.wa.gov>
Subject: fee schedual

WSGC, Commissioners,

The new fee schedule represents a 48% increase for a \$700,000 limit pulltab license. In 28 years of operating a Bar and Grill the WSGC has not provided for any kind of mechanism to pass through ever increasing costs. Minimum wage has gone from \$4.25/hr to \$13.00/hr and game cost has gone from \$10.00 per bag to \$36.00 per bag, Not to mention all of the other costs associated with the day to day operation that go up every year. Without some kind of a method to transfer these costs to the consumer the gross margin in gambling has become so thin that it is a real option to discontinue the sale of pulltabs and lay off the corresponding labor and not spend the license fees. Without a cost pass through option the new fees are completely unfair,

Thanks, David Thompson, Pres. Dave's Bar and Grill
Pres.. Modern Electric and Water

Company

Director, Spokane Valley Chamber

of Commerce

From: Trujillo, Dave (GMB)
Sent: Tuesday, October 10, 2017 10:40 AM
To: "
Cc: FeeWorkGroup (GMB) <feeworkgroup@wsgc.wa.gov>
Subject: RE: New Fees

Greetings Mr. Thompson,

It is nice to hear from you again. I have received your email below yesterday afternoon. Look to hear back from me by Thursday. I am on the road all day today.

Very Respectfully,

Dave

David E. Trujillo

Director

Washington State Gambling Commission

360-486-3512



From: Cory Thompson [<mailto:>]
Sent: Thursday, October 5, 2017 11:38 PM
To: FeeWorkGroup (GMB) <feeworkgroup@wsgc.wa.gov>
Subject: New Fees

Mr. Trujillo,

Thank you for the update and the opportunity to weigh-in. I believe having the WSGC charge a percentage of gross revenues, in essence, puts the WSGC in business with the gambling community that it is overseeing.

More importantly, it is improper, in my opinion, to raise the fees for the non-profit organizations to a minimum of \$180 and a maximum of \$1,000 when they are only allowed to raise a maximum of \$10,000. If the revenue is necessary, it needs to come from another source and stay out of the pockets of the non-profit community.

Sincerely,

Cory Thompson

Licensed Card Room Employee

Licensed FRE Distributor

Licensed Service Supplier

Trujillo, Dave (GMB)

From: Trujillo, Dave (GMB)
Sent: Friday, October 27, 2017 9:48 AM
To: 'tri-focus@comcast.net'
Subject: revised license fee structure

Greetings Mr. Antoncich,

Thank you for your feedback and thank you for being a long time licensee.

Please accept this response as confirmation that we have received your email (below). I've taken the liberty of highlighting what I believe to be your key point(s). With your permission, If you concur with what I have highlighted, I'd like to include your email with highlighting in the packet that Commissioners will review in November and January. We do not have a Commission meeting in December.

Also, I know the Commissioners would like to hear from you personally if you have the ability to come to the November or January Commission meeting, both in Olympia.

Very Respectfully,
Dave

David E. Trujillo

Director
Washington State Gambling Commission
360-486-3512



From: Tri-Focus Antoncich [XXXXXXXXXXXXXXXXXXXX]
Sent: Wednesday, October 11, 2017 7:43 PM
To: FeeWorkGroup (GMB) <feeworkgroup@wsgc.wa.gov>
Subject: revised license fee structure

To Whom This May Concern,

My name is Walter Antoncich. I am a licensed pull tab distributor and have been continuously licensed since 1988.

I am concerned as to what impact this revised license fee structure will have on my business. I see it as regressive in so much as giving a significant break to larger distributors. Currently I would fall in at about 250000 dollars gross sales causing me to have a license fee of \$3575 or .0143% of sales. A distributor capping out at 1,000,000 gross would reach the maximum license fee of 7,000 dollars only a .007% of sales. This means their license costs them only half of what mine

would if percentage of sales would be applied equitably. At .0143 their license should cost 14,300. Why should a company get a tax break (which essentially this is) just because they are large. Additionally why would the WSGC leave this amount of money on the table when larger organizations require more monitoring than smaller ones. I encourage you to re-visit this anomaly and please do what is fair and level the playing field. I have no problem, whatsoever, with the general premises involved with the new structures

However, a little adjustment in the name of fairness and consistency is never a bad thing.

Sincerely

Walt Antoncich

Owner

Tri-Focus Enterprises

From: [Trujillo, Dave \(GMB\)](#)
To: [Rancour, Michelle \(GMB\)](#); [Anderson, Julie \(GMB\)](#)
Cc: [FeeWorkGroup \(GMB\)](#)
Subject: Reference Two Emails from Ms. Aleena Schneider
Date: Friday, October 27, 2017 1:33:10 PM

From: Aleena Schneider [mailto:]
Sent: Friday, October 27, 2017 1:07 PM
To: Trujillo, Dave (GMB) <>
Subject: Re: Meeting

Dave,
Yes, this seems to capture my concerns about the new rate structure.
Thank you,

Aleena Schneider General
Manager
360-XXX-XXXX Ext. 106

Harlequin Productions
202 4th Avenue East, Olympia, WA 98501
www.harlequinproductions.org

On Thu, Oct 26, 2017 at 9:05 AM, Trujillo, Dave (GMB) <> wrote:

Greetings Aleena,

Please review the following to see if I have captured the spirit of our meeting. If so, I'll include this in the rules packet and make sure that we notify you of the time, date and location of our November Commission meeting.

It was nice to meet with you in person. I am sending you this email to confirm I understand your feedback.

- 1) When you initially received notice that the Gambling Commission was simplifying it's license fee structure, you were happy.
- 2) That happiness changed when you saw that the amount you would pay annually would increase from \$680 to \$1,700. You determined this by using the calculator added to our public website.

- 3) You sent two emails to the agency using the feedback email provided on our website. Both were sent on October 12, 2017.
- 4) You are concerned that by capping the amount a licensee will pay, the larger volume organizations will be paying less than the smaller organizations.
- 5) You are a small licensee and any increase in a license fee takes away from the services you offer.
- 6) We discussed the stakeholder workgroup that had been formed, their desire to be able to have a fee with a min and max when planning budgets, and that the proposal allows for licensees to pay after earning revenue and not have to pay in advance. We also briefly discussed the rules process and that final rules are still several months out.
- 7) You were still concerned that the min and max does not help with your budget planning, your fee more than doubles and it is not fair to your organization; as smaller licensee because you will pay more as a percentage of revenue than a larger licensee.
- 8) At the end of our meeting, I invited you to tell your story to the Commissioners in person at our next public Commission meeting in November where the rules will be up for discussion.

Very Respectfully,
Dave

Trujillo, Dave (GMB)

From: FeeWorkGroup (GMB)
Sent: Monday, October 16, 2017 8:37 AM
To: Trujillo, Dave (GMB)
Cc: FeeWorkGroup (GMB)
Subject: FW: New Fee Structure - Huge increase

Follow Up Flag: Follow up
Flag Status: Flagged

From: Aleena Schneider [mailto:
Sent: Thursday, October 12, 2017 5:47 PM
To: FeeWorkGroup (GMB) <feeworkgroup@wsgc.wa.gov>
Subject: Re: New Fee Structure - Huge increase

Additional comment: Capping the fee at \$2,000 serves to punish the small non-profits at the expense of the large non-profits. This proposal is all around not a fair assessment of fees.

Aleena Schneider
General Manager

Harlequin Productions
202 4th Avenue East, Olympia, WA 98501
www.harlequinproductions.org

On Thu, Oct 12, 2017 at 2:54 PM, Aleena Schneider < > wrote:

Your recent email has a link to an online calculator based on the proposed new fee structure. We are a non-profit raffle licensee. This proposed new fee structure will be a 150% increase for us! We've been paying about \$680 per year and the calculator indicates that the fee will increase to nearly \$1,700. That's an outrageous increase for a non-profit struggling to survive!

Is this really the intention of the new fee structure? Or is there possibly an error with the calculator?

Aleena Schneider
General Manager

Harlequin Productions
202 4th Avenue East, Olympia, WA 98501
www.harlequinproductions.org

From: [Victoria Carlson](#)
To: [FeeWorkGroup \(GMB\)](#)
Subject: RE: Commissioners vote to file first rules package for redesigned fee structure
Date: Thursday, October 05, 2017 4:06:34 PM
Attachments: [image001.png](#)
[image002.png](#)
[image004.png](#)
[image008.png](#)
[image010.png](#)
[image012.png](#)

Does this apply to us? we just install cameras.

From: FeeWorkGroup (GMB) [mailto:feeworkgroup@wsgc.wa.gov]
Sent: Thursday, October 05, 2017 1:23 PM
To: FeeWorkGroup (GMB) <feeworkgroup@wsgc.wa.gov>
Subject: Commissioners vote to file first rules package for redesigned fee structure



October 5, 2017

Dear Licensee,

Last month, we sent you an email announcing that we are making it easier and more convenient for you to apply for, and renew, your gambling licenses by creating a simpler and more flexible fee structure.

On Sept. 14, the commissioners voted unanimously to file the first rules package for the redesigned fee structure. This is the first of several steps in the rule-making process and includes a [proposed fee schedule](#).

The current fee structure originated in the 1970's when the first gambling activities were legalized in Washington State. The gambling industry has seen many changes since then, which has caused the fee schedule to become complex and cumbersome over the years. Today, the schedule includes 194 different fees and requires licensees to estimate gambling receipts for the upcoming year in order to determine which license to apply for. Estimating revenues often results in overpaid fees, which require refunds, or underpaid fees, which carry penalties.

To address the fee schedule, we formed a work group, comprised of representatives from across the industry. Over the past year, the group has met several times and provided input to staff, so

that a new fee structure could be designed.

The redesigned fee structure will:

- Reduce the number of fee categories.
- Eliminate the need for you to estimate future gambling receipts in order to determine license classes.
- Allow you to take in revenue before you pay fees.
- Provide you the ability to calculate and pay fees online using My Account.
- Allow you to make quarterly payments rather than annual or biennial payments.

The Commissioners will continue discussing rules for the redesigned fee structure at their upcoming meetings. Staff will be available to answer your questions immediately prior to start of each meeting.

We've created an [online calculator](#) that you can use to calculate your fees based on the proposed schedule. Our goal is to implement the new fee structure on July 1, 2018. *When* you would begin paying your fees under the new fee structure depends on when your license year ends. For example, if your license expires June 30, 2018, you'll start using the new system on July 1, 2018. If your license year doesn't end until Dec. 31, 2018, you would not start paying fees under the new system until Jan. 1, 2019.

Your continuing feedback is important to us. To submit your comments or questions, please send an email to feeworkgroup@wsgc.wa.gov or give us a call at 360-486-3588. To receive the most current updates, please visit our [website](#) and follow us on social media.

Sincerely,

Dave Trujillo

Executive Director

Washington State Gambling Commission



From: [Hunter, Amy \(GMB\)](#)
To: [FeeWorkGroup \(GMB\)](#)
Subject: FW: Fee Simplification Work Continues - Ready for rulemaking
Date: Thursday, September 28, 2017 11:53:29 AM
Attachments: [image002.png](#)
[image004.png](#)

From: Hunter, Amy (GMB)
Sent: Wednesday, September 13, 2017 8:37 PM
To: Scott Johnson
Subject: RE: Fee Simplification Work Continues - Ready for rulemaking

Thanks, Scott. I appreciate you getting back to me. I don't know if it helps with scheduling, but the Commissioners are meeting Friday morning also. If you wanted to come and address them, you would sure be welcome. I will pass along your comments.

Take care,
Amy

From: Scott Johnson
Sent: Wednesday, September 13, 2017 1:06 PM
To: Hunter, Amy (GMB) <amy.hunter@wsgc.wa.gov>
Subject: RE: Fee Simplification Work Continues - Ready for rulemaking

Thank you for the information, unfortunately I will not be able to attend the meeting.

Personally I would prefer the simple fee as opposed to a percentage of sales. If you want to make it easy and simple make it easy and simple.

I wish I could be there tomorrow, but there is my 2 cents.

Thank you
Scott

Scott Johnson
Spokane Pulltab & Bingo Supply
Spokane, Wa. 99202

From: Hunter, Amy (GMB) [<mailto:amy.hunter@wsgc.wa.gov>]
Sent: Wednesday, September 13, 2017 10:38 AM
To: Scott Johnson
Subject: Fee Simplification Work Continues - Ready for rulemaking

Hi, Scott:

I hope you are doing well. First, please accept my apologies for emailing you much later than I had planned. I met with you last year about a proposal the Gambling Commission was considering to restructure its fees. That proposal has changed quite a bit based on the feedback received while meeting with you and other stakeholders. We created a workgroup, which included all segments of the gambling industry (commercial, nonprofit, and tribal). Wendy Winsor, of WOW Distributing, represented the distributors. All workgroup members are listed [here](#). Based on the feedback, the workgroup recommended the fee proposal I shared with you be changed significantly.

Here are a few highlights of the now-revised proposal:

- License fees will be based on a percentage per gambling activity, rather than the very simplified approach we were working with before where there was one percentage for organizations and one percentage for vendors.
- There will be a maximum fee, as well as a minimum fee. Here are some examples by activity:

Commercial Activities:

Distributors: Exact fee is still being worked out, but minimum fee will likely be in the neighborhood of \$700 (it's \$699 now) and the maximum fee will likely be in the neighborhood of \$7,000. Right now, a Class F Distributor fee is \$4,498.

Punchboard/Pull-tabs: Minimum fee \$700/Max. fee \$13,000

Charitable/Nonprofit Activities:

Bingo: Minimum fee \$65/Max. fee \$11,000

Punchboard/Pull-tabs – Minimum fee \$650/Max. fee \$10,000

Aspects of the proposal that have not changed:

- Fees will be paid quarterly (compared to annually or semi-annually now).
- Licensees will be able to use My Account to calculate and pay their fees.

At *tomorrow's* September 14 Commission meeting in Spokane the Commissioners will be discussing the revised proposal and voting on whether to *begin* the rulemaking process to change the fee system. This discussion will likely occur about 2:00 p.m. Staff will be

available to answer any questions you might have earlier that day, around 12:45 p.m. If the fee system is changed, changes would likely go into effect in July 2018. Because this is the only meeting the Commissioners have planned in Eastern Washington over the next several months, I wanted to make sure you were aware of the meeting. Our website is also the best place to check for general updates.

If you would like to come to the meeting and share any comments with the Commissioners directly, the meeting will be held at:

Red Lion River Inn Hotel
700 N. Division Street
Spokane, WA 99202

If you have any questions, please let me know. My cell # is 360-XXX-XXXX.

Again, my apologies for this later than planned email.

Sincerely,

Amy

Amy B. Hunter
Deputy Director
Washington State Gambling Commission
(360) 486-3463



----- Original message -----

From: "Rancour, Michelle (GMB)" <michelle.rancour@wsgc.wa.gov>
Date: 9/13/17 9:33 AM (GMT-08:00)
To: "McSweeney, John (GMB)"
Cc: "Hunter, Amy (GMB)" <amy.hunter@wsgc.wa.gov>
Subject: RE: Feedback

Hi John,

Thank you so much for the positive feedback. I will definitely forward this on to our Commissioners and staff.

Have a wonderful day.

Sincerely,

Michelle Rancour
Assistant to Deputy Director
Washington State Gambling Commission
(360) 486-3447

-----Original Message-----

From: John McSweeney [J]
Sent: Friday, September 08, 2017 4:47 PM
To: FeeWorkGroup (GMB) <feeworkgroup@wsgc.wa.gov>
Subject: Feedback

You are awesome! This will be a great improvement. The work performed prior to the tribal lawsuit seemed like it was being honored by the commission. That was an uplifting feeling. The restructuring objectives are admirable.

I can't attend the Spokane meeting but I'll bug the small pulltabs rep.

Thanks again for your efforts.

John Mcsweeney
Gambling Manager
Past President, Shoreline Elks
Elks Care, Elks Share

Three Stakeholder Responses to Economic Impact Information



Bonanza Press, Inc.
19860 141st Place NE
Woodinville, WA 98072

info@bonanzapress.com
www.bonanzapress.com

Direct (425) 486-3399
Toll Free (800) 233-0008
Fax (425) 485-1047

October 31, 2017

Washington State Gambling Commission
feeworkgroup@wsgc.wa

Re: Proposed fee structure

Dear Washington State Gambling Commission:

I am writing to provide input and express my concern with the redesigned fee structure being proposed by the Washington State Gambling Commission.

As requested, I am providing the following information regarding our operations:

1. Name of business: Bonanza Press, Inc.
2. Number of employees: 68
3. What will the proposed rule cost our business: The proposed rules will increase our licensing fees from \$3,654 to \$25,000 (approximately **584%**). As a percentage of our Washington revenue the proposed license fee is approximately **1.25%**.
4. Will the proposed rules increase our costs? Unknown at this time.
5. Will the proposed rules cause us to gain or lose jobs? Potential loss of jobs due to increased license fees and competitive disadvantage in marketplace as noted below.

The WSGC proposed fee schedule sets a maximum fee for each classification of operator based on revenues. The revenue level is such that the largest revenue producers in a proposed fee category will pay substantially less fees when measured as a percent of their gross revenues than will the low revenue producers. This will put low revenue producers at a competitive disadvantage in the market.

It would seem to me that both the high revenue producers and the low revenue producers in the same classification are earning revenues from the same type of operation all of which are governed by the WSGC. By capping the maximum fee at the proposed level, low revenue producers are adversely impacted. A more equitable manner would be a set charge against all revenues produced from that type of operation thereby supporting the governmental organization that controls the revenue producer's operations.

Thank you for consideration.

John Wesley Fults
President

From: Wilson, Tyson (GMB)
Sent: Tuesday, October 10, 2017 12:43 PM
To: Griffin, Tina (GMB) <tina.griffin@wsgc.wa.gov>
Subject: New fees

Tina,

I received a call today from Wes Fults, owner of Bonanza Press. They are an "E" pull-tab manufacturer, currently paying \$3,654/yr. He had a few concerns relating to the new fee structure for manufacturers. He does not like the cap on manufacturer fees. He thinks everyone should pay the same percentage regardless of receipts.

Here is an outline of his issues:

Bonanza Press should make about \$2,000,000 in a year, per Wes. That would be make his new fee \$25,000/yr.

Arrow, his competitor, makes about \$8,000,000 a year, per Wes. They would also pay \$25,000/yr. per the new fee structure.

If you are below the threshold of \$25,000 at 1.430% you pay at 1.430% of your gross receipts.

Bonanza would pay at 1.25% based on \$2,000,000 in gross receipts.

Arrow would pay at 0.3125% based on \$8,000,000 in gross receipts.

He does not think it is fair that he is paying at a higher rate because his sales are less.

Just a heads up, he is concerned, guessing someone will hear from him. I gave him an email and phone number for license fee questions.

From: [FeeWorkGroup \(GMB\)](#)
To: [Considine, Brian \(GMB\)](#)
Cc: [FeeWorkGroup \(GMB\)](#)
Subject: FW: New Fee Feedback
Date: Thursday, October 12, 2017 3:37:48 PM

From: Aleena Schneider

Sent: Thursday, October 12, 2017 3:33 PM

To: FeeWorkGroup (GMB) <feeworkgroup@wsgc.wa.gov> **Subject:**
New Fee Feedback

1. What is the name of your charitable or nonprofit or commercial organization or business?

Harlequin Productions

2. Does your organization or business have 50 or fewer employees?

Yes, far fewer.

3. Will the proposed rules, including the new fee schedule, cost your business more than three-tenths of one percent of annual revenue or income, or one hundred dollars, whichever is greater, or one percent of annual payroll?

It appears that you are justifying your horrendous 150% increase in gambling fees by looking beyond your purview of gambling receipts to our other revenues. **THIS IS NOT OK!** This proposed increase will cost us an additional \$1,020 over our current rate of \$680 for a total of \$1,700 per year. That is a 150% increase. We struggle for every dollar of revenue we receive in order to keep afloat. It is not ok for the Gambling Commission to swoop in for a larger share. It seems that you are, in effect, trying to get a percentage of our other revenue and not just our gambling revenue. This is not ok. Your proposed fees should be based only on our gambling revenues; our other revenues should have nothing to do with this decision.

4. Will the proposed rules, excluding any proposed fee increase, require your organization or business to incur additional costs, including equipment, supplies, labor, professional services, and/or administrative costs? If so, please identify your additional costs and provide your estimated cost for each category listed.

Yes, 150% increase in gambling fees!

5. Will the proposed rules cause you to gain or lose jobs at your business? If so, please provide an estimate of the number of jobs gained or lost.

These new fees are a 150% increase over what we have been paying. This is a ridiculously high increase for a small non-profit struggling to survive. We may not make it another year and then all our employees will be out of work. We need cooperation and support from the Gambling Commission. Please leave non-profits alone in your quest to aggressively increase your revenue.

Aleena Schneider General
Manager
360-XXX-XXXX Ext. 106

Harlequin Productions
202 4th Avenue East, Olympia, WA 98501
www.harlequinproductions.org

From: Mark Skoglund
To: [FeeWorkGroup \(GMB\)](#)
Subject: Re: Gambling Commission seeks input on redesigned fee structure
Date: Thursday, October 26, 2017 9:02:52 AM

1. What is the name of your charitable or nonprofit or commercial organization or business?

Fun Enterprises, Inc. aka Funtastic Shows

2. Does your organization or business have 50 or fewer employees?

No. We have in excess of 50 employees.

3. Will the proposed rules, including the new fee schedule, cost your business more than three-tenths of one percent of annual revenue or income, or one hundred dollars, whichever is greater, or one percent of annual payroll?

**The increase will cost us less than three-tenths of one percent of annual revenue.
The increase will cost us less than one percent of annual payroll.**

4. Will the proposed rules, excluding any proposed fee increase, require your organization or business to incur additional costs, including equipment, supplies, labor, professional services, and/or administrative costs? If so, please identify your additional costs and provide your estimated cost for each category listed.

If quarterly filing is required, the additional filing of quarterly rather than annually will cause some additional administrative effort but the cost will be minimal. If annual reporting is still available, there will be no increase in cost.

5. Will the proposed rules cause you to gain or lose jobs at your business? If so, please provide an estimate of the number of jobs gained or lost.

There will be no job gain or job loss.

On Thu, Oct 12, 2017 at 12:21 PM, FeeWorkGroup (GMB) <feeworkgroup@wsgc.wa.gov> wrote:

[cid:image009.png@01D34354.B0177EC0]

[FB icon] <<https://www.facebook.com/WAGamblingCommission/>> [twitter icon]
<<https://twitter.com/WAGambling>> [instagram_2016_icon_email]
<<https://www.instagram.com/wagambling/>> [In-2C-21px-R] <<https://www.linkedin.com/company-beta/16262525/>>

October 12, 2017

Dear Licensee,

The staff at the Washington State Gambling Commission is working to make it easier and more convenient for you to apply for your gambling licenses by creating a simpler and more flexible fee structure. The commissioners have initiated the rule-making process and the first rules package<<http://www.wsgc.wa.gov/docs/license-fee/09-2017-rule-package-1-sept-comm-mtg.pdf>>, including a proposed fee schedule<<http://www.wsgc.wa.gov/docs/license-fee/proposed-fee-schedule-sept-comm-mtg.pdf>>, has been filed.

The redesigned fee structure will:

- * Reduce the number of fee categories.
- * Eliminate the need for you to estimate future gambling receipts in order to determine license classes.
- * Allow you to take in revenue before you pay fees.
- * Provide you the ability to calculate and pay fees online using My Account.
- * Allow you to make quarterly payments rather than annual or biennial payments.

Our projections indicate that your licensing fees will increase \$100 or more under the new fee schedule if your current gross revenue remains constant for 2018-19. For your convenience, we have a fee calculator<<http://www.wsgc.wa.gov/license-fee-calc.aspx>> on our website<<http://www.wsgc.wa.gov/license-fee.aspx>>, which you can use to estimate your license fees under the proposed fee schedule.

The Gambling Commission would like your input on the redesigned fee structure, including the proposed fee schedule. Your feedback is optional, but we would appreciate your responses to the following questions:

1. What is the name of your charitable or nonprofit or commercial organization or business?
2. Does your organization or business have 50 or fewer employees?
3. Will the proposed rules, including the new fee schedule, cost your business more than three-tenths of one percent of annual revenue or income, or one hundred dollars, whichever is greater, or one percent of annual payroll?
4. Will the proposed rules, excluding any proposed fee increase, require your organization or business to incur additional costs, including equipment, supplies, labor, professional services, and/or administrative costs? If so, please identify your additional costs and provide your estimated cost for each category listed.
5. Will the proposed rules cause you to gain or lose jobs at your business? If so, please provide an estimate of the number of jobs gained or lost.

Please submit your responses to feeworkgroup@wsgc.wa.gov<mailto:feeworkgroup@wsgc.wa.gov> no later than Wed., Oct. 31, 2017 in order for them to be considered by the Commissioners at their November public meeting.

All emails received by Dec. 18, 2017 will be considered prior to final action.

The Commissioners will continue discussing rules for the redesigned fee structure at their upcoming meetings. You can find the dates and locations of the meetings on our website<<http://www.wsgc.wa.gov/agenda/meetings.aspx>> and social media.

Sincerely,

Brian Considine
Legal & Legislative Manager
Washington State Gambling Commission

[FB icon]<<https://www.facebook.com/WAGamblingCommission/>> [twitter icon]
<<https://twitter.com/WAGambling>> [instagram_2016_icon_email]
<<https://www.instagram.com/wagambling/>> [In-2C-21px-R] <<https://www.linkedin.com/company-beta/16262525/>>

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Mark L. Skoglund C.F.O.

Funtastic Shows, Inc.

3407 SE 108th Avenue

Portland, OR 97266-2273

503 761-0989 phone

503 761-6648 fax



Rule Changes / Fee Simplification (Package #2)

Various Rules in:

- Chapter 230 – 06 WAC – Rules for all licensees.
- Chapter 230 – 07 WAC – Charitable and nonprofit rules.
- Chapter 230 – 09 WAC – Fund-raising event rules.
- Chapter 230 – 10 WAC – Bingo Rules.
- Chapter 230 – 11 WAC – Raffles.
- Chapter 230 – 13 WAC – Amusement game rules.
- Chapter 230 – 14 WAC – Punchboard and pull tab.
- Chapter 230 – 15 WAC – Card game rules.
- Chapter 230 – 16 WAC – Manufacturer, distributor, and gambling service supplier rules.
- Chapter 230 – 17 WAC – Brief Adjudicative Proceedings.
- WAC 230-03-085 – Denying, suspending, or revoking an application, license or permit.

January 2018 – Final Action

November 2017 – Up for Further Discussion

October 2017 – Discussion and Possible Filing

Tab 5: JANUARY 2018 Commission Meeting Agenda.	Statutory Authority 9.46.070
Who Proposed the Rule Change?	
Staff	
Describe the Rule Changes	
<p><u>Bold/Underline = Changes made after the November 2017 Commission Meeting</u></p> <p>This is the second of four packages staff will bring forward to make changes to the Commission’s licensing fee structure. The key rules in this second package:</p> <ul style="list-style-type: none"> • Delete references to the term “classes.” While the current fee structure is based on a “classes” system, the new proposed system is based primarily on gross gambling receipts. Therefore, approximately twenty rules need to be changed to delete references to “classes.” • Establish new due dates for activity reports. All licensees will begin reporting their activity quarterly beginning with the July 1-September 30 quarter. These rules establish those new dates: <ul style="list-style-type: none"> ○ New language for (WAC’s 230-10-330 and 230-10-331) Activity reports for bingo, agricultural fairs, and other organizations. Activity reports for Class D and above bingo licensees; ○ New language for (WAC 230-14-284) Activity reports for punchboard pull-tab licensees; ○ New language for (WAC 230-15-200) Reporting card game activity; ○ Defining “activity reports by manufacturers and distributors.” (WAC 230-16-220) • Adds the process (brief adjudicative proceeding) we will use if licensees don’t submit their quarterly license reports and/or quarterly license fees. <p>Rules package #3 sets the individual license fees under the new license fee structure.</p> <p><u>A fourth rules package includes any corrections or updates to the rules filed in packages #1, #2 or #3.</u></p>	

The following rules were moved to rules package #4: WACs 230-05-102, 230-07-155, 230-07-160, 230-09-056, 230-10-457, and 230-13-169.

Attachments:

WAC Chapters 230-06 through 230-17 containing changes.

WAC 230-03-085

Policy Considerations

The Commissioners began considering changing the fee structure in 2014. The current fee structure was created over 40 years ago. It began with 25 fees. Today the Gambling Commission has approximately 194 different fees for Commercial and Non-Profit organizations and individuals. This fee schedule is typically based on a “class” system, which can be cumbersome for licensees and agency staff. The Gambling Commission is looking to simplify this current system to allow it to be easier to navigate and have a licensing fee schedule that is more predictable for both the agency and its licensees.

Staff Recommendation

Final Action.

With an effective date of July 1, 2018.

Chapter 230-06 WAC

RULES FOR ALL LICENSEES

Last Update: 1/19/17

WAC

RULES FOR CONDUCTING A GAMBLING ACTIVITY

- 230-06-002 "We," "our," and "us" mean the commission and staff.
- 230-06-003 Defining "cash."
- 230-06-004 Defining "consecutively numbered," "consecutive," and "consecutively."
- 230-06-005 Accept checks in gambling activities.
- 230-06-007 Licensed employees must wear nametags.
- 230-06-010 Age restrictions for players.
- 230-06-011 Detaining and identifying persons under eighteen years of age engaging in or attempting to engage in authorized gambling activities.
- 230-06-012 Conducting underage compliance test programs with minors.
- 230-06-015 Prevent intoxicated persons from operating or playing gambling activities.
- 230-06-020 Restrictions on alcohol as prizes.
- 230-06-025 Restrictions on firearms as prizes.
- 230-06-030 Restrictions and conditions for gambling promotions.
- 230-06-031 Using wheels in promotional contests of chance, fund-raising events, or gambling activities.

- 230-06-035 Credit, loans, or gifts prohibited.
- 230-06-045 Conduct gambling activities on licensed business premises only.
- 230-06-046 Additional requirements for licensed business premises of nonhouse-banked, eClass E, F, and house-banked card rooms.
- ~~230-06-050~~ Review of electronic or mechanical gambling equipment.
- 230-06-051 Computation of time.
- 230-06-052 Withdrawing gambling equipment authorization.
- 230-06-054 Notification of electronic or mechanical gambling equipment malfunctions.

NOTIFYING LAW ENFORCEMENT, POSTING PUBLIC NOTICES, AND RECORDKEEPING

- 230-06-055 Notify law enforcement of gambling activity.
- 230-06-065 Displaying of licenses.
- 230-06-070 Keep monthly records.
- 230-06-071 Washington state identification and inspection stamps to be called "I.D. stamps."
- 230-06-074 Assistance required for commission inspections.
- 230-06-075 Removal of equipment or records for inspection.

REPORTING CHANGES TO APPLICATION INFORMATION

- 230-06-080 Report changes to application information and submit updated documents and information.
- 230-06-081 Submitting gambling service supplier contracts for review.
- 230-06-082 Manufacturers, distributors, gambling service suppliers, linked bingo prize providers, and call centers for enhanced raffles reporting changes in licensed employees.
- 230-06-083 Card game licensees reporting changes in licensed employees.

REPORTING CRIMINAL, ADMINISTRATIVE, AND CIVIL ACTIONS

- 230-06-085 Report criminal actions filed.
- 230-06-090 Report administrative and civil actions filed.

CHANGING NAMES OR LOCATIONS

- 230-06-095 Change name, trade name, or corporate name.
- 230-06-100 Changing business locations.

CHANGING MANAGEMENT OR OWNERSHIP

- 230-06-105 Report change of management.
- 230-06-106 Limited transfers of ownership allowed.
- 230-06-107 Ownership changes—Allowed.
- 230-06-108 Ownership changes—Prohibited.

SALES AND TRANSFERS OF EQUIPMENT, PRODUCTS, AND SERVICES

- 230-06-109 Sales invoices for merchandise prizes.
- 230-06-110 Buying, selling, or transferring gambling equipment.
- 230-06-112 Buying, selling, renting and leasing amusement games.
- 230-06-120 Selling or transferring gambling equipment when no longer licensed.

~~LICENSE RENEWALS AND ACTIVITY REPORTS~~

- 230-06-124 Online filing ~~and payments~~ required with waivers available upon request for good cause.
- ~~230-06-125 Renew your license in a timely manner.~~

- ~~230-06-130 Exceeding license class.~~
- ~~230-06-135 Failing to apply for license class upgrade.~~
- ~~230-06-140 Partial refund of license fees if gambling receipts limit not met.~~
- ~~230-06-145 Surrendering suspended or revoked licenses.~~

DEFINITIONS

- 230-06-150 Defining "gross gambling receipts."
- 230-06-155 Defining "gross sales."
- 230-06-160 Defining "net gambling receipts."
- 230-06-165 Defining "net gambling income."
- 230-06-170 Defining "net win."
- 230-06-175 Defining "cost."

SURRENDERING SUSPENDED OR REVOKED LICENSES

- 230-06-176 Surrendering suspended or revoked licenses.

DISPOSITION OF SECTIONS FORMERLY CODIFIED IN THIS CHAPTER

- 230-06-001 Defining "operator." [Statutory Authority: RCW 9.46.070. WSR 06-17-132 (Order 601), § 230-06-001, filed 8/22/06, effective 1/1/08.] Repealed by WSR 07-21-116 (Order 617), filed 10/22/07, effective 1/1/08. Statutory Authority: RCW 9.46.070.

230-06-060 Maintain copy of commission rules on business premises. [Statutory Authority: RCW 9.46.070.
WSR 06-17-132 (Order 601), § 230-06-060, filed 8/22/06, effective 1/1/08.] Repealed by WSR
11-05-058 (Order 675), filed 2/10/11, effective 3/13/11. Statutory Authority: RCW 9.46.070.

230-06-115 Using checks or credit cards to purchase gambling equipment, products, or services. [Stat-
utory Authority: RCW 9.46.070. WSR 06-17-132 (Order 601), § 230-06-115, filed 8/22/06,
effective 1/1/08.] Repealed by WSR 08-21-087 (Order 633), filed 10/14/08, effective 1/1/09.
Statutory Authority: RCW 9.46.070.

AMENDATORY SECTION (Amending WSR 10-07-102, filed 3/19/10, effective 7/1/10)

WAC 230-06-046 Additional requirements for licensed business premises of nonhouse-banked, Class ((E₇)) F, and house-banked card rooms. (1) The licensed business premises of nonhouse-banked, Class ((E₇)) F, and house-banked card rooms may not be adjacent to each other if each licensed business premises:

(a) Shares inside public access between the two licensed business premises; or

(b) Has employee access between the two licensed business premises visible to the public; or

(c) Shares windows or similar structures that allow customers to see into the other licensed business premises.

(2) Subsection (1) of this section does not apply to nonhouse-banked, Class ((E₇)) F, and house-banked card room physical locations that have any of the features listed in subsection (1) of this section and were licensed on the effective date of this rule.

(3) Adjacent card rooms must post signs at each entrance that is accessible by the public to clearly notify customers of the licensed business premises' identity.

NEW SECTION

WAC 230-06-081 Submitting gambling service supplier contracts for review. Prior to executing financing, consulting, or management contracts, gambling service suppliers must submit these agreements to us for review for compliance with Title 230 WAC and chapter 9.46 RCW.

NEW SECTION

WAC 230-06-082 Manufacturers, distributors, gambling service suppliers, linked bingo prize providers, and call centers for enhanced raffles reporting changes in licensed employees. Manufacturers, distributors, gambling service suppliers, linked bingo prize providers and call centers for enhanced raffles licensees must:

(1) Submit an application and the required fees before allowing licensed employees to begin working.

(2) Notify us in the format we require when a licensed employee no longer works for them. We must receive the notice at our Lacey office within ten days of the licensed employee's last day.

AMENDATORY SECTION (Amending WSR 08-21-087, filed 10/14/08, effective 1/1/09)

WAC 230-06-083 Card game licensees reporting changes in licensed employees. Card game licensees(~~(, except Class B or Class D)~~) must:

(1) Submit an (~~add/transfer~~) application and the required fees before allowing a licensed card room employee to begin working.

(2) Notify us in (~~writing~~) the format we require when a licensed card room employee no longer works for them. We must receive the notice at our Lacey office within ten days of the card room (~~employee terminating employment~~) employee's last day.

AMENDATORY SECTION (Amending WSR 06-17-132, filed 8/22/06, effective 1/1/08)

WAC 230-06-100 Changing business locations. ((1)) Licensees must apply to us and pay a fee to change the location of their licensed business premises. Licensees must receive our approval before changing the business location.

~~((2) Commercial amusement game licensees may add or delete from the list of locations for which we issued their license without paying a fee.))~~

WAC 230-06-110 Buying, selling, or transferring gambling equipment. (1) All licensees and persons authorized to possess gambling equipment must closely control the gambling equipment in their possession.

(2) Before selling gambling equipment, licensees must ensure that the buyer possesses a valid gambling license or can legally possess the equipment without a license.

(3) Before purchasing gambling equipment, licensees must ensure that the seller possesses a valid gambling license.

(4) Applicants for Class F or house-banked card room licenses may purchase and possess gambling equipment during the prelicensing process, but only after receiving written approval from us.

(5) Charitable and nonprofit organizations conducting unlicensed bingo games, as allowed by RCW 9.46.0321, may possess bingo equipment without a license.

(6) Group 12 amusement games can only be sold or leased to ~~((Class B and above))~~ amusement game licensees by a licensed manufacturer or distributor. ~~((Class B and above))~~ Amusement game licensees can lease or rent group 12 amusement games ~~((to Class A))~~ for operation at approved amusement game ~~((licensees. Lease agreements entered into prior to the effective date of this rule may continue until the manufacturer is licensed or December 31, 2016, whichever occurs first))~~ locations.

(7) Licensees may transfer gambling equipment as a part of a sale of a business as long as a condition of the sale is that the buyer receives a gambling license before the sale is complete. Licensees must make a complete record of all gambling equipment transferred in this manner, including I.D. stamps. Licensees must report these transfers, including a copy of the inventory record, to us.

AMENDATORY SECTION (Amending WSR 16-19-015, filed 9/8/16, effective 10/9/16)

WAC 230-06-112 Buying, selling, renting and leasing amusement games. (1) (~~Class A~~) Amusement game licensees can rent or lease amusement games from (~~Class B and above~~) other amusement game licensees.

(2) (~~Class B and above~~) Amusement game licensees can:

(a) Own and operate group 1 through 12 amusement games at their licensed premises;

(b) Buy or lease group 12 amusement games from a licensed manufacturer or distributor and lease or rent them (~~to Class A~~) for operation at other approved amusement game (~~licensees~~) locations; and

(c) Rent or lease group 1 through 11 amusement games to (~~Class A~~) approved amusement game (~~licensees~~) locations.

ACTIVITY REPORTS

AMENDATORY SECTION (Amending WSR 15-08-017, filed 3/24/15, effective 7/1/15)

WAC 230-06-124 Online filing ((and payments)) required with waivers available upon request for good cause. (1) All licensees must submit ((the following)) activity reports online((:

~~(a) Renewal application and fees, as referenced in Title 230 WAC; and~~

~~(b) Activity reports, as referenced in Title 230 WAC)).~~

(2) We may waive these requirements if a licensed organization can show good cause. The reasons for good cause include:

(a) You do not have access to the internet using your own computer or similar equipment; or

(b) You do not have a bank account; or

(c) Your bank is unable to send electronic fund transactions; or

(d) Some other circumstance or condition exists that, in our judgment, prevents you from submitting online.

~~(3) ((We may waive these requirements if a licensed individual can show good cause. The reasons for good cause include:~~

~~(a) You do not have access to the internet using your own computer or similar equipment; or~~

~~(b) You do not have a bank account or credit card; or~~

~~(c) Your bank is unable to send electronic fund transactions; or~~

~~(d) Some other circumstance or condition exists that, in our judgment, prevents you from submitting online.~~

~~(4))~~ You must request a waiver, in writing, no later than sixty days before your activity report due date or license expiration date. ((A waiver will cover subsection (1)(a) and (b) of this section.))

(4) This section will be in effect until October 31, 2019.

THE FOLLOWING RULES WILL BE REPEALED

~~WAC 230-06-125 Renew your license in a timely manner. (1) You must renew online, unless you have received a waiver, as outlined in WAC 230-06-124 and allow for enough time to:~~

~~(a) Print the license prior to midnight before the license expires;~~

~~or~~

~~(b) Have us print the license and mail it to you so you receive it before your license expires.~~

~~(2) If you have a waiver and are not renewing your license online, you must ensure a properly completed renewal application and all applicable fees are received at our administrative office in Lacey at least fifteen days before the expiration date on the license.~~

~~(3) If licensees do not submit a properly completed application and all fees and their license expires, they must immediately stop the gambling activity covered by their license.~~

~~(4) If your license expires, you must submit an application and you must not operate any gambling activity until a new license is issued.~~

~~[Statutory Authority: RCW 9.46.070. WSR 15-08-017 (Order 712), § 230-06-125, filed 3/24/15, effective 7/1/15; WSR 08-03-062 (Order 623), § 230-06-125, filed 1/14/08, effective 2/14/08; WSR 06-17-132 (Order 601), § 230-06-125, filed 8/22/06, effective 1/1/08.]~~

~~**WAC 230-06-130 Exceeding license class.** (1) Licensees must not exceed the gross gambling receipts limits for their license class during any annual license period.~~

~~(2) Licensees must apply a projection of year-to-date receipts to the remaining period of their license and, if it indicates that it is reasonably likely that they may exceed their license, they must immediately:~~

~~(a) Apply for a license that authorizes the anticipated level of gross gambling receipts; and~~

~~(b) Submit the fee required for the new license, minus the amount originally submitted for the previous license, plus a change of classification fee.~~

~~(3) If we issue a license upgrade, it is valid only for the remainder of the original term of the license.~~

~~(4) Licensees may exceed license class limits once, by the amount shown in the fees table, without having to upgrade or pay the penalties as long as they upgrade to the higher license class the next time they renew their license.~~

~~[Statutory Authority: RCW 9.46.070. WSR 06 17 132 (Order 601), § 230-06-130, filed 8/22/06, effective 1/1/08.]~~

~~**WAC 230-06-135 Failing to apply for license class upgrade.** (1) If licensees fail to apply for a license class upgrade and exceed the license class limit within a present or previous license year, we assess an additional fee. We charge an additional fee of up to fifty percent of the difference between the fee for the present license class and the new license class, or one thousand dollars, whichever is less.~~

~~(2) Licensees must pay any required license class upgrade fee, plus any additional fee required by subsection (1) of this section, within thirty days of our notification.~~

~~(3) Failure to pay the fees may result in an immediate summary suspension of all licenses.~~

~~[Statutory Authority: RCW 9.46.070. WSR 06-17-132 (Order 601), § 230-06-135, filed 8/22/06, effective 1/1/08.]~~

~~**WAC 230-06-140 Partial refund of license fees if gambling receipts limit not met.** (1) Licensees may apply for a partial refund of their license fee when their annual gross gambling receipts are less than the minimum for the class of license we issued to them.~~

~~(2) Licensees may receive a refund for the difference between the fees actually paid and the fees that would normally apply to the level of gross gambling receipts actually received during the period less our processing costs.~~

~~(3) Licensees may make their request for refund after the end of any annual license period and before the end of the next annual license period.~~

~~[Statutory Authority: RCW 9.46.070. WSR 15-07-055 (Order 711), § 230-06-140, filed 3/13/15, effective 4/13/15; WSR 06-17-132 (Order 601), § 230-06-140, filed 8/22/06, effective 1/1/08.]~~

~~WAC 230-06-145 Surrendering suspended or revoked licenses. If we suspend or revoke your license, you must, on demand, surrender the license and return it to us.~~

~~[Statutory Authority: RCW 9.46.070. WSR 06 17 132 (Order 601), § 230-06-145, filed 8/22/06, effective 1/1/08.]~~

DEFINITIONS

AMENDATORY SECTION (Amending WSR 08-20-007, filed 9/18/08, effective 1/1/09)

WAC 230-06-150 Defining "gross gambling receipts." (1) "Gross gambling receipts" for activity reports means the amount due to any operator of a gambling activity for:

(a) Purchasing chances to play a punch board or pull-tab series; and

(b) Purchasing chances to enter a raffle; and

(c) Fees or purchase of cards to participate in bingo games; and

(d) Fees to participate in an amusement game, including rent or lease payments paid to licensees or franchisers for allowing operation of an amusement game on their premises; and

(e) "Net win" from a house-banked card game; and

(f) Tournament entry fees; and

(g) Administrative fees from player-supported jackpots; and

(h) Fees to participate in a nonhouse-banked card game (for example, time, rake, or per hand fee).

(2) The amount must be stated in U.S. currency.

(3) The value must be before any deductions for prizes or other expenses.

(4) "Gross gambling receipts" does not include fees from players to enter player-supported jackpots. However, any portion of wagers deducted for any purpose other than increasing current prizes or repayment of amounts used to seed prizes are "gross gambling receipts."

AMENDATORY SECTION (Amending WSR 08-20-007, filed 9/18/08, effective 1/1/09)

WAC 230-06-170 Defining "net win." "Net win" for activity reports means gross wagers received from gambling activities or fund-raising events minus the:

- (1) Amount paid to players for winning wagers; and
- (2) Accrual of prizes for progressive jackpot contests; and
- (3) Repayment of amounts used to seed guaranteed progressive jackpot prizes.

SURRENDERING SUSPENDED OR REVOKED LICENSES

NEW SECTION

WAC 230-06-176 Surrendering suspended or revoked licenses. If we suspend or revoke your license, you must, on demand, surrender the license and return it to us.

Chapter 230-07 WAC

CHARITABLE AND NONPROFIT RULES

Last Update: 10/28/16

WAC

- 230-07-001 Defining "charitable or nonprofit licensee."
- 230-07-005 Defining "licensees," "licensee," "organizations," and "organization."
- 230-07-010 Use of gambling proceeds.
- 230-07-015 Regulatory group assignments.
- 230-07-020 Making "significant progress."
- 230-07-025 Additional requirements for "significant progress" for Groups IV and V.
- 230-07-030 Defining "functional expenses."
- 230-07-035 Defining "program service expenses."
- 230-07-040 Defining "supporting service expenses."
- 230-07-045 Obtaining a waiver for significant progress requirements.
- 230-07-050 Defining "excessive reserves."
- 230-07-051 Accumulating excessive reserves.
- 230-07-055 Prorating expenses when gambling funds are not kept separate.
- 230-07-060 Independent management structure required.
- 230-07-065 Group III, IV, and V management control system.
- 230-07-070 Defining "direct relatives."

- 230-07-075 Conflicts of interest.
- 230-07-080 Qualification reviews for Groups III, IV and V.
- 230-07-085 Compensating gambling management and operations personnel.
- 230-07-090 Keeping and depositing all gambling funds separate from other funds.
- 230-07-095 Fund-raising events and members only raffles exempt from deposit requirements.
- 230-07-100 Special banking exemption for Point Roberts Peninsula.
- 230-07-105 Safeguarding prize inventory.
- 230-07-106 Insuring prizes.
- 230-07-110 Supervision requirements.
- 230-07-115 Duties of charitable or nonprofit gambling managers.
- 230-07-120 Notifying us of changes in responsibilities of charitable or nonprofit gambling managers.

RECORDKEEPING FOR LOWER VOLUME LICENSEES

- 230-07-125 Recordkeeping requirements for lower volume charitable or nonprofit organizations.

RECORDKEEPING AND ACCOUNTING STANDARDS

- 230-07-130 Additional recordkeeping for charitable or nonprofit licensees.
- 230-07-135 Recording gifts.
- 230-07-140 Minimum accounting records for ~~Class D and above~~ bingo licensees with gross gambling receipts over one hundred fifty thousand dollars in their previous license year and licensees with combined activities over five hundred thousand dollars in their previous license year.

REQUIRED ANNUAL REPORTS

- 230-07-145 Reporting annual progress.
- 230-07-150 Financial statements required for Groups III, IV, and V.
- 230-07-155 Reporting annual activity for raffles, enhanced raffles, amusement games, Class A, B, or C bingo, or combination licenses.
- 230-07-160 Reporting annual activity for agricultural fairs.

WAC 230-07-090 Keeping and depositing all gambling funds separate from other funds. Charitable or nonprofit licensees must protect all funds generated from gambling activities and keep these funds separate from their general funds.

(1) Licensees must:

(a) Keep a separate gambling receipts account(s) in a recognized Washington state bank, mutual savings bank, or credit union; and

(b) Deposit only gambling receipts into that account. Licensees may deposit receipts from nongambling activities operated in conjunction with bingo games into the gambling receipts account if the licensee keeps detailed receipting records of the nongambling receipts; and

(c) Deposit all gambling receipts first into the account before spending or transferring them into other accounts, except for prize payouts; and

(d) Deposit funds received from commercial amusement game operators operating amusement games on their premises in the licensee's gambling receipts account no later than the second banking day after they receive the receipts; and

(e) Make all deposits of net gambling receipts from each activity separately from all other deposits, and keep the validated deposit receipt as a part of their records. Deposit receipts are a part of the applicable daily or monthly records and licensees must make them available for our inspection; and

(f) Deposit all net gambling receipts which they are holding, pending payout:

(i) From bingo, no later than the second banking day after they receive them. Licensees may withhold bingo receipts from deposits for "jar," "pig," or other special game prizes if the total of all such prize funds does not exceed two hundred dollars, enter the amount withheld each session in the bingo daily record, and record the reconciliation of the special game fund on the bingo daily record. "Reconcile" means the licensee must compare the two balances, resolve any differences, and document the comparison and the differences in writing. Licensees must keep the reconciliation as part of their records; and

(ii) From raffles (~~((Class E and above))~~) and amusement games (~~((Class D and above))~~) with gross gambling receipts over fifty thousand dollars in their previous license year, at least once each week; and

(iii) From punch board and pull-tabs, including cost recovery for merchandise prizes awarded, no later than two banking days after they remove the board or series from play; and

(g) Record the Washington state identification number assigned to the punch board or pull-tab series and the amount of net gambling receipts on the deposit slip/receipt. Licensees may record the number and the receipts on a separate record if they record the bank validation number and maintain the record with the deposit slip/receipt; and

(2) These requirements do not apply to organizations who:

(a) Conduct only one or more of the following activities:

(i) Raffles under the provisions of RCW 9.46.0315;

(ii) Bingo, raffles, or amusement games under the provisions of RCW 9.46.0321;

(iii) (~~(Class A, B, or C bingo game;~~

- ~~(iv) Class A, B, C, or D raffle; or~~
- ~~(v) Class A, B, or C amusement game)) Bingo, raffle, and amusement game licensees with gross gambling receipts of fifty thousand dollars or less in their previous license year; and~~
- (b) Do not have any other license(s) from us.

AMENDATORY SECTION (Amending WSR 16-22-049, filed 10/28/16, effective 11/28/16)

WAC 230-07-125 Recordkeeping requirements for lower volume charitable or nonprofit organizations. (1) Organizations operating without a license under RCW 9.46.0315 or 9.46.0321 and lower volume charitable or nonprofit licensees must keep a set of permanent monthly records of the gambling activities. Lower volume licensees include:

- (a) Fund-raising events;
 - (b) Bingo (~~((Classes A, B, and C))~~) with gross gambling receipts of one hundred fifty thousand dollars or less in their previous license year;
 - (c) Raffles (~~((Classes A, B, C, and D))~~) with gross gambling receipts of fifty thousand dollars or less in their previous license year;
 - (d) Amusement games (~~((Classes A, B, C, and D))~~) with gross gambling receipts of fifty thousand dollars or less in their previous license year; and
 - (e) Nonhouse-banked card games (~~((Classes A, B, and C))~~).
- (2) The monthly records must include, at least:
- (a) The gross gambling receipts from each activity;
 - (b) The gross gambling receipts from group 12 amusement games;
 - (c) The total amount of cash prizes actually paid out;
 - (d) The total of the cost to the licensee of all merchandise prizes actually paid out for each activity;
 - (e) A summary of all expenses related to each of the activities; and
 - (f) The net income received from the activity, the purpose(s) for which the net income was raised, and the amount paid to each recipient.
- (3) Licensees must keep these records for three years from the end of the license year for which the record was created.
- (4) Organizations operating under RCW 9.46.0315 or 9.46.0321 must maintain their records for one year.

AMENDATORY SECTION (Amending WSR 08-03-062, filed 1/14/08, effective 2/14/08)

WAC 230-07-140 Minimum accounting records for (~~Class D and above~~) bingo licensees with gross gambling receipts over one hundred fifty thousand dollars in their previous license year and licensees with combined activities over five hundred thousand dollars in their previous license year. (~~Class D and above~~) Bingo licensees with gross gambling receipts over one hundred fifty thousand dollars in their previous license year and licensees (~~who are authorized for~~

~~more than~~) with over five hundred thousand dollars in gross gambling receipts from combined gambling activities (~~during any fiscal~~) in their previous license year must keep accounting records necessary to document all receipts, costs, and disbursements, including, at least, those related to gambling activities.

Requirements for accounting records

For these accounting records, licensees must:

- (1) Conform to generally accepted accounting principles (GAAP) except as modified by other commission rules; and
- (2) Include, at least:
 - (a) A cash disbursements journal and/or check register;
 - (b) A cash receipts and/or sales journal;
 - (c) A list of all assets the licensee paid for;
 - (d) A listing of all liabilities;
 - (e) A complete general ledger system; and
 - (f) A list of all donated items valued at more than two hundred fifty dollars; and
 - (g) Bank statements, related deposit slips, and canceled checks or facsimiles of canceled checks; and

Donated items

- (3) Document donated items. Licensees must:
 - (a) Use the fair market value at the time of donation;
 - (b) Add items to the list no later than thirty days after receiving them;
 - (c) Remove items when they no longer have legal ownership; and
 - (d) Not remove an item from the list, even if it has become obsolete or completely depreciated, until management has completed and documented appropriate review. A depreciation schedule for all capitalized items is sufficient; and
 - (e) Add items to the list when they convert items from gambling merchandise prize inventory to licensee use. This list must include, at least:
 - (i) A description of the item;
 - (ii) The date purchased, acquired by donation, or converted from the gambling prize pool;
 - (iii) The cost at the time of purchase or, if donated, the fair market value at the time received; and
 - (iv) The date and method of disposition of the item; and

Method of accounting

- (4) Use the accrual method of accounting; and
- (5) The cash, modified cash, or tax basis accounting methods may be used only if that method accurately represents the licensee's financial position, the results of operations, and the licensee does not have substantial liabilities or expenses, such as depreciation or amortization expenses, which require a current outlay of cash; and

Expenditures for nongambling activities

(6) Sufficiently document all expenditures relating to nongambling activities in order to provide a satisfactory audit trail and to allow us to verify that the funds were used for the licensee's stated purpose(s); and

Expenditures for gambling activities

(7) Sufficiently document all of the licensee's expenditures relating to gambling activities. Canceled checks or facsimiles of canceled checks, and bank statements are not sufficient documentation for expenditures without additional support. Licensees must provide additional support for expenditures, including:

(a) Invoices or other supporting documents from commercial vendors or service agencies with at least:

(i) The name of the person or entity selling the goods or providing the services;

(ii) A complete description of goods or services purchased;

(iii) The amount of each product sold or services provided;

(iv) The price of each unit;

(v) The total dollar amount billed; and

(vi) The date of the transaction.

(b) Documentation, in the form of checks and other written records of disbursements in excess of twenty-five dollars made directly to individuals who do not furnish normal, business type, invoices or statements. The written records must indicate at least:

(i) The name of the person receiving the payment;

(ii) The amount;

(iii) The date; and

(iv) The purpose; and

(8) Document allocated expenditures that relate to more than one function to the various functions. Licensees must document their methods of allocation and make them available for our review; and

Capitalizing assets

(9) Include a capitalization policy based on materiality and expected life of operating assets. To determine a minimum level for capitalizing assets, licensees must:

(a) Capitalize and depreciate, or amortize over the useful life of the asset, any assets of more than two thousand dollars that have a useful life of more than one year; and

(b) Capitalize and depreciate, or amortize over sixty months, beginning with the first month that bingo games are conducted, preoperating start up costs related to bingo games of more than six thousand dollars; and

(c) Amortize, over a period not longer than the life of the lease, any leasehold improvements related to gambling activities that are more than six thousand dollars. Licensees may extend the amortization period to include any lease option periods if the licensee's management states a reasonable expectation that they will use the lease option; and

(d) Charge all unamortized leasehold improvements as an expense of the gambling activities in the year that the lease expires.

Chapter 230-09 WAC

FUND-RAISING EVENT RULES

Last Update: 5/18/09

WAC

- 230-09-001 Purpose.
- 230-09-005 Notify local law enforcement.
- 230-09-007 Canceling, changing time, date, or location of fund-raising events.
- 230-09-010 Ten thousand dollars net receipts limit.
- 230-09-015 Fund-raising events on December 31.
- 230-09-020 Post house rules.
- 230-09-022 Wagering limits for fund-raising events.
- 230-09-025 No wagering among participants.
- 230-09-030 Use chips or scrip.
- 230-09-035 Prepare membership list.
- 230-09-040 Separation of duties for central accounting system required.
- 230-09-045 Counting money.
- 230-09-050 Use lock boxes and money paddles.
- 230-09-055 Maintain records of net receipts.
- 230-09-056 Activity reports for fund-raising events.
- 230-09-060 Winners must be present and participating to win.

- 230-09-065 Use only full and regular members to operate the fund-raising event.
- 230-09-070 Compensation of other authorized employees.
- 230-09-075 Workers must wear name tags.

PREMISES AND EQUIPMENT FOR FUND-RAISING EVENTS

- 230-09-080 Holding fund-raising events on commercial business premises.
- 230-09-085 Commercial business must not participate in fund-raising events.
- 230-09-090 Control of premises.
- 230-09-095 Using, leasing, or renting equipment.

GAMBLING ACTIVITIES AUTHORIZED AT FUND-RAISING EVENTS

- 230-09-100 Pull-tabs authorized.
- 230-09-105 Processing pull-tabs after play.
- 230-09-110 Punch-boards not authorized.
- 230-09-115 Bingo authorized.
- 230-09-120 Disposable bingo cards at fund-raising events.
- 230-09-125 Raffles authorized.
- 230-09-130 Blackjack or "21" authorized.
- 230-09-131 Poker tournaments authorized.

JOINT FUND-RAISING EVENTS

- 230-09-135 Joining together with other licensees to conduct a fund-raising event.
- 230-09-140 Lead organization responsibilities.

LIMITED FUND-RAISING EVENTS

230-09-145 Limited fund-raising event defined.

230-09-150 Operating a limited fund-raising event.

230-09-155 Recordkeeping at limited fund-raising events.

230-09-160 Fund-raising event distributor rules at limited fund-raising events.

230-09-165 Restrictions on gambling activities at limited fund-raising events.

AMENDATORY SECTION (Amending WSR 06-22-051, filed 10/27/06, effective 1/1/08)

WAC 230-09-115 Bingo authorized. Licensees must operate bingo solely under their FRE license, not under a separate bingo license. If licensees operate bingo, they must:

(1) Count income from bingo against the maximum net receipts authorized for FREs; and

(2) Comply with all of our rules for ((Class A, B, and C)) bingo licensees with gross gambling receipts of one hundred fifty thousand dollars or less in their previous license year.

AMENDATORY SECTION (Amending WSR 06-22-051, filed 10/27/06, effective 1/1/08)

WAC 230-09-125 Raffles authorized. (1) Licensees may operate raffles at FREs in one of two ways:

(a) **Solely under their fund-raising event license.** Licensees must conduct all aspects of the raffle during the FRE. Income from this raffle counts toward the FRE limits; or

(b) **Under a separate raffle license.** Licensees must sell all tickets for the raffle and deposit all tickets in the drawing receptacle before the FRE and hold the raffle drawing at the FRE. (~~Income from this raffle counts toward the limits of the licensee's raffle class.~~)

(2) For raffles conducted under an FRE license, licensees must:

(a) Not sell single FRE raffle tickets for more than twenty-five dollars per ticket; and

(b) Not require a person to buy more than one ticket; and

(c) Use consecutively numbered tickets; and

- (d) Ensure that each ticket has a separate and equal chance to win; and
- (e) Randomly draw the winning ticket; and
- (f) Operate and account for raffles as independent gambling stations at the FRE; and
- (g) Maintain records to verify gross sales of tickets; and
- (h) Report all FRE raffle income, prizes awarded, and other expenses and these amounts count toward the maximum net receipts authorized for FREs.

Chapter 230-10 WAC

BINGO RULES

Last Update: 11/14/14

WAC

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- 230-10-005 Agricultural fair bingo game licensees must only allow a permittee to operate bingo under their license.
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- 230-10-015 Defining "bingo session."
- 230-10-020 Defining "bingo occasion."
- 230-10-025 Defining "bingo equipment."
- 230-10-030 Bingo card definitions.
- 230-10-035 Bingo card requirements.
- 230-10-040 Disposable bingo cards—Additional requirements.
- 230-10-045 Disposable bingo card inventory control.
- 230-10-050 Electronically generated bingo cards—Additional requirements.
- 230-10-055 Bingo cards required for licensees with gross gambling receipts over six hundred fifty thousand dollars in their previous license year~~Class F and above bingo games.~~

- 230-10-060 Bingo ball requirements.
- 230-10-065 Bingo ball mixer required ~~for Class D and above bingo games.~~
- 230-10-070 Bingo flashboard required ~~d for Class D and above bingo games.~~

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DISPOSITION OF SECTIONS FORMERLY CODIFIED IN THIS CHAPTER

230-10-370 Ticket sales and receipting for three number speed bingo income [Adjusted cash flow limits for bingo]. [Statutory Authority: RCW 9.46.070. WSR 07-10-033 (Order 610), § 230-10-370, filed 4/24/07, effective 1/1/08.] Repealed by WSR 14-23-049 (Order 710), filed 11/14/14, effective 12/15/14. Statutory Authority: RCW 9.46.070 and 9.46.0209.

230-10-380 Drawings for prizes, good neighbor prizes, and second element of chance prizes as part of bingo games [Relief reduction for minimum annual adjusted cash flow]. [Statutory Authority: RCW 9.46.070. WSR 09-17-075 (Order 655), § 230-10-380, filed 8/14/09, effective 9/14/09; WSR 07-10-033 (Order 610), § 230-10-380, filed 4/24/07, effective 1/1/08.] Repealed by WSR 14-23-049 (Order 710), filed 11/14/14, effective 12/15/14. Statutory Authority: RCW 9.46.070 and 9.46.0209.

230-10-450 Controlling gambling equipment by linked bingo prize licensees. [Statutory Authority: RCW 9.46.070. WSR 07-10-033 (Order 610), § 230-10-450, filed 4/24/07, effective 1/1/08.] Repealed by WSR 07-21-116 (Order 617), filed 10/22/07, effective 1/1/08. Statutory Authority: RCW 9.46.070.

230-10-455 Operating linked bingo prize games. [Statutory Authority: RCW 9.46.070. WSR 07-10-033 (Order 610), § 230-10-455, filed 4/24/07, effective 1/1/08.] Repealed by WSR 08-11-037 (Order 626), filed 5/14/08, effective 7/1/08. Statutory Authority: RCW 9.46.070 and 34.05.353.

AMENDATORY SECTION (Amending WSR 07-10-033, filed 4/24/07, effective 1/1/08)

WAC 230-10-045 Disposable bingo card inventory control. Bingo licensees must control and account for all disposable bingo cards they purchase or otherwise obtain.

(1) All licensees must keep:

(a) All purchase invoices, or photocopies of the invoices, for received disposable bingo cards on the bingo premises; and

(b) All manufacturer packing records as part of the inventory control record.

(2) ~~((Class D and above))~~ Bingo licensees with gross gambling receipts over one hundred fifty thousand dollars in their previous license year must prepare an inventory control record in the format we require immediately after purchase of disposable bingo cards or before the next bingo session. We may approve alternative formats, such as electronically generated forms, if the licensee requests it in writing.

AMENDATORY SECTION (Amending WSR 07-10-033, filed 4/24/07, effective 1/1/08)

WAC 230-10-055 Bingo cards required for ~~((Class F and above bingo games))~~ licensees with gross gambling receipts over six hundred fifty thousand dollars in their previous license year. ~~((Class F and above))~~ Bingo licensees with gross gambling receipts over six hundred fifty thousand dollars in their previous license year must use disposable bingo cards, electronically generated bingo cards, player selection bingo cards, or three number speed bingo cards.

AMENDATORY SECTION (Amending WSR 07-10-033, filed 4/24/07, effective 1/1/08)

WAC 230-10-065 Bingo ball mixer required ~~((for Class D and above bingo games))~~. ~~((Class D and above))~~ Bingo licensees with gross gambling receipts over one hundred fifty thousand dollars in their previous license year must use a machine that mixes balls and selects balls using air flow (a blower). The blower must:

(1) Allow players full view of the mixing action of the balls; and

(2) Not allow changes to the random placement of the balls in the exit tube of the blower except when it is shut off.

AMENDATORY SECTION (Amending WSR 07-10-033, filed 4/24/07, effective 1/1/08)

WAC 230-10-070 Bingo flashboard (~~requirements for Class D and above bingo games~~) required. (1) (~~Class D and above~~) Bingo licensees with gross gambling receipts over one hundred fifty thousand dollars in their previous license year must use flashboards to display numbers. The flashboards must be visible to all players and clearly indicate all numbers that have been called; and
(2) If a flashboard malfunctions, licensees must repair it before using it in any other bingo occasion.

AMENDATORY SECTION (Amending WSR 07-10-033, filed 4/24/07, effective 1/1/08)

WAC 230-10-075 Licensed bingo manager required. A licensed bingo manager must be on the premises and supervising bingo operation during all hours bingo games are conducted, except bingo games conducted:

- (1) Under RCW 9.46.0321; or
- (2) At a qualified agricultural fair; or
- (3) (~~Under a Class A, B, or C bingo license~~) By licensees with gross gambling receipts of one hundred fifty thousand dollars or less in their previous license year; or
- (4) At a special bingo property we authorize.

AMENDATORY SECTION (Amending WSR 07-10-033, filed 4/24/07, effective 1/1/08)

WAC 230-10-085 Members or employees only to work bingo. (1) Bingo licensees must not allow anyone except full and regular members or employees of the organization to take part in managing or operating bingo games.

- (2) Licensees may allow:
 - (a) Persons other than the primary bingo manager to participate in bingo games for another bingo licensee. We do not consider a licensed assistant gambling manager to be a manager for this section; or
 - (b) Primary managers to manage or operate bingo for more than one (~~Class A, B, or C~~) licensee with gross gambling receipts of one hundred fifty thousand dollars or less in their previous license year as long as the managers do not receive payment for services from more than one licensee; or
 - (c) A person to manage or take part in operating a shared bingo operation according to WAC 230-10-470.
- (3) Qualified agricultural fairs licensed to operate bingo are not required to meet these management or operation restrictions.

AMENDATORY SECTION (Amending WSR 07-10-033, filed 4/24/07, effective 1/1/08)

WAC 230-10-090 Workers not playing in ((Class D and above)) bingo games. (1) ((Class D and above)) Bingo licensees with gross gambling receipts over one hundred fifty thousand dollars in their previous license year must not allow persons who participate in operating or managing their bingo games to play in any of their bingo games.

(2) Persons who work without compensation for ((Class D and above)) bingo licensees with gross gambling receipts over one hundred fifty thousand dollars in their previous license year may play bingo, but they must not play during bingo sessions they are operating or managing.

AMENDATORY SECTION (Amending WSR 07-10-033, filed 4/24/07, effective 1/1/08)

WAC 230-10-120 Duplicate bingo cards not sold for ((Class D or above)) bingo games. (1) ((Class D or above)) Bingo licensees with gross gambling receipts over one hundred fifty thousand dollars in their previous license year must not sell duplicate cards in bingo games. Licensees using cards from multiple manufacturers may result in duplicate cards because the majority of cards in the "1 to 9000 series" are duplicate, regardless of the manufacturer.

(2) Licensees must:

(a) Inform players of limits on prizes if duplicate cards win because Braille cards are in play; and

(b) Not be held responsible for duplicate cards caused by Braille cards in play.

AMENDATORY SECTION (Amending WSR 07-10-033, filed 4/24/07, effective 1/1/08)

WAC 230-10-125 Duplicate bingo cards pay out and documentation for ((Class D or above)) bingo games. (1) If ((Class D or above)) bingo licensees with gross receipts over one hundred fifty thousand dollars in their previous license year inadvertently sell duplicate bingo cards, they must:

(a) Pay all winners with duplicate cards the entire prize amount that would be due if there were no duplicate cards; or

(b) Compute and pay all winners with duplicate cards using the following guidelines:

(i) **If the game provides a bonus for a single winner and all winners have duplicate cards,** then the licensee must pay all winners the bonus; or

(ii) **If the game results in multiple winners and some of the players have duplicate cards,** then the licensee must calculate the split of the prize pool by counting all duplicate card winners as one. All winners will be paid according to the calculated prize split; or

(iii) **If the prize pool contains noncash or merchandise prizes,** then the licensee may use the cost or retail value of the merchandise, whichever is posted in the game schedule, to calculate the amount added to the prize pool to make the split. Manufacturers are not responsible for reimbursement to this noncash or merchandise prize pool; or

(iv) **If the prize is more than one thousand dollars,** then the licensee must increase the total prize pool by no more than fifty percent or five thousand dollars, whichever is less. We authorize this limitation only once within a twelve-month period; and

(2) Licensees may deduct increases to prize pools caused by card manufacturers from prize pay outs when calculating cash flow.

(3) Licensees must document details of circumstances that resulted in duplicate cards being sold and maintain that documentation as a part of the daily bingo record for the session.

(4) Licensees must notify us within forty-eight hours after discovery of a duplicate card sale if:

(a) Manufacturer printing, packaging, or collation errors caused the duplication. Licensees must request reimbursement from the manufacturer responsible for duplicate card errors; or

(b) The licensee did not pay any winning player with a duplicate card the entire prize amount.

AMENDATORY SECTION (Amending WSR 07-10-033, filed 4/24/07, effective 1/1/08)

WAC 230-10-275 Exceptions to other bingo rules for three number speed bingo. The following rules do not apply to three number speed bingo:

(1) Prize disclosure before players pay to play. Licensees must still disclose the per card cost to play and the amount required to wager on a single card; and

(2) Number of balls used to conduct the game; and

(3) Number of spaces required on each bingo card; and

(4) Requirements that (~~Class F and above~~) licensees with gross gambling receipts over six hundred fifty thousand dollars in their previous license year use disposable bingo cards; and

(5) Requirements to account for all income at the time it is received; and

(6) Requirements of WAC 230-10-145 about drawing and physically displaying bingo numbers. However, licensees offering three number speed bingo must display the number on a flashboard and use the audio system to announce the number; and

(7) Recordkeeping for prizes awarded.

AMENDATORY SECTION (Amending WSR 07-21-116, filed 10/22/07, effective 1/1/08)

WAC 230-10-330 (~~Activity reports for Class A, B, and C~~) Recordkeeping requirements for bingo licensees with gross gambling receipts less than one hundred fifty thousand dollars in their previous license year, agricultural fairs, and other organizations. Licensees

must immediately account for all income from bingo games. (~~Class A, B, and C~~) Bingo licensees with gross gambling receipts less than one hundred fifty thousand dollars in their previous license year, organizations conducting bingo under the provisions of RCW 9.46.0321, and bingo activities conducted at a qualified agricultural fair must follow the recordkeeping requirements in WAC 230-07-125 or any of the receipting methods for bingo income required for Class D or above licensees.

AMENDATORY SECTION (Amending WSR 07-21-116, filed 10/22/07, effective 1/1/08)

WAC 230-10-331 Activity reports for Class D and above bingo licensees. Class D and above bingo game licensees must submit activity reports to the commission. The activity reports must be in the format we require and must:

(1) Cover the periods:

(a) January 1 through March 31; and

(b) April 1 through June 30; and

(c) July 1 through September 30; and

(d) October 1 through December 31 of each year; and

(2) Be received at our administrative office or postmarked no later than thirty days following the end of the reporting period. Beginning July 1, 2018, reports required by this section must be submitted quarterly, as set forth in WAC 230-05-102; and

(3) Be signed by the licensee's highest ranking executive officer or a designee. If someone other than the licensee or an employee prepares the report, the preparer must print his or her name and business telephone number on the report; and

(4) Submit a report for any period of time their license was valid, even if they had no activity or did not renew.

WAC 230-10-350 Recording bingo winners. Organizations conducting bingo under the provisions of RCW 9.46.0321, and bingo activities conducted at a qualified agricultural fair, and (~~Class A and B~~) bingo licensees with gross gambling receipts of seventy-five thousand dollars or less in their previous license year do not have to follow this rule if they meet the requirements for lower volume charitable or non-profit organizations in WAC 230-07-125. All other bingo licensees must report all prize payments for bingo games and drawings for prizes, good neighbor prizes, and second element of chance prizes at bingo games and record payment on a prize receipt.

(1) Licensees must use prize receipts printed by a commercial printer. The receipts must:

(a) Be two-part, self-duplicating paper that provides for an original and a duplicate copy; and

(b) If the licensee (~~is Class F or above~~) has gross gambling receipts of over six hundred fifty thousand dollars in their previous license year, be imprinted with the name of the licensee and a consecutive ascending number that does not repeat in at least 100,000 occurrences; and

(c) If the licensee (~~(is Class E or below)~~) has gross gambling receipts of six hundred fifty thousand dollars or less in their previous license year, the receipt is not required to be imprinted with the licensee's name and the consecutive ascending number may repeat in 1,000 occurrences; and

(d) Provide space for the licensee to record the information we require.

Prize receipt

(2) Operators must complete the prize receipt including, at least:

(a) Date; and

(b) Game number; and

(c) Complete name of the winner; and

(d) Complete address of the winner, if the prize is over twenty dollars; and

(e) Dollar amount of the prize or the operator's cost, if noncash prize; and

(f) Full description of all noncash prizes; and

(g) Check number, if any portion of the prize is paid by check;

and

(h) Initials of the bingo worker making the payout; and

(i) Initials of the cashier making the payment.

Prize log

(3) Licensees may receipt prizes of twenty dollars or less on a single prize log. Licensees must:

- (a) Maintain a separate prize log for each session; and
- (b) Record the same information required on prize receipts; and
- (c) Retain the prize log as a part of the bingo daily records.

Linked bingo prizes

(4) Except for linked bingo prizes, licensees may omit an address for the winner if:

- (a) The licensee pays all prizes greater than \$300 by check or a combination of cash and check; and
- (b) Checks are drawn on the licensee's gambling bank account; and
- (c) Checks used are of a type that provides a duplicate copy. The copies must be kept as a part of the daily bingo records; and
- (d) Checks are made payable only to the winner. Licensees may make checks for prizes won by players under age eighteen payable to the guardian or immediate family member accompanying the player; and
- (e) Licensees note the game number and prize receipt number on the check; and

(f) The bank returns all original checks to the licensee. Licensees must have the original checks available for our inspection on demand; and

(g) The licensee does not cash or otherwise redeem prize checks.

(5) Licensees must record the complete name and address of the winner of linked bingo prizes.

(6) Licensees must:

(a) Issue prize receipts consecutively in an ascending order; and

(b) Void and retain with the daily records any prize receipts bearing a lower number than the highest number issued during a session; and

(c) Give the original of each prize receipt to the winner; and

(d) Keep a duplicate copy as a part of their records for not less than three years; and

(e) Account for and document all prize receipts purchased or otherwise obtained on a vendor's invoice; and

(f) Keep the vendor's invoice, or a photocopy of it, on the premises and have it available for our inspection. The purchase invoice must document, at least:

(i) Name of the vendor;

(ii) Name of the purchasing organization;

(iii) Date of purchase;

(iv) Number of receipts purchased; and

(v) The beginning and ending receipt number.

[Statutory Authority: RCW 9.46.070. WSR 08-03-062 (Order 623), § 230-10-350, filed 1/14/08, effective 2/14/08; WSR 07-10-033 (Order 610), § 230-10-350, filed 4/24/07, effective 1/1/08.]

AMENDATORY SECTION (Amending WSR 07-10-033, filed 4/24/07, effective 1/1/08)

WAC 230-10-385 Receipting of bingo income required. Bingo licensees must account for all income from bingo games at the time they receive the income. Licensees must issue each player a receipt for the amount paid to play in each game or set of games at the time of payment. Players must keep this receipt to prove that they have properly purchased the number of cards they are playing.

(1) (~~Class A, B, and C~~) Licensees with gross gambling receipts of one hundred fifty thousand dollars or less in their previous license year, organizations conducting bingo under the provisions of RCW 9.46.0321, and bingo activities conducted at a qualified agricultural fair may use the receipting method for bingo income in WAC 230-07-125 or any of the methods for receipting bingo income required for (~~Class D or above~~) licensees with gross gambling receipts over one hundred fifty thousand dollars in their previous license year; and

(2) (~~Class D and above~~) Licensees with gross gambling receipts over one hundred fifty thousand dollars in their previous license year must use the receipting method for bingo income required for the bingo games they are offering:

- (a) The disposable bingo card receipting method; or
- (b) The cash register receipting method; or
- (c) The electronically generated receipting method; or
- (d) The ticket receipting method; or
- (e) The combination receipting method.

AMENDATORY SECTION (Amending WSR 07-10-033, filed 4/24/07, effective 1/1/08)

WAC 230-10-395 Cash register method of receipting for bingo income. Bingo licensees may use a cash register to record bingo income if the cash registers:

- (1) Have separate keys to record each type of sale; and

(2) Store and compute a total for each type of sale recorded and is capable of providing the total on request; and

(3) Retain in the memory unit all transactions recorded during a session, regardless of whether or not the cash register power source is interrupted; and

(4) Record all transactions, customer receipt numbers, and control totals on the internal tape retained in the cash register. The licensee must keep the internal tape, showing these transactions, as part of the daily bingo records; and

(5) Assign and imprint on the customer receipt and internal tape a minimum four-digit consecutive number for every sales transaction processed. Only cash register service personnel may reset this numbering system and the numbering system must not return to zero at the conclusion of any period of use or power interruption. If licensees receive written approval from us before use, they may use cash registers that do not meet these requirements but have adequate alternative control features; and

(6) (~~For Class D and above~~) Licensees(,) with gross gambling receipts over one hundred fifty thousand dollars in their previous license year, must imprint a minimum three-digit consecutive number on the customer receipt and internal tape to note each time transactions are totaled or when a set of transactions are totaled and closed. If licensees receive written approval from us before use, they may use cash registers that do not meet these requirements but have adequate alternative control features.

AMENDATORY SECTION (Amending WSR 07-21-116, filed 10/22/07, effective 1/1/08)

WAC 230-10-420 Ticket method of receipting bingo income. Bingo licensees may use tickets to document receipts of bingo income. Tickets must be:

(1) Manufactured by a commercial printer and imprinted with:

(a) At least four digit numbers in a consecutive series. (~~Class F and above~~) Licensees with gross gambling receipts over six hundred fifty thousand dollars in their previous license year must use tickets with numbers that do not repeat in at least 99,999 occurrences; and

(b) Each ticket on a roll must represent the same dollar value or amount of money; and

(c) (~~Include~~) The name of the licensee operating (~~Class F and above~~) bingo (~~game~~) with gross gambling receipts over six hundred fifty thousand dollars in their previous license year; and

(2) If used by (~~Class F or above~~) licensees with gross gambling receipts over six hundred fifty thousand dollars in their previous license year, purchased from a licensed distributor or manufacturer; and

(3) Issued consecutively from each roll, starting with the lowest numbered ticket; and

(4) Accounted for by the licensee. If purchased from a commercial business or licensed distributor, documentation must be on the sales invoice. This invoice, or a photocopy, shall be maintained on the premises and available for inspection. Document the following information on the sales invoice for each roll of tickets purchased:

(a) Name of distributor; and

(b) Name of purchasing licensee; and

- (c) Date of purchase; and
- (d) Number of rolls of tickets purchased; and
- (e) The color, dollar value, total number of tickets, and beginning ticket number for each roll; and
- (5) Recorded in the daily records in the format we require; and
- (6) Retained by the licensee as a part of the bingo daily records for those not issued as receipts and that bears a number falling below the highest numbered ticket issued during that session and not be used to receipt for any type of income; and
- (7) Not be the same color and imprinted with the same ticket number as any other ticket on the premises.

AMENDATORY SECTION (Amending WSR 07-10-033, filed 4/24/07, effective 1/1/08)

WAC 230-10-425 Ticket method of bingo receipting for bingo income restrictions. (1) All bingo licensees may use the ticket method of receipting bingo income for drawings and good neighbor prizes offered at their bingo games.

(2) (~~Class E and below~~) Licensees with gross gambling receipts of six hundred fifty thousand dollars or less in their previous license year may use the ticket method for games operated with hard cards and for bonus games.

(3) (~~Class F and above~~) Licensees with gross gambling receipts over six hundred fifty thousand dollars in their previous license year may use the ticket method for bonus games as a part of the combination receipting method.

AMENDATORY SECTION (Amending WSR 07-10-033, filed 4/24/07, effective 1/1/08)

WAC 230-10-435 Combination receipting method of receipting bingo income. (1) Bingo licensees may use a receipting method that combines cash register receipting with another approved method of receipting bingo income.

(2) (~~Class F and above~~) Licensees with gross gambling receipts over six hundred fifty thousand dollars in their previous license year must use combination receipting for income from sales of:

- (a) Disposable bingo card packets; and
- (b) Disposable bingo card sheets from a set of bingo cards divided into subgroups; and
- (c) Electronically generated bingo cards, if sales transactions and issuing of cards are not completed and documented at the same time; and
- (d) Bonus games.

AMENDATORY SECTION (Amending WSR 07-21-116, filed 10/22/07, effective 1/1/08)

WAC 230-10-451 Recordkeeping for linked bingo prize games. (1) ((Class A, B, or C)) All linked bingo licensees ((participating in linked bingo games)) must maintain all records required for ((Class D)) bingo licensees with gross gambling receipts over one hundred fifty thousand dollars in their previous license year for all their bingo operations; and

(2) For funds contributed to accrued linked bingo prizes, licensees must modify each bingo game daily record to include, at least:

(a) The amount of the contribution; and

(b) The amount of any consolation prize the licensee paid for a linked bingo prize game; and

(c) The name of the linked bingo prize provider to whom the contribution is made.

Chapter 230-11 WAC

RAFFLES

Last Update: 10/13/14

WAC

CONDUCTING A RAFFLE

- 230-11-001 Defining "licensees," "licensee," "organizations," and "organization."
- 230-11-002 The definition of raffle as used in this chapter.
- 230-11-005 Display the raffle license.
- 230-11-006 Requiring raffle ticket purchase for membership prohibited.
- 230-11-010 Number tickets consecutively.
- 230-11-012 Licensees may conduct a joint raffle.

SELLING TICKETS

- 230-11-014 Maximum raffle ticket price.
- 230-11-015 Provide rules to participants.
- 230-11-020 Record information on ticket stub.
- 230-11-025 Bundling and selling tickets at a discount.
- 230-11-030 Restrictions on ticket sales.
- 230-11-035 Incentives for selling tickets.

DRAWING TICKETS

- 230-11-040 Place ticket stubs in receptacle for drawing.

- 230-11-045 Draw winning tickets randomly.
- 230-11-050 Using alternative drawing formats.
- 230-11-055 Authorized alternative drawing formats.
- 230-11-060 Using a second element of chance in alternative drawing format raffles.

PRIZES

- 230-11-065 Raffle prizes.
- 230-11-067 Requesting commission approval prior to offering raffle prizes exceeding forty thousand dollars per prize or three hundred thousand dollars in a license year.

CONDUCTING A MEMBERS-ONLY RAFFLE

- 230-11-070 Defining "members-only" raffles.
- 230-11-075 Limit number of guests for members-only raffles.
- 230-11-080 Post rules of play for members-only raffles.
- 230-11-085 Modified and discounted pricing plans for tickets for members-only raffles.
- 230-11-086 Discounted pricing plans for tickets to members-only raffles.
- 230-11-087 Other pricing plans for members-only raffles.
- 230-11-090 Authorized alternative drawing formats for members-only raffles.
- 230-11-091 Members-only progressive raffle.

RECORDKEEPING FOR RAFFLES

- 230-11-095 Recordkeeping requirements for ~~Class A through D~~ licensees with gross gambling receipts of fifty thousand dollars or less in their previous license year and unlicensed raffles.

230-11-100 Recordkeeping requirements for ~~Class E and F~~ licensees with gross gambling receipts over fifty thousand dollars in their previous license year and raffles using alternative drawing formats.

230-11-102 Recordkeeping requirements for enhanced raffles.

230-11-103 Independent audit required for enhanced raffles.

230-11-105 Retain and store raffle records.

RECORDKEEPING FOR RAFFLES

AMENDATORY SECTION (Amending WSR 06-20-040, filed 9/26/06, effective 1/1/08)

WAC 230-11-095 Recordkeeping requirements for ~~((Class A through D))~~ licensees with gross gambling receipts of fifty thousand dollars or less in their previous license year and unlicensed raffles. ~~((Class A through D licensed raffles and))~~ Licensees with gross gambling receipts of fifty thousand dollars or less in their previous license year and organizations conducting unlicensed raffles under the authority of RCW 9.46.0315 or 9.46.0321 must keep a record by month of the following:

- (1) Gross receipts; and
- (2) Prizes paid; and
- (3) Net income; and
- (4) Documentation of expenses; and
- (5) Documentation of how the proceeds were used.

AMENDATORY SECTION (Amending WSR 06-20-040, filed 9/26/06, effective 1/1/08)

WAC 230-11-100 Recordkeeping requirements for ~~((Class E and F))~~ licensees with gross gambling receipts over fifty thousand dollars in their previous license year and raffles using alternative drawing formats. Licensees conducting ~~((Class E or Class F))~~ raffles with gross gambling receipts over fifty thousand dollars in their previous license year or conducting raffles using alternative drawing formats must prepare a detailed record for each raffle they conduct. Licensees must:

- (1) Record all data required in the standard format we provide; and
- (2) Maintain the following:
 - (a) Validated deposit receipts for each deposit of raffle proceeds; and
 - (b) All winning tickets; and
 - (c) Name, address, and telephone number of all winners of a prize with a fair market value of more than fifty dollars; and
 - (d) All ticket stubs for raffles that participants are not required to be present at the drawing; and
 - (e) All unsold tickets for individual raffles for which gross gambling receipts exceed five thousand dollars; and
 - (f) Invoices and other documentation recording the purchase or receipt of prizes; and
 - (g) Invoices and other documentation recording the purchase of tickets and other expenses of the raffle; and
- (3) Complete all records no later than thirty days following the drawing.

Chapter 230-13 WAC

AMUSEMENT GAME RULES

Last Update: 10/28/16

WAC

- 230-13-001 Defining "operator."
- 230-13-005 Amusement games authorized.
- 230-13-010 Approval of new amusement games.
- 230-13-015 Group 1—Ball toss or kick amusement game standards.
- 230-13-020 Group 2—Dart amusement game standards.
- 230-13-025 Group 3—Hoop or ring toss amusement game standards.
- 230-13-030 Group 4—Coin or token toss amusement game standards.
- 230-13-035 Group 5—Hand/eye coordination amusement game standards.
- 230-13-040 Group 6—Strength test amusement game standards.
- 230-13-045 Group 7—Crane amusement game standards.
- 230-13-050 Group 8—Penny fall amusement game standards.
- 230-13-055 Group 9—Ball roll amusement game standards.
- 230-13-060 Group 10—Shooting amusement game standards.
- 230-13-065 Group 11—Cake walk and fish pond amusement game standards.
- 230-13-067 Group 12—Electronic puzzle and pattern solving game standards.

OPERATING AMUSEMENT GAMES

- 230-13-070 Notifying local law enforcement of amusement game operation.
- 230-13-075 ~~Assigning and r~~Reporting group numbers of authorized amusement games.
- 230-13-080 Operating coin or token activated amusement games.
- 230-13-085 Control and maintenance of amusement games.
- 230-13-090 Adult supervision of unattended amusement games.
- 230-13-100 Material degree of skill required in amusement games.
- 230-13-105 Attended amusement game requirements.
- 230-13-110 Charitable or nonprofit amusement game operation and management.
- 230-13-115 "Limited location" license requirements.
- 230-13-120 Posting amusement game rules.
- 230-13-125 Factors affecting skill readily visible for amusement games.
- 230-13-130 Display and exchange of amusement game prizes.
- 230-13-135 Maximum wagers and prize limitations.
- 230-13-145 Marking the difference between objects thrown in multiple amusement games on the same premises.

AUTHORIZED LOCATIONS AND RENTAL OF AMUSEMENT GAMES OR PREMISES

- 230-13-150 Amusement game locations.
- 230-13-152 **Applying for an approved location to operate amusement games.**
-
- 230-13-155 Contracts for commercial amusement games.
- 230-13-160 Basing rent on a percentage of gross receipts.
- 230-13-165 Charitable or nonprofit organizations renting amusement game equipment.

RECORDKEEPING FOR AMUSEMENT GAMES

- 230-13-169 Annual activity reports for commercial amusement game licensees.
- 230-13-170 Recordkeeping for commercial amusement games.
- 230-13-175 Recordkeeping for unlicensed charitable and nonprofit amusement games.

DISPOSITION OF SECTIONS FORMERLY CODIFIED IN THIS CHAPTER

- 230-13-140 Price to play amusement games must be paid in cash or check. [Statutory Authority: RCW 9.46.070. WSR 07-15-064 (Order 612), § 230-13-140, filed 7/16/07, effective 1/1/08.] Repealed by WSR 16-09-045 (Order 719), filed 4/15/16, effective 7/15/16. Statutory Authority: RCW 9.46.070, 9.46.0201.

AMENDATORY SECTION (Amending WSR 16-22-049, filed 10/28/16, effective 11/28/16)

WAC 230-13-075 ((Assigning and)) Reporting ((group numbers of)) authorized amusement games. ~~((1) Amusement game licensees must determine the authorized group number of each game and prepare a list of all games they plan to operate during each license year. They must submit this list to us with their activity report. The list must contain, at least, the name and group number of each game.~~
(2)) Amusement game licensees must notify us within thirty days of putting into play and removing from play a group 12 amusement game. Reporting must be in the format we require.

NEW SECTION

WAC 230-13-152 Applying for an approved location to operate amusement games. (1) Operators must apply, pay a fee, and receive a license for each location they will operate approved amusement games.
(2) Operators must notify us in the format we require within thirty days of removing all amusement games from an approved location.

AMENDATORY SECTION (Amending WSR 07-15-064, filed 7/16/07, effective 1/1/08)

WAC 230-13-155 Contracts for commercial amusement games. (1) Operators must ensure that all contracts are written and specific in terms, setting out the term of the contract, amount of rent or consideration, rent due dates, and all expenses each party must pay.
(2) All contracts become part of the operator's license file. If commercial amusement game operators violate any terms of a contract, it may be grounds for suspension or revocation of their license.
(3) ~~((Class B or above licensees))~~ Operators may enter into contracts with business owners of any of the following approved locations to operate amusement games on their premises:
(a) Amusement parks; or
(b) Regional shopping centers; or
(c) Any location that possesses a valid license from the Washington state liquor control board and prohibits minors on their premises; or
(d) Movie theaters; or
(e) Bowling alleys; or
(f) Miniature golf course facilities; or
(g) Skating facilities; or
(h) Amusement centers; or
(i) Department or grocery stores having more than ten thousand square feet of retail and support space, not including the parking areas; or
(j) Charitable or nonprofit organizations ~~((with a premises licensed for Class A amusement games))~~; or

(k) Any commercial business that provides food service for on premises consumption as its primary activity.

(4) Operators must ~~((not))~~ only place amusement games at a location ~~((which does not have a valid license))~~ after a license has been issued under WAC 230-13-152.

AMENDATORY SECTION (Amending WSR 16-08-033, filed 3/30/16, effective 4/30/16)

WAC 230-13-160 Basing rent on a percentage of gross receipts.

~~((Class B or above))~~ Amusement game operators:

(1) May base the rent or consideration ~~((paid to a Class A commercial amusement game location or charitable or nonprofit amusement game location for group 12 amusement games))~~ on a percentage of revenue the activity generates if the method of distribution is specific. This applies to the following locations:

(a) All commercial businesses; and

(b) Charitable and nonprofit organizations renting group 12 amusement games.

(2) May not base the rent or consideration paid to a charitable or nonprofit organization on a percentage of revenue the activity generates unless the amount returned to the organization is equal to or exceeds twenty-two percent of the gross gambling receipts.

(3) Operators must pay the organization at least once a month.

(4) If located at regional shopping centers, may use a percentage of receipts to pay rental leases. They are also exempt from the profits restrictions of RCW 9.46.120(2).

Chapter 230-14 WAC

PUNCH-BOARD AND PULL-TAB RULES

Last Update: 1/19/16

WAC

PUNCH-BOARDS AND PULL-TABS

- 230-14-001 Defining "licensee," "licensees," "operator," and "operators."
- 230-14-005 Defining "punch-board."
- 230-14-010 Defining "pull-tab."
- 230-14-015 Rules apply to both punch-boards and pull-tabs.
- 230-14-020 Washington state identification and inspection stamps to be called "I.D. stamps."
- 230-14-025 Punch-boards, pull-tabs, and pull-tab dispensers must meet all requirements.
- 230-14-030 Determining winners or location of winners in advance prohibited.
- 230-14-035 Defining "pull-tab series."
- 230-14-040 Maximum number of pull-tabs in a series.
- 230-14-045 Authorized pull-tab dispensers.
- 230-14-047 Standards for electronic video pull-tab dispensers.
- 230-14-050 Operating restrictions for punch-boards and pull-tabs.
- 230-14-055 Selling pull-tabs.
- 230-14-060 Defining "flare."
- 230-14-065 Flares for punch-board or pull-tab series.

230-14-070 Displaying flares.

230-14-075 Substitute flares.

230-14-080 Prize limits and percentage of winners required.

230-14-085 Calculating markup for merchandise prizes.

230-14-090 Controlling prizes.

230-14-095 Displaying prizes.

230-14-100 Removing prizes from flares.

230-14-105 Paying prizes not deleted from flares.

230-14-110 Recording winners.

230-14-115 Defacing winning punches or pull-tabs.

230-14-120 Permanently reserving punch-boards or pull-tab series.

230-14-125 Temporarily removing punch-boards or pull-tab series from play.

230-14-130 Defining "happy hour punch-board or pull-tab games."

230-14-135 Operating spindle, banded, or "jar" type pull-tabs which award only merchandise prizes.

SEAL CARD PULL-TAB SERIES

230-14-140 Defining "seal card pull-tab series."

230-14-145 Defining "seal card round."

230-14-150 Awarding seal card pull-tab winners.

PROGRESSIVE JACKPOT PULL-TAB SERIES

230-14-155 Definitions for "progressive jackpot pull-tab series."

230-14-160 Progressive jackpot dispensers with a bank system.

230-14-165 Additional operating requirements for progressive jackpot pull-tab series.

230-14-170 Prizes in progressive jackpot pull-tab series.

230-14-175 Removing progressive jackpot pull-tab series from play.

230-14-180 Paying out prizes and defacing tabs in progressive jackpot pull-tab series.

230-14-185 Additional recordkeeping for progressive jackpot pull-tab series.

EVENT PULL-TAB SERIES

230-14-190 Defining "event pull-tab series" and "event round."

230-14-195 Operating requirements for event pull-tabs.

BONUS PULL-TAB SERIES

230-14-200 Defining "bonus pull-tab series."

230-14-205 Operating requirements for bonus pull-tab series.

230-14-210 Flares for bonus and step-up prizes.

CARRY-OVER JACKPOT PULL-TAB SERIES

230-14-215 Defining "carry-over jackpot pull-tab series" and "contribution amount."

230-14-220 Prize limits for carry-over jackpot pull-tab series.

230-14-225 Sufficient funds for carry-over jackpot pull-tab prizes.

230-14-230 Transferring a carry-over jackpot to another game.

230-14-235 Replacing played out carry-over jackpot series.

230-14-240 Distributing carry-over pull-tab jackpots.

230-14-245 Retaining carry-over jackpot pull-tab series.

230-14-250 Recording carry-over jackpots on a cash basis.

CHARITABLE OR NONPROFIT ORGANIZATIONS OPERATING PUNCH-BOARDS AND PULL-TABS

230-14-255 Net income and cash flow requirements when operating punch-boards and pull-tabs.

RECORDKEEPING FOR PUNCH-BOARDS AND PULL-TABS

230-14-260 Inventory control.

230-14-265 Retention requirements for punch-boards and pull-tab series.

230-14-266 Location of unplayed punch-boards and pull-tab series.

230-14-270 Additional retention requirements for some commercial stimulant licensees.

230-14-275 Returning punch-boards and pull-tab series to the distributor or manufacturer.

230-14-280 Unrecorded or inaccurate ~~Records review of~~ gross gambling receipts.

230-14-284 Activity reports for punch-board and pull-tab licensees.

230-14-285 Monthly income summary.

230-14-290 Calculating cash over and cash short on the punch-board and pull-tab monthly income summary.

230-14-295 Electronic facsimiles of I.D. stamps.

230-14-320 Defining a cumulative prize pool pull-tab game.

230-14-325 Defining a cumulative prize pool pull-tab game board.

230-14-330 Defining a cumulative prize pool pull-tab series.

230-14-335 Operating requirements for cumulative prize pool pull-tab games.

AMENDATORY SECTION (Amending WSR 07-17-058, filed 8/10/07, effective 1/1/08)

WAC 230-14-250 Recording carry-over jackpots on a cash basis.

(1) Operators must record carry-over jackpots on a cash basis. "Cash basis" means operators do not record carry-over jackpot contributions until the prize is awarded.

(2) However, punch board and pull-tab licensees who also hold a ~~((Class F or above))~~ bingo license with gross gambling receipts over six hundred fifty thousand dollars in their previous license year may record carry-over jackpot contributions on their monthly records if they:

- (a) Record contribution amounts, up to the jackpot maximum, as prizes paid on the monthly records; and
- (b) When the jackpot is awarded, record only amounts not previously accrued as prizes paid; and
- (c) Play no more than five carry-over jackpot series at once; and
- (d) Maintain a proper audit trail and adequate security over the funds if the licensee does not deposit the contributions with the net receipts.

AMENDATORY SECTION (Amending WSR 07-17-058, filed 8/10/07, effective 1/1/08)

WAC 230-14-280 ~~((Records review of))~~ Unrecorded or inaccurate gross gambling receipts. ~~((To meet the gross gambling receipts and license class requirements, punch boards and pull tab licensees must adjust gross gambling receipts from the operation to comply with commission records review findings.~~

Licensees must perform the following calculations:)) For licensees that have not recorded all of their punch board/pull-tabs gross gambling receipts or reported inaccurately, we will use the following calculations to determine their gross gambling receipts:

(1) For unrecorded punch boards and pull-tab series -

$$\begin{array}{r}
 \text{Unadjusted gross gambling receipts} \\
 + \\
 \text{Unrecorded punch boards or pull-tab series} \\
 \text{(((total number of chances multiplied by price)))} \\
 \hline
 \text{Adjusted gross gambling receipts}^{(*)}
 \end{array}$$

To account for any unrecorded punch boards and pull-tab series, licensees add the unrecorded punch board or pull-tab series to the unadjusted gross gambling receipts. To get the total of unrecorded punch boards or pull-tab series, licensees multiply the total number of chances available by the price of a single chance to determine the maximum amount that could be generated from the punch board or pull-tab series.

((* Licensees must apply this figure to the records for the month in which they purchased the punch board or pull-tab series.))

(a) The unadjusted gross gambling receipts is the amount reported for the period.

(b) The unrecorded punch board or pull-tab series is the total number of chances or games played multiplied by the price per game.

(c) Adjusted gross gambling receipts is the amount the licensee must record for the month in which they purchased the punch board or pull-tab series.

(2) **For recording errors -**

$$\begin{array}{c} \text{Unadjusted gross gambling receipts} \\ \text{+/-} \\ \text{Adjustment factor} \\ \text{(((amount of sample group divided by recorded} \\ \text{amount for the licensee)))} \\ \hline \text{Adjusted gross gambling receipts for the quarter} \\ \text{and the three quarters preceding} \text{(**)} \end{array}$$

To adjust gross gambling receipts for the results of our records review, licensees divide the amount we determined for a randomly selected sample of punch boards or pull-tab series by the recorded amount for them.

(** Licensees apply this figure to the total recorded gross gambling receipts for the calendar quarter from which we took the sample and to the three quarters immediately before.)

(a) The unadjusted gross gambling receipts is the amount reported for the period.

(b) The adjustment factor is the amount of a randomly selected sample of punch board or pull-tab series divided by the amount the licensee recorded.

(c) We will apply the adjusted gross gambling receipts to the total recorded gross gambling receipts for the calendar quarter from which we took the sample and to the three quarters immediately before.

AMENDATORY SECTION (Amending WSR 07-21-116, filed 10/22/07, effective 1/1/08)

WAC 230-14-284 Activity reports for punch board and pull-tab licensees. Punch boards and pull-tab licensees must submit an activity report to the commission. Licensees must complete the report in the format we require and must:

(1) Prior to July 1, 2018, cover the periods:

(a) January 1 through June 30; and

(b) July 1 through December 31; and

(2) Beginning July 1, 2018, reports required by this section must be submitted quarterly, as set forth in WAC 230-05-102; and

(3) Be received at our administrative office or postmarked no later than thirty days following the end of the reporting period; and

~~((3))~~ (4) Be signed by the licensee's highest ranking executive officer or a designee. If someone other than the punch board and pull-tab licensee or its employee prepares the report, then it must provide the preparer's name and business telephone number; and

~~((4))~~ (5) Be filed even if they do not renew their license. They must file a report for the period between the previous report filed and the expiration date of the license; and

~~((5))~~ (6) Unless they are also licensed for Class D or above bingo, charitable and nonprofit licensees must submit a semiannual activity report for punch boards and pull-tabs; and

((+6+)) (7) Class D or above bingo licensees with a punch board and pull-tab license must report punch board and pull-tab activity, on the combined quarterly report provided by the commission as explained in WAC 230-10-331.

Chapter 230-15 WAC

CARD GAME RULES

Last Update: 1/19/17

WAC

OPERATING CARD GAMES

- 230-15-001 "Public card room" defined.
- 230-15-005 Requirements for public card games.
- 230-15-010 "Social card games" defined.
- 230-15-015 "Charitable and nonprofit social card room" and "guest" defined.
- 230-15-020 Approving area of premises for card games.
- 230-15-025 Hours of play.
- 230-15-030 Authorized nonhouse-banked card games.
- 230-15-035 Authorizing new games or changing game rules.
- 230-15-040 Requirements for authorized card games.
- 230-15-045 Withdrawing card game authorization.
- 230-15-050 Minimum cash on hand requirements.
- 230-15-055 Limit on number of players at each table.
- 230-15-060 Posting rules for play.
- 230-15-065 Enforcement of card game rules of play.
- 230-15-070 Fee restrictions for nonhouse-banked card games.

230-15-075 Card game fees for nonhouse-banked card games.

230-15-080 Authorized fees and authorized methods of collection.

230-15-085 Requirements for authorized methods of collecting fees.

230-15-090 Requirements for drop boxes.

230-15-100 Providing cards and chips in card games.

230-15-105 Only authorized cards or chips may be used.

230-15-110 Standards for chips.

230-15-111 Destruction and disposal of gambling chips.

230-15-115 Standards for cards.

230-15-116 Electronic facsimiles of cards allowed.

230-15-120 Fees for decks of cards.

230-15-125 Cutting cards in player-dealt games.

230-15-126 Cutting cards in center dealer-dealt games.

230-15-130 Rotating the deal in player-dealt games.

230-15-135 Wagering limits for nonhouse-banked card games.

230-15-140 Wagering limits for house-banked card games.

230-15-141 Additional merchandise or cash prizes for card games.

230-15-145 Making wagers with chips or coin.

230-15-150 Selling and redeeming chips.

230-15-155 NSF checks.

230-15-158 Ensuring card room employees meet license requirements.

- 230-15-160 Providing dealers.
- 230-15-165 Defining "floor supervisor."
- 230-15-170 Photos of card room employees required.
- 230-15-180 Playing for or assisting others prohibited.
- 230-15-185 Preventing cheating in card games.

GENERAL RECORDS AND RECORDKEEPING FOR CARD GAMES

- 230-15-190 Preparing card game records.
- 230-15-195 Keeping and making daily records available.
- 230-15-200 Reporting card game activity semiannually.

CARD TOURNAMENTS

- 230-15-205 Card tournament licenses.
- 230-15-210 Entry fees and buy-ins for card tournaments.
- 230-15-215 Getting card tournaments approved.
- 230-15-220 Restricting length of card tournaments.
- 230-15-225 Tournament rules and prizes.
- 230-15-230 Offering discounted tournament fees as customer appreciation.
- 230-15-235 Exclusive tournament entry as customer appreciation.
- 230-15-240 Value of tournament chips.
- 230-15-245 Reporting entry fees as gambling receipts.
- 230-15-250 Recordkeeping for card tournaments.

ADDITIONAL RULES FOR CHARITABLE AND NONPROFIT CARD GAMES

230-15-255 Posting rules for unlicensed card and dice games.

230-15-260 Allowing guests to play social card games.

SURVEILLANCE REQUIREMENTS FOR CLASS F AND HOUSE-BANKED CARD GAME LICENSEES

230-15-265 Closed circuit television system surveillance requirements.

230-15-267 Remote access of closed circuit television surveillance systems.

230-15-270 Surveillance when operating both Class F and house-banked card games.

230-15-275 Surveillance requirements for Class F card games.

230-15-280 Surveillance requirements for house-banked card games.

230-15-285 Camera and monitor requirements for closed circuit television systems.

230-15-290 Analog video recording equipment requirements.

230-15-295 Digital video recording equipment requirements.

230-15-300 Using multiplex and quad recording devices in required surveillance.

230-15-305 Reporting illegal or suspicious activities.

230-15-310 Resolving disputes using video recordings.

230-15-319 Retaining video recordings.

230-15-320 Surveillance room requirements for house-banked card game licensees.

230-15-325 Surveillance room sign-in log.

230-15-330 Keeping a surveillance activities log.

ADDITIONAL RULES FOR CLASS F CARD GAMES

230-15-335 Internal controls.

230-15-340 Minimum number of licensed employees required.

- 230-15-345 Numbering tables.
- 230-15-350 Transporting drop boxes.
- 230-15-353 Using match play coupons in nonhouse-banked card games.
- 230-15-355 Counting procedures for fees.

PLAYER-SUPPORTED JACKPOTS

- 230-15-360 Defining "player-supported jackpot."
- 230-15-365 Getting approval for player-supported jackpots.
- 230-15-370 Naming a prize fund custodian for a player-supported jackpot.
- 230-15-375 Posting rules for a player-supported jackpot.
- 230-15-380 Seeding a player-supported jackpot.
- 230-15-385 Collecting funds for a player-supported jackpot.
- 230-15-390 Collecting an administrative fee on the player-supported jackpot.
- 230-15-395 House dealer required for a player-supported jackpot.
- 230-15-400 Accounting for player-supported jackpot funds.
- 230-15-405 Paying out prizes on a player-supported jackpot.
- 230-15-410 Owners, prize fund custodians, and card room employees participating in player-supported
jackpots.
- 230-15-415 Removing a player-supported jackpot from play.
- 230-15-420 Resolving disputes over player-supported jackpots.

ADDITIONAL RULES FOR HOUSE-BANKED CARD GAMES

Internal Controls for House-Banked Card Games

- 230-15-425 Internal controls.
- 230-15-430 Internal control requirements.
- 230-15-435 Defining "incompatible functions."
- 230-15-440 Modifying internal controls and changing card games offered.
- 230-15-445 Defining "gambling operations department manager."
- 230-15-450 Defining "shift manager."

Operating House-Banked Card Games

- 230-15-453 Using match play or similar coupons in gambling promotions.
- 230-15-455 Keeping funds to pay prizes, progressive jackpot prizes, and odds-based wager prizes.
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Progressive Jackpot Prizes for House-Banked Card Games

- 230-15-680 Operating progressive jackpot prizes.
- 230-15-685 Restrictions on progressive jackpots.
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- 230-15-725 Keeping all card game records.
- 230-15-730 Keeping an accounting system.
- 230-15-735 Keeping employee licensing records.

230-15-740 Preparing required financial statements.

230-15-745 Signature cards.

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DISPOSITION OF SECTIONS FORMERLY CODIFIED IN THIS CHAPTER

230-15-175 Reporting card room employees no longer working. [Statutory Authority: RCW 9.46.070. WSR 07-09-033 (Order 608), § 230-15-175, filed 4/10/07, effective 1/1/08.] Repealed by WSR 08-21-087 (Order 633), filed 10/14/08, effective 1/1/09. Statutory Authority: RCW 9.46.070.

230-15-189 House-banked and Class F card game licensee pilot program on wagering limits for Texas Hold'em poker. [Statutory Authority: RCW 9.46.070, 9.46.0282. WSR 10-19-048 (Order 672), § 230-15-189, filed 9/13/10, effective 10/15/10.] Repealed by WSR 12-21-048 (Order 680), filed 10/12/12, effective 1/1/13. Statutory Authority: RCW 9.46.070 and 9.46.0282.

230-15-485 Electronic facsimiles of cards allowed. [Statutory Authority: RCW 9.46.070. WSR 07-21-116 (Order 617), § 230-15-485, filed 10/22/07, effective 1/1/08; WSR 07-09-033 (Order 608), § 230-15-485, filed 4/10/07, effective 1/1/08.] Repealed by WSR 13-07-040 (Order 685), filed 3/14/13, effective 4/14/13. Statutory Authority: RCW 9.46.070, 9.46.0282.

230-15-570 Cashier's cage bank requirements. [Statutory Authority: RCW 9.46.070. WSR 07-09-033 (Order 608), § 230-15-570, filed 4/10/07, effective 1/1/08.] Repealed by WSR 14-11-021 (Order 699), filed 5/9/14, effective 7/1/14. Statutory Authority: RCW 9.46.070 and 9.46.0282.

230-15-635 Electronic key control systems. [Statutory Authority: RCW 9.46.070. WSR 07-09-033 (Order

608), § 230-15-635, filed 4/10/07, effective 1/1/08.] Repealed by WSR 15-15-065 (Order 714), filed 7/10/15, effective 8/9/15. Statutory Authority: RCW 9.46.070 and 9.46.0282.

230-15-640 Keeping individual key control boxes for departments. [Statutory Authority: RCW 9.46.070. WSR 07-09-033 (Order 608), § 230-15-640, filed 4/10/07, effective 1/1/08.] Repealed by WSR 15-15-065 (Order 714), filed 7/10/15, effective 8/9/15. Statutory Authority: RCW 9.46.070 and 9.46.0282.

230-15-645 Keeping a key control log. [Statutory Authority: RCW 9.46.070. WSR 07-09-033 (Order 608), § 230-15-645, filed 4/10/07, effective 1/1/08.] Repealed by WSR 15-15-065 (Order 714), filed 7/10/15, effective 8/9/15. Statutory Authority: RCW 9.46.070 and 9.46.0282.

230-15-650 Keys for the gambling operations department. [Statutory Authority: RCW 9.46.070. WSR 07-09-033 (Order 608), § 230-15-650, filed 4/10/07, effective 1/1/08.] Repealed by WSR 15-15-065 (Order 714), filed 7/10/15, effective 8/9/15. Statutory Authority: RCW 9.46.070 and 9.46.0282.

230-15-655 Keys for the security department. [Statutory Authority: RCW 9.46.070. WSR 07-09-033 (Order 608), § 230-15-655, filed 4/10/07, effective 1/1/08.] Repealed by WSR 15-15-065 (Order 714), filed 7/10/15, effective 8/9/15. Statutory Authority: RCW 9.46.070 and 9.46.0282.

230-15-660 Keys for the accounting department. [Statutory Authority: RCW 9.46.070. WSR 07-09-033 (Order 608), § 230-15-660, filed 4/10/07, effective 1/1/08.] Repealed by WSR 15-15-065 (Order 714), filed 7/10/15, effective 8/9/15. Statutory Authority: RCW 9.46.070 and 9.46.0282.

230-15-665 Keys for the surveillance department. [Statutory Authority: RCW 9.46.070. WSR 07-09-033 (Order 608), § 230-15-665, filed 4/10/07, effective 1/1/08.] Repealed by WSR 15-15-065 (Order 714), filed 7/10/15, effective 8/9/15. Statutory Authority: RCW 9.46.070 and 9.46.0282.

230-15-670 Keeping a master key control box. [Statutory Authority: RCW 9.46.070. WSR 07-21-116 (Order 617), § 230-15-670, filed 10/22/07, effective 1/1/08; WSR 07-09-033 (Order 608), § 230-15-670, filed 4/10/07, effective 1/1/08.] Repealed by WSR 15-15-065 (Order 714), filed 7/10/15, effective 8/9/15. Statutory Authority: RCW 9.46.070 and 9.46.0282.

230-15-675 Key control box for the emergency key. [Statutory Authority: RCW 9.46.070. WSR 07-09-033 (Order 608), § 230-15-675, filed 4/10/07, effective 1/1/08.] Repealed by WSR 15-15-065 (Order 714), filed 7/10/15, effective 8/9/15. Statutory Authority: RCW 9.46.070 and 9.46.0282.

AMENDATORY SECTION (Amending WSR 07-09-033, filed 4/10/07, effective 1/1/08)

WAC 230-15-005 Requirements for public card games. At any time public card game licensees are conducting card games, they must have:

(1) ~~((Have))~~ The food and/or drink business being commercially stimulated open to the public; and

(2) ~~((For Class E,))~~ A licensed card room employee on duty and in the public card room area if operating the following card games:

(a) Class F((7)); or

(b) House-banked ((card games, have a licensed card room employee on duty and in the public card room area)); or

(c) Commercial nonhouse-banked card games of poker or other non-house-banked card games specifically approved by the director or the director's designee and a fee is collected to play.

AMENDATORY SECTION (Amending WSR 16-23-153, filed 11/22/16, effective 12/23/16)

WAC 230-15-080 Authorized fees and authorized methods of collection. Card game licensees must collect only one type of card game fee at a table at any given time. The following are authorized types of fees, the card game licensees who may use those fee types, and the methods of collection:

Authorized types of fees	Licensees authorized to use the fee types	Authorized methods of collection	Maximum amount to collect
<p>(1) Period of time -</p> <p>(a) Licensees must collect the fee at least once per hour at times the licensee chooses, for example, at thirty minute increments; and</p> <p>(b) Licensees must record all fees immediately after collection; or</p>	<p>((Class A, B, C, E, F)) <u>Nonhouse-banked card games, Class F, and house-banked</u></p>	<p>Direct collection; or Chip rack - Only allowed if licensed for three or fewer tables; or Drop box.</p>	<p>Not more than ten dollars per hour, per player.</p>
<p>(2) Per hand played -</p> <p>(a) Players must place fees charged on a per-hand basis in a designated area of the table and dealers must collect them before dealing the first round of cards; and</p> <p>(b) After collecting the fees, dealers must deposit all chips or coins in either the drop box or chip rack; or</p>	<p>Class F and house-banked</p>	<p>Drop box; or Chip rack - Only allowed if licensed for three or fewer tables.</p>	<p>Not more than one dollar per hand, per player.</p>

Authorized types of fees	Licensees authorized to use the fee types	Authorized methods of collection	Maximum amount to collect
<p>(3) Rake -</p> <p>(a) Dealers must collect fees charged on the amounts wagered during the play of the hand and place the fees in a designated area of the table; and</p> <p>(b) Once dealers accumulate the maximum fee for a hand, they must spread the chips or coins to allow players and the surveillance system to view the amount collected. After spreading the chips or coins, the dealer deposits them in either the drop box or chip rack.</p>	Class F and house-banked	Drop box; or Chip rack - Only allowed if licensed for three or fewer tables.	Not more than ten percent of the total wagers for a hand.

AMENDATORY SECTION (Amending WSR 07-09-033, filed 4/10/07, effective 1/1/08)

WAC 230-15-100 Providing cards and chips in card games. (1) Card game licensees, except for ~~((Class D))~~ nonhouse-banked card game licensees that do not charge a fee to play, must supply all chips and cards and not allow any other chips or cards to be used on their premises.

(2) Card game licensees must not charge additional fees to players for chips and cards except as allowed under WAC 230-15-110.

AMENDATORY SECTION (Amending WSR 07-09-033, filed 4/10/07, effective 1/1/08)

WAC 230-15-110 Standards for chips. (1) Chips must be of conventional size and design that maximize the integrity of the card games. Chips must be identifiable as belonging to the licensee and must:

- (a) Include the house name or logo; and
- (b) Denote the chip value; and
- (c) Be made by a licensed manufacturer; and
- (d) Be purchased from a licensed manufacturer or distributor.

(2) ~~((Class D))~~ Nonhouse-banked card game licensees that do not charge a fee to play are exempt from subsection (1) of this section.

(3) Card game licensees must:

- (a) Safeguard all chips in their possession; and
- (b) Not allow any other person to buy or sell chips for use in card games on their premises.

(4) ~~((Class A, B, C, and E))~~ Nonhouse-banked card game licensees ~~((with))~~ that charge a fee to play and have five or fewer tables may

use chips without a house name or logo if the chips are identifiable as belonging to the licensee and they prominently post values of the chips in the card room.

AMENDATORY SECTION (Amending WSR 09-11-087, filed 5/18/09, effective 7/1/09)

WAC 230-15-115 Standards for cards. (1) Card game licensees must:

- (a) Supply cards of conventional size and design to maximize the integrity of the card games; and
- (b) Safeguard all cards; and
- (c) Not allow cards that have been modified or marked in any manner.

(2) For ~~((Class E,))~~ Class F, ~~((and))~~ house-banked ((games)), and nonhouse-banked card game licensees that play poker or other games approved by the director or the director's designee and collect a fee to play, the cards must:

- (a) Be made by a licensed manufacturer; and
 - (b) Be purchased from a licensed manufacturer or distributor.
- (3) Cards with the house name or logo must be used for house-banked card games.

AMENDATORY SECTION (Amending WSR 07-09-033, filed 4/10/07, effective 1/1/08)

WAC 230-15-120 Fees for decks of cards. (1) Card game licensees may charge a fee to a player asking for a new deck of cards.

(2) In addition, ~~((Class D))~~ nonhouse-banked card game licensees who do not charge a fee to play may charge a fee for every deck supplied to a table.

(3) The fee must not be greater than the licensee's actual cost for the deck.

(4) At the time licensees introduce new decks, they must collect the fee in cash directly from the player requesting the deck or the players of the game.

AMENDATORY SECTION (Amending WSR 16-23-153, filed 11/22/16, effective 12/23/16)

WAC 230-15-135 Wagering limits for nonhouse-banked card games. Card room licensees must not exceed these wagering limits:

- (1) **Poker** -
 - (a) There must be no more than five betting rounds in any one game; and
 - (b) There must be no more than four wagers in any betting round, for example, the initial wager plus three raises; and

(c) The maximum amount of a single wager must not exceed forty dollars; however, Class F and house-banked card game licensees may offer a single wager not to exceed three hundred dollars;

(2) **Games based on achieving a specific number of points** - Each point must not exceed five cents in value;

(3) **Ante** - No more than the maximum wager allowed for the first betting round for any game, except for Panguingue (Pan). The ante may, by house rule:

(a) Be made by one or more players, but the total ante may not exceed the maximum wager allowed for the first betting round; and

(b) Be used as part of a player's wager;

(4) **Panguingue (Pan)** - The maximum value of a chip must not exceed ten dollars. An ante must not exceed one chip. We prohibit doubling of conditions. Players going out may collect no more than two additional chips for going out from each participating player.

AMENDATORY SECTION (Amending WSR 07-09-033, filed 4/10/07, effective 1/1/08)

WAC 230-15-200 Reporting card game activity ((semiannually)).

Card game licensees, except for Class D, must submit an activity report for their card games to us.

(1) Licensees must complete the report in the format we require; and

(2) We must receive the completed report, or the report must be postmarked, no later than thirty days after the end of the reporting period; and

(3) The highest ranking executive officer or designee must sign the report. If someone other than the licensee or an employee prepares the report, the preparer must print his or her name and phone number on the report; and

(4) Prior to July 1, 2018, licensees must report activities for:

(a) January 1 through June 30; and

(b) July 1 through December 31; and

(5) Beginning July 1, 2018, reports required by this section must be submitted quarterly, as set forth in WAC 230-05-102; and

(6) Licensees must submit a report for any period of time their license was valid. If licensees do not renew, they must submit a report for the period between the previous ((semiannual)) report they filed and the date their license expired.

AMENDATORY SECTION (Amending WSR 08-21-087, filed 10/14/08, effective 1/1/09)

WAC 230-15-205 Card tournament licenses. ((~~1~~)) Class ((~~A, B, E, F, or~~)) F, house-banked, and nonhouse-banked card game licensees may conduct a card tournament where a fee or buy-in is charged without getting a card tournament license, but they must only operate those card games approved for their license ((~~class~~)) type.

((~~2~~)) Class D licensees must obtain a card tournament license to charge a fee for a card tournament.

Chapter 230-16 WAC

MANUFACTURER, DISTRIBUTOR, AND GAMBLING SERVICE SUPPLIER RULES

Last Update: 7/22/14

WAC

GENERAL RULES FOR MANUFACTURERS, DISTRIBUTORS, AND GAMBLING SERVICE SUPPLIERS

230-16-001 Manufacturers, distributors, and gambling service suppliers must ensure representatives are licensed.

230-16-005 Transporting, displaying, and selling gambling equipment at trade shows and conventions.

PUNCH-BOARD AND PULL-TAB REQUIREMENTS

230-16-010 Manufacturers, distributors, and gambling service suppliers must comply with punch-board and pull-tab rules.

230-16-015 Punch-board and pull-tab sales restrictions.

230-16-020 Sales to Indian tribes.

230-16-025 Punch-board construction.

230-16-030 Step up punch-board construction.

230-16-035 Pull-tab construction.

230-16-040 Winner protection and secondary verification codes.

230-16-045 Defective punch-boards, pull-tabs, or pull-tab dispensers.

230-16-050 Punch-board and pull-tab quality control program.

230-16-052 Standards for flares.

230-16-055 Bonus or step up flares.

230-16-060 Assembly and packaging of pull-tab series.

PROGRESSIVE JACKPOT PULL-TAB SERIES

230-16-065 Approvals needed before offering progressive jackpot pull-tab series.

230-16-070 Prizes in progressive jackpot pull-tab series.

230-16-075 Assembly and packaging of progressive pull-tab series.

EVENT PULL-TAB SERIES

230-16-080 Event pull-tab series.

BONUS PULL-TAB SERIES

230-16-085 Bonus pull-tab series with carry-over jackpots.

CARRY-OVER JACKPOTS

230-16-090 Secondary win codes for carry-over jackpots.

230-16-095 Prizes in carry-over jackpot pull-tab series.

SEAL CARD PULL-TAB SERIES

230-16-100 Seal card pull-tab series.

230-16-102 Cumulative prize pool pull-tab games.

230-16-104 Cumulative prize pool pull-tab series flare.

BINGO CARDS

230-16-105 Disposable bingo cards.

230-16-110 Duplicate bingo cards.

230-16-120 Bingo card manufacturing control system.

230-16-125 Disposable bingo card packing slip and package label.
230-16-130 Disposable bingo card sales.
230-16-135 "Player selection" bingo cards.
230-16-140 "Hidden face" bingo cards.
230-16-145 Electronically generated bingo card computer systems.
230-16-150 Control system for electronically generated bingo cards.

GAMBLING EQUIPMENT

230-16-151 Gambling equipment connecting to external tools for standard maintenance.

ELECTRONIC CARD FACSIMILES

230-16-155 Electronic card facsimiles.

I.D. STAMPS

230-16-160 I.D. stamps for gambling equipment.
230-16-165 Purchasing I.D. stamps.
230-16-170 I.D. stamps must be visible.
230-16-175 Placing I.D. stamps and records entry labels.
230-16-180 Record retention for I.D. stamp records.

RECORDKEEPING

230-16-185 Accounting records for manufacturers and distributors.
230-16-187 Accounting records for manufacturer's special sales permit holders.
230-16-190 Sales invoices for manufacturers and distributors.
230-16-195 Additional requirements for sales invoices.

230-16-200 Sales journals for manufacturers and distributors.

230-16-205 Record retention for manufacturers and distributors.

230-16-210 Alternative formats for recordkeeping.

230-16-215 Accounting records and record retention for gambling service suppliers.

230-16-220 Activity reports by manufacturers and distributors.

AMENDATORY SECTION (Amending WSR 07-19-069, filed 9/17/07, effective 1/1/08)

WAC 230-16-130 Disposable bingo card sales. (1) Manufacturers of disposable bingo cards must sell each set or collation as a single unit.

(2) We allow distributors to open containers for (~~Class E and below~~) licensed operators and operators of authorized unlicensed activities:

(a) At an operator's request to change the "on," "up," and "cut." When a modification is made, the distributor must reseal the carton and note all changes on the packing label; or

(b) To provide cards to individuals for recreational activities; or

(c) To provide cards for "promotional contests of chance."

(3) Subsets must have at least one container, except distributors may open the container and sell cards in smaller quantities described in subsection (2) of this section.

AMENDATORY SECTION (Amending WSR 07-19-069, filed 9/17/07, effective 1/1/08)

WAC 230-16-220 Activity reports by manufacturers and distributors. Manufacturers and distributors must submit activity reports to us twice a year for sales and services related to gambling activities. The activity reports must be in the format we require and must:

(1) Prior to July 1, 2018, cover the periods:

(a) January 1 through June 30; and

(b) July 1 through December 31; and

(2) Beginning July 1, 2018, reports required by this section must be submitted quarterly, as set forth in WAC 230-05-102; and

(3) Be received at our administrative office or postmarked no later than thirty days following the end of the reporting period; and

~~((3))~~ (4) Be signed by the licensee's highest ranking executive officer or a designee. If someone other than the manufacturer or distributor or its employee prepares the report, then it must provide the preparer's name and business telephone number; and

~~((4))~~ (5) Be submitted for any period of time their license was valid, even if they had no activity or did not renew.

NEW SECTION

WAC 230-17-151 Brief adjudicative proceedings—Procedure. (1)

The following procedures apply to the commission's brief adjudicative proceedings for matters identified in WAC 230-17-150, unless the matter is converted to a formal adjudicative proceeding as provided in subsection (2) of this section.

(a) We will set the date and time of the hearing.

(b) Written notice shall be served upon the licensee at least seven days before the date of the hearing. Service is to be made pursuant to WAC 230-17-035.

(c) A brief adjudicative proceeding may be conducted telephonically with the concurrence of the presiding officer and all persons involved in the proceeding.

(d) WAC 230-17-045 controls who can appear in a brief adjudicative proceeding.

(e) The presiding officer must be the director, deputy director, or administrative law judge.

(f) Parties or their representatives may present written documentation or oral testimony at a brief adjudicative proceeding. However, no nonparty witnesses may appear to testify.

(g) The presiding officer may, in her or his discretion, allow oral argument from parties or their representatives during a brief adjudicative proceeding.

(h) The presiding officer will enter an initial order within ten business days of the end of a brief adjudicative proceeding. The initial order shall briefly state the basis and legal authority for the decision.

(i) An initial order will become the final order if no review of the initial order is received by us within twenty-one days of service of the initial order.

(2) Any party, including the agency, may file a written objection to resolution of a matter by a brief adjudicative proceeding and may request that it be converted to a formal adjudicative proceeding.

(a) The objection must be received by the presiding officer at least three days before the scheduled brief adjudicative proceeding.

(b) Upon receiving a timely written objection, the presiding officer shall determine whether the matter should be converted.

(c) A presiding officer may convert any brief adjudicative proceeding to a formal adjudicative proceeding whenever it appears that a brief adjudicative proceeding is insufficient to determine the issues pending before the commission.

(d) In determining whether to convert a proceeding, the presiding officer may consider the following factors:

(i) Whether witness testimony will aid the presiding or reviewing officer in resolving contested issues of fact;

(ii) Whether the legal or factual issues are sufficiently complex to warrant a formal adjudicative proceeding, including whether there are multiple issues of fact or law;

(iii) Whether a brief adjudicative proceeding will establish an adequate record for further agency or judicial review;

(iv) Whether the legal issues involved in the proceeding present questions of legal significance or are being raised for the first time before the commission;

- (v) Whether conversion of the proceeding will cause unnecessary delay in resolving the issues; and
- (vi) Any other factors that the presiding or reviewing officer deems relevant in reaching a determination.

NEW SECTION

WAC 230-17-152 Brief adjudicative proceedings—Appeal rights.

- (1) Any party to a brief adjudicative proceeding may request review of the initial order by filing a written petition for review to us.
- (2) We must receive your petition for review within twenty-one days after service of the initial order.
- (3) Your petition for review must contain any evidence or written material relevant to the matter that the party wishes the reviewing officer to consider.
- (4) Parties must serve copies of the petition to all other parties or their representatives at the time the petition for review is filed.
- (5) The chair of the commission or the commissioners shall be the reviewing officer(s).
- (6) The reviewing officer(s) consider your appeal and either uphold, modify or overturn the brief adjudicative proceeding order. The decision of the reviewing officer(s), also called an order, is the final agency decision. The order will be provided to you at the last address you furnished to the commission.
- (7) The order on review must be in writing, must include a brief statement of the reasons for the decision, and must be entered within ten business days after the petition for review is considered. The order shall include a description of any further available administrative review or, if none is available, a notice that judicial review may be available.

AMENDATORY SECTION (Amending WSR 07-21-156, filed 10/24/07, effective 1/1/08)

WAC 230-17-150 ((Use of)) Brief adjudicative proceedings ((BAPs)). ~~((1) Presiding officers must use)~~ The commission adopts the procedure for brief adjudicative proceedings ((BAPs) for) provided in RCW 34.05.482 through 34.05.494. The commission finds brief adjudicative proceedings will be conducted where the matter involves one of the following:

- ~~((a))~~ (1) Stays of summary suspension; and
- ~~((b))~~ (2) Denying or revoking extended operating hours for:
 - ~~((i))~~ (a) Card games; and
 - ~~((ii))~~ (b) Bingo; and
- ~~((c))~~ (3) Charitable or nonprofit licensee appealing a denial of a request for waiver of significant progress requirements; and
- ~~((d))~~ (4) Failure to pay required gambling taxes, where that is the only alleged violation in the administrative charges; and
- ~~((e))~~ (5) Failure to pay a quarterly license fee or submit a quarterly license report; and
- (6) When the penalty we are requesting is a suspension of seven days or less; and
- ~~((f))~~ (7) When the parties stipulate to using a ((BAP-
 - ~~(2) If we conduct a BAP, we may conduct them telephonically and, therefore, the notice of hearing will not set a place of the hearing.~~
 - ~~(3) Any party to the BAP may request to appear in person and, in those cases, a place will be set and all parties notified)~~ brief adjudicative proceeding.

AMENDATORY SECTION (Amending WSR 07-21-156, filed 10/24/07, effective 1/1/08)

WAC 230-17-155 Brief adjudicative proceedings—Discovery limitations ((in brief adjudicative proceedings)). (1) In all brief adjudicative proceedings, discovery must be limited to requests for written reports and supporting documents relevant to the charges.
(2) Interrogatories and depositions are not allowed.

Proposed Rule Changes -
Failure to pay license fee/submit licensing report and BAP and
Process for failure to pay/report

AMENDATORY SECTION (Amending WSR 07-21-116, filed 10/22/07, effective 1/1/08)

WAC 230-03-085 Denying, suspending, or revoking an application, license or permit. We may deny, suspend, or revoke any application, license or permit, when the applicant, licensee, or anyone holding a substantial interest in the applicant's or licensee's business or organization:

(1) Commits any act that constitutes grounds for denying, suspending, or revoking licenses or permits under RCW 9.46.075; or

(2) Has been convicted of, or forfeited bond on a charge of, or pleaded guilty to a misdemeanor or felony crime involving physical harm to individuals. "Physical harm to individuals" includes any form of criminal assault, any crime involving a threat of physical harm against another person, or any crime involving an intention to inflict physical harm on another person; or

(3) Has demonstrated willful disregard for complying with ordinances, statutes, administrative rules, or court orders, whether at the local, state, or federal level; or

(4) Has failed to pay gambling taxes to local taxing authorities and the local taxing authority has petitioned us to take action; or

(5) Has failed to pay a quarterly license fee or submit a quarterly license report; or

(6) Is serving a period of probation or community supervision imposed as a sentence for any juvenile, misdemeanor, or felony criminal offense, whether or not the offense is covered under RCW 9.46.075(4); or

~~((6))~~ (7) Is the subject of an outstanding gross misdemeanor or felony arrest warrant; or

~~((7))~~ (8) Fails to provide us with any information required under commission rules within the time required, or, if the rule establishes no time limit, within thirty days after receiving a written request from us; or

~~((8))~~ (9) Poses a threat to the effective regulation of gambling, or creates or increases the likelihood of unfair or illegal practices, methods, and activities in the conduct of gambling activities, as demonstrated by:

(a) Prior activities; or

(b) Criminal record; or

(c) Reputation; or

(d) Habits; or

(e) Associations; or

~~((9))~~ (10) Knowingly provides or provided goods or services to an entity that illegally operates gambling activities.



Staff Request for New Rule

WAC 230-17-192 Submission of electronic or mechanical gambling equipment during rule-making.

January 2018 – Final Action

November 2017 – Further Discussion

October 2017 – Further Discussion

September 2017 – Discussion and Possible Filing

Tab 6: JANUARY 2018 Commission Meeting Agenda.	Statutory Authority 9.46.070
Who Proposed the Rule Change?	
Staff	
Describe the Rule Change	
<p>Staff is requesting a new rule to require a manufacturer or its designee to submit electronic or mechanical gambling equipment for evaluation during rule-making.</p> <p>This rule change would allow staff to request and evaluate equipment during the rule-making process.</p> <p>The manufacturer would not be required to submit an application or fees for this evaluation during the rule-making process.</p> <p>If the new rule or rule change is adopted, thereby authorizing the use of such gambling equipment, the manufacturer would be required to submit an application and fees to us for our review and approval prior to selling or leasing the gambling equipment in the state, as outlined in WAC 230-06-050.</p> <p>A Small Business Economic Impact Statement has been prepared and is attached.</p> <p>Attachments:</p> <ul style="list-style-type: none"> • WAC 230-06-050 Review of electronic or mechanical gambling equipment. • Notice of rule-making sent to all licensed manufacturers on October 27, 2017. • Small Business Economic Impact Statement. 	
Policy Considerations	
<p>When a petition for rule-making involves new gambling equipment or a new concept involving gambling equipment, staff feels it is necessary to include a review of the gambling equipment as part of the rule-making process. A review of the gambling equipment during the rule-making process would ensure:</p> <ul style="list-style-type: none"> • Staff has a clear understanding of how the equipment works; • Regulatory guidelines can be addressed during the rule-making process; and • More effective rule-making can occur as a result of understanding how the gambling equipment operates. 	
Stakeholder Feedback	
<p>Victor Mena – Testified at the September commission meeting with concerns this new rule would be costly for small manufacturers and inhibit new gambling equipment and games in the state. When asked again in October, Victor Mena no longer had concerns.</p>	
Staff Recommendation.	
Final Action.	
Effective Date	
31 days after filing with Code Reviser’s Office.	

NEW SECTION

WAC 230-17-192 Submission of electronic or mechanical gambling equipment during rule making. (1) A manufacturer or its designee is required to submit electronic or mechanical gambling equipment for evaluation during rule making when the commission is considering taking action to adopt, change, or repeal a rule in order to authorize use of the gambling equipment.

(2) When we are ready to begin our equipment evaluation, we will notify the manufacturer or its designee in writing. The manufacturer or its designee will have thirty days from the date of our written request to submit the requested electronic or mechanical gambling equipment to our headquarters, directly or through a designee, or we may administratively close our review and deny the requested rule change.

(3) Manufacturers or their designee must submit:

(a) The gambling equipment, including all relevant software, that is identical or substantially similar to what will be marketed, distributed, and deployed in Washington;

(b) A copy of detailed technical materials and diagrams associated with the equipment and software, and all of the operational procedures and manuals, including relevant hardware and software manuals; and

(c) Other technical specifications as requested by the commission.

(4) The manufacturer or its designee must install, configure, and support the equipment/software to allow us to fully evaluate its operation. Evaluation may include, but is not limited to, interoperability, communication, security, and player protection issues.

(5) We will notify the manufacturer or their designee in writing if we require additional equipment or information for our evaluation. The manufacturer or its designee must provide us with the requested equipment or information within thirty days from the date of our written request or we may administratively close our review and deny the requested rule change.

WAC 230-06-050 Review of electronic or mechanical gambling equipment.

(1) When you submit gambling equipment, supplies, services, or games for our review to verify compliance with chapter [9.46 RCW](#) and Title 230 WAC, you must pay the application deposit before we perform the review. You must also reimburse us for any additional costs of the review. All costs must be paid in full prior to the completion of the review.

(2) The gambling equipment submitted for review must be identical or substantially similar to what will be marketed, distributed, and deployed in Washington. If the equipment is not sufficient for testing and review, we may require additional equipment or information.

(3) If your application is incomplete or we request additional information, you must provide us with the required items within thirty days of notification or we may administratively close your application.

(4) You can begin selling or leasing the gambling equipment when you are licensed and the gambling equipment has been approved by the director or director's designee.

(5) We may include security or surveillance requirements as part of gambling equipment approval.

(6) Gambling equipment must operate as approved by the director or director's designee.

(7) We may keep equipment submitted for review to allow for continued testing and training as long as the equipment remains in play in Washington. We are not liable for any damage to equipment while in our possession.

(8) If you do not agree with the director or director's designee's decision, you may file a petition for declaratory order with the commission according to [RCW 34.05.240](#) and chapter [230-17 WAC](#).

[Statutory Authority: [RCW 9.46.070](#). [WSR 14-09-037](#) (Order 696), § 230-06-050, filed 4/11/14, effective 7/1/14; [WSR 07-21-116](#) (Order 617), § 230-06-050, filed 10/22/07, effective 1/1/08; [WSR 06-17-132](#) (Order 601), § 230-06-050, filed 8/22/06, effective 1/1/08.]

From: [DONOTREPLY \(GMB\)](#)
To: [Griffin, Tina \(GMB\)](#); [Rancour, Michelle \(GMB\)](#)
Subject: Notice of Rule-Making
Date: Friday, October 27, 2017 3:09:54 PM
Attachments: [image001.gif](#)
[image002.png](#)
[image003.jpg](#)
[10_2017_Comm_meeting.pdf](#)
[image005.png](#)

Dear Licensee,

Commission staff is requesting a new rule to require manufacturers to submit electronic or mechanical gambling equipment for evaluation during rule-making. This [new](#) rule would allow staff to request and evaluate equipment during the rule-making process. Manufacturers would not be required to submit an application or fees for the evaluation during rule-making.

If the new rule or rule change [involving equipment](#) is adopted, thereby authorizing the use of such equipment, the manufacturer would be required to submit an application and fees to us for our review and approval of the gambling equipment, as outlined in WAC 230-06-050.

An equipment evaluation would allow staff to understand how the equipment works, communication, security and player protection issues. With this understanding, staff could make the necessary changes during rule-making to address any equipment related issues rather than [initiate](#) subsequent rule-making after the equipment is operational in the state.

[Staff's new rule](#) was filed for [further](#) discussion at the September 2017 commission meeting. It will be up for further discussion at the [November 16, 2017](#), commission meeting. Check our [website](#) for meeting dates, times and location.

If you have any questions or comments on this [new rule](#), you can testify before the Commissioners at the November 2017 or January 2018 commission meeting or submit your comments to Tina.Griffin@wsgc.wa.gov.

Sincerely,

Tina Griffin
Assistant Director
Licensing, Regulation and Enforcement
Washington State Gambling Commission
P.O. Box 42400
Olympia, WA 98504
360-486-3546 office



**Small Business Economic Impact Statement – RCW 19.85.040
Washington State Gambling Commission**

October 27, 2017

Proposed Changes to Rules: WAC 230-17-192, Submission of electronic or mechanical gambling equipment during rule-making.

This new rule requires manufacturers or their designee to submit electronic or mechanical gambling equipment for evaluation during rule-making, if the equipment submission is requested by Gambling Commission staff. The manufacturer would not be required to submit an application or fees for this evaluation during the rule-making process.

Allowing staff to evaluate the gambling equipment during the rule-making process will ensure:

- Staff has a clear understanding of how the equipment works before authorized by rule and implemented;
- Regulatory guidelines can be addressed during the rule-making process; and
- More effective rule-making can occur as a result of understanding how the gambling equipment operates.

The evaluation of the equipment may include an understanding of interoperability, communication, security, and player protection issues. The intent is to put rules into place during the rule-making process to set parameters for the authorization of the use of the equipment rather than after new rules are in place and the equipment deployed. Thereby, this process should save stakeholders money by not putting equipment into the marketplace and then having it pulled back because of subsequent changes in rules limiting the operation of the equipment because staff did not know how the equipment worked.

~~~~~

**1. Description of the reporting, record keeping and other compliance requirements of the proposed rule.**

There are no new reporting or record keeping requirements. The new rule solely creates a mechanism to require gambling equipment manufacturers or their designee to submit electronic or mechanical gambling equipment for evaluation during rule-making to authorize the use of such gambling equipment.

This new rule is only applicable during rule-making to authorize new gambling equipment. The gambling equipment review and approval process set out in WAC 230-06-050 will not be changed.

The manufacturer would be required to submit the following to our office in Lacey, WA, for inspection within thirty days of our request:

- Gambling equipment, including software, that is identical or substantially similar to what will be marketed, distributed or deployed in the state;
- A copy of detailed technical materials and diagrams associated with the equipment and software, and all of the operational procedures and manuals;
- Other requested technical specifications.

The manufacturer would be responsible for costs associated with the above information and the installing, configuring, and supporting the equipment/software to allow us to fully evaluate its operation.

The manufacturer would not be required to submit an application or any fees related to the evaluation during the rule-making process. The agency will assume all evaluation/inspection-related costs.

**2. Kinds of professional services that a small business is likely to need in order to comply.**

Manufacturers seeking rule-making to authorize new gambling equipment through a rule change may need to solicit transportation support to get their proposed gambling equipment to our Lacey office.

No other professional services are needed to comply with this new rule.

**3. The actual costs to small businesses of compliance, including costs of equipment, supplies, labor and increased administrative costs.**

The actual costs cannot be determined because of the following variables:

- Distance of manufacturer seeking a rule-change to authorize new gambling equipment (to determine transportation costs). Manufacturer may reside out-of-state; and
- Time to evaluate the new equipment during the rule-making process, including the value of the equipment/software and costs for installation, configuration, and support for the equipment is variable depending on type of equipment and complexity of equipment and software being evaluate. The cost could increase if the manufacturer had to remove equipment from possible sale, rental or lease in another jurisdiction where the equipment is authorized for use.

**4. Whether compliance with the rule, based on feedback received from licensees, will cause businesses to lose sales or revenue.**

No small business should lose sales or revenue because the rule relates to gambling equipment/software not currently authorized under the Gambling Act or by Gambling Commission rules. A card room licensee testified he feared increased costs to small manufacturers would prevent new gambling equipment coming into the state and being used by card room licensees. The licensee misunderstood that the equipment evaluation under this new rule only applied when a manufacturer is seeking a rule change to authorize the use of the new equipment.

Gambling Commission staff explained to the licensee there should be no costs preventing distribution of equipment for currently approved devices and software, and the licensee felt comfortable there would be no additional costs. The licensee also understood how this new rule would provide more transparency and be more economical for manufacturers. In the past, manufacturers have made financial investments by placing gambling equipment in the state after a rule change to authorize the equipment. Later, further rules had to be implemented, which required costly modifications to the equipment, as staff gained an understanding of how the equipment operated.

This new rule could cause a small business to delay sales or revenue on the one piece of gambling equipment they submit to us for evaluation during the rule-making process. Overall, we anticipate this new rule will save manufacturers from making investments in gambling equipment in the state and then having to change the functionality of the equipment, thereby costing the manufacturers money to make the changes to the equipment and possible loss of revenue, because of future rule changes to how the equipment will operate.

**5. A determination of whether the proposed rule will have a disproportionate cost impact on small businesses.**

The cost on small businesses and the cost for the largest 10 percent of manufacturers is indeterminate because shipping of the equipment/software and the value of the equipment/software and costs for installation, configuration, and support for the equipment is variable depending on type of equipment and complexity of equipment and software that will be evaluated. However, this rule should not have a disproportionate cost because the cost should be the same because the possible aforementioned costs are equipment/software specific and should not vary between manufacturers.

**6. Steps taken by the agency to reduce the costs of the rule on small businesses or reasonable justification for not doing so. Agencies “must consider, without limitation, each of the following methods of reducing the impact of the proposed rule on small businesses:”**

- a. **Reducing, modifying, or eliminating substantive regulatory requirements;**

This rule change does not add any new substantive regulatory requirements to licensees or potential licensees. Instead, it adds a process during the agency's rule-making consideration when it is considering rules authorizing and regulating new gambling equipment and/or software. The agency will incur most of the costs for inspection/evaluation of the gambling equipment and manufacturers will not be required to pay for our inspection/evaluation of the equipment during the rule-making process.

This should reduce manufacturer costs in the long-run because staff and Commissioners will understand the full functionality of the equipment during the rule-making process and then can ensure that the rules contain all necessary regulatory requirements to ensure effective implementation of the new equipment/software. This should prevent situations that have occurred in the past where equipment has been approved without review by the Commission's lab and then additional rules are enacted to address regulatory concerns with how the equipment is being operated after its initial approval.

**b. Simplifying, reducing, or eliminating recordkeeping and reporting requirements;**

This rule change does not require any additional recordkeeping or reporting requirements.

**c. Reducing the frequency of inspections;**

This rule change will not impact the number of inspections.

**d. Delaying compliance timetables;**

A delay is not necessary because it could provide a financial benefit for manufacturers seeking a rule change to allow the gambling equipment they manufacture in Washington.

**e. Reducing or modifying fine schedules for noncompliance; or**

Reduction or modification is unnecessary because there is no fine schedule related to this rule.

**f. Any other mitigation techniques including those suggested by small businesses or small business advocates.**

A mitigation analysis is unnecessary because of the positive impact to manufacturers. We have not received any feedback from stakeholders requesting changes to the proposed rule.

**7. A description of how the Gambling Commission will involve small businesses in the development of the rule.**

Notice of this rule-making followed the Gambling Commission's standard procedure. It was included in the September 2017 commission materials posted on our website. On September 15, 2017, staff presented the new rule to the Commissioners for discussion and possible filing. The Commissioners filed the new rule for further discussion after taking comment from the public.

The new rule was included in the October 2017 commission materials posted on our website. Prior to the start of the October 2017 commission meeting, we held an informal "Question and Answer" session for stakeholders to ask questions and discuss with staff proposed rules. The new rule was discussed at the Commission meeting and the public was taken.

In October 2017, we posted the new rule on our agency's website under "Breaking News." ("Breaking News" is in the middle of our main website, [www.wsgc.wa.gov](http://www.wsgc.wa.gov))

On October 27, 2017, we sent an email to all licensed manufacturers giving them notice of the new rule and a copy of the proposed rule language.

The new rule will be discussed at future commission meetings until the Commissioners take final action, which is anticipated to be at the January 2018 meeting. Public comment is taken at each meeting. The new rule and this Small Business Economic Impact Statement will be made available on our website for each commission meeting that the rule will be heard. Lastly, the new rule will remain posted under "Breaking News" on our main website until the Commissioners take final action.

This process provided small businesses several opportunities to provide feedback in the development of the new rule.

**8. A list of industries that will be required to comply with the rule.**  
7132.

**9. An estimate of the number of jobs that will be created or lost as the result of compliance with the proposed rule.**

No jobs will be impacted based on the information provided above.



**Rule Changes / Fee Simplification (Package #3)**

New Rule: WAC 230-05-175 Individuals license fees.

**January 2018 – Up for Further Discussion**  
**November 2017 – Discussion and Possible Filing**

Tab 7: JANUARY 2018 Commission Meeting Agenda. Statutory Authority 9.46.070

**Who Proposed the Rule Change?**

Staff

**Describe the Rule Changes**

**Bold/Underline = Changes made after the November 2017 Commission Meeting**

This is third of four packages staff will bring forward to make changes to the Commission’s licensing fee structure. This third package sets the individual license fees under the new license fee structure. The key changes to individual license fees in this third package:

- Establishes the license fees for individuals. There are basically two annual license fee schedules for individuals:

| License Type                                                                                                   | New Application Fee           | Renewal Fees |
|----------------------------------------------------------------------------------------------------------------|-------------------------------|--------------|
| Class F and HBCR card room employees and all representatives                                                   | \$275 (in-state fee for CREs) | \$170        |
| Nonhouse-banked card room employees, charitable or nonprofit gambling manager, and commercial gambling manager | \$200                         | \$95         |

- Requires all representatives to apply and pay a fee when adding or changing employers consistent with all other individual licensees. The fees are consistent with other fees for this transaction.
- Outlines in rule the card room employees required to pay “out-of-state” new application fees. A fourth rules package includes any corrections or updates to the rules filed in packages #1, #2, or #3.

Attachment:

**Summary of Fee Changes**

**Policy Considerations**

The Commissioners began considering changing the fee structure in 2014. The current fee structure was created over 40 years ago. It began with 25 fees. Today the Gambling Commission has approximately 194 different fees for Commercial and Non-Profit organizations and individuals. This fee schedule is typically based on a “class” system, which can be cumbersome for licensees and agency staff. The Gambling Commission is looking to simplify this current system to allow it to be easier to navigate and have a licensing fee schedule that is more predictable for both the agency and its licensees.

Staff Recommendation

Further Discussion

Staff anticipates asking for an effective date of May 1, 2018, so that licensees who are renewing June 30, 2018, will pay their fees under the new system.



NEW SECTION

**WAC 230-05-175 Individual license fees.** Individuals must pay the following fees:

(1) Annual license and additional employer fees:

| License Type                                                    | New Application Fee                      | Annual Renewal Fee | Additional or Change of Employer Fee |
|-----------------------------------------------------------------|------------------------------------------|--------------------|--------------------------------------|
| Call center for enhanced raffle representative                  | \$275                                    | \$170              | -                                    |
| Card room employee license - Nonhouse-banked (Class A)          | \$200                                    | \$95               | \$65                                 |
| Card room employee license - Class F and house-banked (Class B) | \$275 (in-state)<br>\$340 (out-of-state) | \$170              | \$65                                 |
| Charitable or nonprofit gambling manager                        | \$200                                    | \$95               | \$95                                 |
| Commercial gambling manager                                     | \$200                                    | \$95               | \$95                                 |
| Distributor representative                                      | \$275                                    | \$170              | \$65                                 |
| Linked bingo prize provider representative                      | \$275                                    | \$170              | \$65                                 |
| Manufacturer representative                                     | \$275                                    | \$170              | \$65                                 |
| Gambling service supplier representative                        | \$275                                    | \$170              | \$65                                 |

(2) Class B card room employees must pay the out-of-state application fee if over the last ten years the applicant lived outside of Washington for six nonconsecutive months or more.

(3) Other service fees:

| Transaction                                 | Fee  |
|---------------------------------------------|------|
| Change of name                              | \$30 |
| Card room employee emergency waiver request | \$65 |
| Duplicate license                           | \$30 |

(4) Military personnel returning from service. If a license expires while an individual is on active military service, the individual may apply to have their license reissued at the renewal fee. The application must be received within six months after completing their active military service. The applicant must provide evidence of the completion date of active military service.

## Summary of Fee Changes

| License Type                                                    | New Application Fee                                                                    | Annual Renewal Fee           | Additional or Change of Employer Fee               |
|-----------------------------------------------------------------|----------------------------------------------------------------------------------------|------------------------------|----------------------------------------------------|
| Call center for enhanced raffle representative                  | \$275<br><b>Decrease \$1</b>                                                           | \$170<br><b>Increase \$3</b> | -                                                  |
| Card room employee license – Nonhouse-banked (Class A)          | \$200<br><b>No Change</b>                                                              | \$95<br><b>No Change</b>     | \$65<br><b>No Change</b>                           |
| Card room employee license – Class F and house-banked (Class B) | \$275 (in-state)<br><b>Increase \$2</b><br>\$340 (out-of-state)<br><b>Increase \$1</b> | \$170<br><b>Increase \$3</b> | \$65<br><b>No Change</b>                           |
| Charitable or nonprofit gambling manager                        | \$200<br><b>Increase \$4</b>                                                           | \$95<br><b>Increase \$2</b>  | \$95<br><b>Increase \$2</b>                        |
| Commercial gambling manager                                     | \$200<br><b>No Change</b>                                                              | \$95<br><b>No Change</b>     | \$95<br><b>No Change</b>                           |
| Distributor representative                                      | \$275<br><b>Decrease \$1</b>                                                           | \$170<br><b>Increase \$3</b> | \$65<br><b>See Note 1</b>                          |
| Linked bingo prize provider representative                      | \$275<br><b>Decrease \$1</b>                                                           | \$170<br><b>Increase \$3</b> | \$65<br><b>See Note 1</b>                          |
| Manufacturer representative                                     | \$275<br><b>Decrease \$1</b>                                                           | \$170<br><b>Increase \$3</b> | \$65<br><b>Increase \$65;</b><br><b>See Note 2</b> |
| Gambling service supplier representative                        | \$275<br><b>Decrease \$1</b>                                                           | \$170<br><b>Increase \$3</b> | \$65<br><b>See Note 1</b>                          |

Other service fees:

| Transaction                                 | Fee                         |
|---------------------------------------------|-----------------------------|
| Change of name                              | \$30<br><b>Increase \$1</b> |
| Card room employee emergency waiver request | \$65<br><b>No Change</b>    |
| Duplicate license                           | \$30<br><b>Increase \$1</b> |

**NOTE 1:** Currently, distributor, linked bingo prize provider and service supplier representatives can only represent one distributor, linked bingo prize provider or service supplier at a time (WAC 230-03-330(1)). If a distributor, linked bingo prize provider or service supplier leaves their employer and goes to another employer during their license year, they have to reapply and pay the renewal fee of \$167. By adding a fee and rule language to allow these representatives to change employers, these representative will save \$102 if they change employers during their license year.

**NOTE 2:** Currently, manufacturer representatives can represent more than one manufacturer but they do not pay a fee when adding or changing employers (WAC 230-03-330(2) and (3)). The new rules will require manufacturer representatives to pay \$65 and tell us when they add or change employers during their license year.