

SENATE BILL NO. 346—SENATOR BROWER

MARCH 18, 2013

Referred to Committee on Judiciary

SUMMARY—Revises provisions relating to gaming.
(BDR 41-1051)

FISCAL NOTE: Effect on Local Government: No.
Effect on the State: Yes.

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EXPLANATION – Matter in *bolded italics* is new; matter between brackets ~~omitted material~~ is material to be omitted.

AN ACT relating to gaming; requiring the Nevada Gaming Commission to adopt regulations governing the acceptance of certain wagers by a licensed race book or sports pool; requiring the Commission to study and report on certain issues related to the taxation of gaming; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

1 Under existing law, the Nevada Gaming Commission and the State Gaming
2 Control Board are required to perform various acts relating to the regulation and
3 control of gaming. (NRS 463.140) **Section 1** of this bill requires the Commission to
4 adopt regulations governing the acceptance of race book or sports pool wagers
5 made by certain entities. **Section 6** of this bill requires the Commission to study and
6 report to the Legislature as to the appropriateness and potential revenue
7 considerations of imposing fees and taxes on the overall amount wagered on race
8 book and sports pool wagers.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN
SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 **Section 1.** Chapter 463 of NRS is hereby amended by adding
2 thereto a new section to read as follows:

3 *1. The Commission shall, with the advice and assistance of*
4 *the Board, adopt regulations authorizing the acceptance of race*
5 *book and sports pool wagers made by an entity.*

6 *2. The regulations adopted by the Commission pursuant to*
7 *this section may include, without limitation, provisions that:*



* S B 3 4 6 R 1 *

(a) *Require all members, partners, shareholders, investors and customers of any such entity to:*

(1) *Be registered with the Board in the manner prescribed by the Board; and*

(2) *Supply such information as the Commission requires.*

(b) *Provide that any member, partner, shareholder, investor or customer of an entity may be required to be licensed or found suitable by the Commission. Any person required to be licensed or found suitable must apply for a license or finding within 30 days after being requested to do so by the Commission. If any person required to be licensed or found suitable pursuant to this paragraph does not apply for such license or finding within 30 days after being requested to do so by the Commission, or if his or her license or the finding of his or her suitability is revoked after appropriate findings by the Commission, the entity with whom the person is associated shall terminate that association after receipt of written notice from the Commission. If the Commission suspends the finding of suitability of any member, partner, shareholder, investor or customer, the entity shall, immediately and for the duration of the suspension, suspend that person from any significant involvement with the gaming activities of the entity.*

(c) *Require any such entity to file with the Board, not less frequently than quarterly, any financial information concerning its activities or other information as required by the Commission.*

3. *The regulations adopted by the Commission pursuant to this section may impose reasonable fees, based on the actual cost of administration and enforcement, associated with the acceptance of race book and sports pool wagers made by an entity.*

4. *As used in this section, "entity" means an entity which is validly formed and existing under the laws of this State for the limited purpose of placing race book and sports pool wagers, provided that all members, partners, shareholders, investors and customers of the entity are reported to the Board.*

Sec. 2. (Deleted by amendment.)

Sec. 3. (Deleted by amendment.)

Sec. 4. (Deleted by amendment.)

Sec. 5. (Deleted by amendment.)

Sec. 6. 1. The Nevada Gaming Commission shall, with the advice and assistance of the State Gaming Control Board, conduct a study to examine the appropriateness and potential revenue considerations of imposing fees and taxes on the overall amount wagered, rather than on the amount won by a gaming licensee, for all race book and sports pool wagers.



1 2. On or before January 31, 2015, the Commission shall submit
2 to the Director of the Legislative Counsel Bureau for transmittal to
3 the 78th Session of the Legislature a report concerning any findings
4 pursuant to subsection 1.

5 **Sec. 7.** The Nevada Gaming Commission shall, on or before
6 January 31, 2014, adopt regulations required pursuant to section 1 of
7 this act.

8 **Sec. 8.** This act becomes effective upon passage and approval.

