STATE OF SOUTH DAKOTA DEPARTMENT OF REVENUE SOUTH DAKOTA COMMISSION ON GAMING

Notice of Public Hearing to Adopt Rules

A public hearing will be held via Zoom Meeting (<u>https://state-</u> <u>sd.zoom.us/j/95862124110?pwd=Y2MzL0V1eHJkMDZJTkl2RjhHOFBPZz09</u> Meeting ID: 958 6212 4110, Passcode: 166194); Teleconference (1-669-900-9128 Meeting ID: 958 6212 4110, Passcode: 166194); and will also be broadcast on SDPB at this address: <u>https://www.sd.net/meeting/11</u>, on Tuesday, May 18, 2021, at 10:00 o'clock a.m., MT, to consider the adoption and amendment of proposed rules numbered:

GAMING RULES: 20:18:06:02, 20:18:08:03, 20:18:12.01:01, 20:18:14:01, 20:18:15:28, 20:18:15:31, 20:18:16:32.01, 20:18:16:37, 20:18:18:15, 20:18:22:12, 20:18:29:02, 20:18:29:03, 20:18:29:09, 20:18:29:10

(1) Proposed rule amendment: 20:18:06:02. Fee required with application. The effect of this rule is to provide for an application fee for a sports wagering services provider.

The reason for adopting the proposed amendment is to implement sports wagering and licensing of sports wagering services providers which passed in the 2021 legislative session in Senate Bill 44.

(2) Proposed rule amendment: 20:18:08:03. Access to premises and production of records. The effect of this rule is to add associated equipment licensees and sports wagering services providers to the list of entities that must provide access to their premises and production of records.

The reason for adopting the proposed amendment is to update the rule for associated equipment licensees and to enact sports wagering which was passed in the 2021 legislative session through Senate Bill 44.

(3) Proposed rule amendment: 20:18:12.01:01. Gaming by licensees. The effect of this rule is to prohibit associated equipment licensees and sports wagering services providers or licensees employed by sports wagering services providers from wagering on sporting events.

The reason for adopting the proposed amendment is to update the rule for associated equipment licensees and to enact sports wagering which was passed in the 2021 legislative session through Senate Bill 44.

(4) Proposed rule amendment: 20:18:14:01. Authorized games. The effect of this rule is to add wagering on sporting events to the authorized games in Deadwood.

The reason for adopting the proposed amendment is to enact sports wagering which was passed in the 2021 legislative session through Senate Bill 44.

(5) Proposed rule amendment: 20:18:15:28. Irregularities. The effect of this rule is to implement cleanup to irregularities in blackjack.

The reason for adopting the proposed amendment is to clarify and clean up a previous rule.

(6) Proposed rule amendment: 20:18:15:31. Posting of rules. The effect of this rule is to clarify the posting of rules of blackjack and house banked poker games.

The reason for adopting the proposed amendment is to provide clarity and cleanup of an existing rule.

(7) Proposed rule amendment: 20:18:16:32.01. Bad beat pots and pool pots. The effect of this rule is to clarify that bad beat pots must be maintained in segregated bank accounts.

The reason for adopting the proposed amendment is to clarify and clean up an existing rule.

(8) Proposed rule amendment: 20:18:16:37. Posting of rules. The effect of this rule is to clarify that rules must be posted at each poker table.

The reason for adopting the proposed amendment is cleanup and clarification of an existing rule.

(9) Proposed rule amendment: 20:18:18:15. Maintenance of slot machines. The effect of this rule is to add electronic bonusing systems to the list of associated equipment of slot machines.

The reason for adopting the proposed amendment is clarification and cleanup of an existing rule.

(10) Proposed rule amendment: 20:18:22:12. Adjusted gross revenue computations. The effect of this rule is to include sports wagering in adjusted gross revenue computations.

The reason for adopting the proposed amendment is to enact sports wagering which was passed in the 2021 legislative session through Senate Bill 44.

(11) Proposed rule amendment: 20:18:29:02. Closed-circuit surveillance system. The effect of this rule is to clarify closed-circuit surveillance system requirements.

The reason for adopting the proposed amendment is clarification and cleanup of an existing rule.

(12) Proposed rule amendment: 20:18:29:03. Areas requiring surveillance during hours of operation. The effect of this rule is to add sports wagering to areas that are required to be monitored by surveillance.

The reason for adopting the proposed amendment is to enact sports wagering which was passed in the 2021 legislative session through Senate Bill 44.

(13) Proposed rule amendment: 20:18:29:09. Labeling of recorded pages. The effect of the proposed amendment is to repeal 20:18:29:09.

The reason for adopting the proposed amendment is due to the amendment in 20:18:29:03, labeling of video tapes is no longer needed.

(14) Proposed rule amendment: 20:18:29:10. Number of recorders. The effect of this rule is to clarify one-on-one recordings for all surveillance camera recorders.

The reason for adopting the proposed amendment is clarification and cleanup of an existing rule.

Persons interested in presenting data, opinions, and arguments for or against the proposed rules may do so by appearing in person at the hearing or by mailing them to South Dakota Commission on Gaming, 87 Sherman Street, Deadwood, South Dakota, 57732, or by e-mail to <u>susan.christian@state.sd.us</u>. Material sent by mail must reach the Commission on Gaming by Monday, May 17, 2021, to be considered. However, the Commission requests that all written comments be received by Friday, May 14, 2021, to allow for adequate consideration prior to the hearing.

After the public hearing, the South Dakota Commission on Gaming will consider all written and oral comments it receives on the proposed rules. The Commission may modify or amend a proposed rule at that time to include or exclude matters that are described in this notice.

Notice is further given for persons with disabilities that this hearing is being held in a physically accessible place. Please notify the Commission on Gaming at least 48 hours before the public hearing if you have special needs for which special arrangements must be made. The telephone number for making these special arrangements is (605)773-6050 or (605)578-3074.

Copies of the proposed rules may be obtained without charge from the:

South Dakota Commission on Gaming 87 Sherman Street Deadwood, South Dakota 57732 Telephone: (605)578-3074

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