

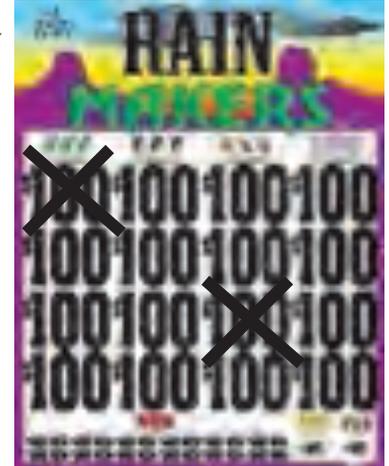


Removing Prizes from Flares - Conspicuously and Permanently

By: Special Agent David Meglemre, Everett Field Office

Licenses who operate punch boards and pull-tabs know that prizes must be permanently removed/deleted from flares after they are won.

The purpose of permanently deleting/removing prizes that have been awarded from the flare is to make sure players know what prizes are available to win, and which are not. If a prize that has been awarded is not removed from the flare, players believe the prize is still available to win, which is not true, and you are defrauding players. By permanently deleting prizes that have been awarded from flares, you are helping to ensure gambling at your business is legal and honest.



After receiving a winning pull-tab or punch for more than \$20 cash or a merchandise winner with a retail value over \$20, you must delete all references to that prize from the flare and from any other list, sign, or notice. Prizes must be removed **immediately**, the removal must be **conspicuous**, and the prize must be **permanently** deleted from the flare and/or other notices (WAC 230-14-100).

Can I use Winner Stickers?

Distributors and suppliers provide “winner stickers” for you to use to cover prizes won on flares. You can use these stickers; however, because some stickers can be easily peeled off a flare with no damage to the flare, winner stickers are not considered permanently removing a prize from the flare. Even though “winner stickers” may be conspicuous, they are not permanent.

To permanently remove a prize from the flare, you must use a method that, when applied to the flare, cannot be changed. For example, a good way to delete prizes from a flare both conspicuously and permanently is a large black ink marker. After you cover the prize with the permanent ink marker, you may then apply the “winner sticker” over the deleted prize.

How do I Delete Bonus Game Prizes From Flares?

On step-up punch boards and bonus pull-tab games, once all chances to win in a section of the flare are won, you must delete all references to prizes. If the prize is no longer eligible to be won, even if there was no actual winner for that particular prize, the prize must be deleted from the flare.

Commissioners

John Ellis, Chair
Keven Rojecki, Vice Chair
Mike Amos
Michael Reichert
Rebecca Roe

Ex-Officio Members

Senator Margarita Prentice
Senator Jerome Delvin
Representative Gary Alexander
Representative position vacant

Inside this Issue:

Page 2	Amusement Game Reporting Requirements
Page 2	Problem Gambling Awareness Week
Page 3	Court Ordered Fines and Your License
Page 4	New Digital Surveillance Work Group
Page 4	Texas Hold'em Pilot Program Recordkeeping
Page 5	Underage Gambling Inspections
Page 5	2011 Commission Meeting Dates and Locations
Page 6	Rules Moratorium
Page 7	Rules under Review
Page 8	Notice of Violation and Settlement
Page 9	Late Activity Report Update
Page 10	Administrative Case Update
Page 13	Problem Gambling Conference
Page 14	Gambling Net Receipts Comparison
Page 15	Updated Rule

Administration

Director - Rick Day
Executive Assistant - Gail Grate
Deputy Director - David Trujillo

Human Resources

Administrator - Lisa Benavidez

Business Operations Division

Administrator position vacant

Information Technology Division

Administrator - Tom Means

Licensing Services Division

Assistant Director - Tina Griffin

Communications and Legal Division

Administrator - Amy B. Hunter

Tribal Gaming Unit

Assistant Director - Julie Lies

Electronic Gambling Lab

Administrator - Paul Dasaro

Field Operations

Assistant Director - Mark Harris

Eastern Region - Spokane

Agent in Charge - Gary Drumheller

Northwest Region - Everett

Agent in Charge - Greg Thomas

Southwest Region - Tacoma

Agent in Charge - Jeannette Sugai



Newsletter Staff

Copy Editor

Susan Arland
Rules Coordinator and
Public Information Officer
(360) 486-3466

Copy Proof, Layout, and Design

Julie Owen
Secretary Senior

Amusement Game Licensees Must Report Games That Will be Operated During Their License Year

Amusement game licensees must prepare a list of all games they plan to operate during each license year, including the authorized group number of each game. You must submit this list to us with your activity report (WAC 230-13-075). Authorized group numbers are listed in WAC 230-13.

- If you have only **one licensed premises or license number** at which you operate amusement games, the list must include, at least, the name and group number of each game to be operated.
- If you operate amusement games at **multiple licensed locations**, the list must include the organization's name and license number, the name and group number of each game to be operated during the year at each respective licensed location.
- If you operate amusement games under **one license number at multiple locations**, the list must include the name and group number of each game to be operated during the year by premises address.

You must submit this list with your next activity report.
If you have questions, please contact:

- Research Analyst Cameron Baker: (360) 486-3476
E-mail: Cameron.Baker@wsgc.wa.gov
- Financial Analyst Ken DeKay: (360) 486-3477
E-mail: Ken.Dekay@wsgc.wa.gov



Problem Gambling Awareness Week

Submitted by: The Evergreen Council on Problem Gambling

Problem gambling affects as many as 270,000 Washington residents, including 45,000 teens. The Evergreen Council on Problem Gambling (ECPG) has asked Governor Gregoire to declare **March 6-12, 2011**, Problem Gambling Awareness Week in Washington; a request that has been honored the past eight years.

The ECPG is hosting Legislative Day at the State Capitol on **March 7, 2011**, as part of National Problem Gambling Awareness Week, to bring awareness to legislators.

The ECPG, along with Lt. Governor Brad Owen, will present information about some of ECPG's programs for problem gamblers and their families in Washington, including no-cost treatment, responsible gambling, youth prevention, and therapeutic justice. The forums will be held at 9:00 a.m. and 1:00 p.m. in the Senate Rules Room and are open to the public. Lt. Governor Brad Owen will also be presenting awards to students in the Capitol's rotunda at noon for their contributions to the prevention and arts program.

The ECPG, a 501(c)(3) not-for-profit organization, maintains a neutral position on gambling, recognizing that most people who gamble do so for recreation and suffer no serious problems. However, for some, gambling can become a serious addiction, affecting the individual and their family. Visit ECPG's website at Evergreenepg.org for more information.

Court Ordered Fines and Fees Can Affect Your Gambling License

By: Special Agent Julie Sullivan and Special Agent Stephanie Beach, Financial Investigations Unit

Did you know that if you have a high dollar amount of court ordered fines and fees that have been sent to collections due to nonpayment, you could be in jeopardy of losing your gambling license?

Part of our license renewal process is to review your criminal history to ensure you still meet the requirements to be licensed according to RCW 9.46.075.

Some of the things we look for are new violations, current warrants, and the dollar amount of court ordered fines and fees that have been sent to collections due to nonpayment.

We also look to see if a Failure to Appear (FTA) has been issued against you. A FTA is issued if you fail to be accountable to the court and/or fail to appear after being ordered to do so.

If a FTA has been issued against you, your fines/fees are in collections. However, a court can assign your fines/fees to collections without issuing a FTA.

Licensees who have a large amount of court ordered fines and fees in collections may pose a threat to the effective regulation of gaming. They could increase the chance of unfair or illegal practices, methods or activities of the gambling activity due to the financial pressure facing them.

We are also concerned that since they have failed to comply with a judge's rulings, they may not comply with internal control requirements or follow gambling rules and laws.

According to WAC 230-03-085, posing a threat to the effective regulation of gambling as demonstrated through prior activities, criminal record, reputation, or habits is grounds to deny an application or to revoke a license.

How can you prevent administrative action being taken against your license because you have missed some payments and now your fines and fees are in collections?

The best bet is to stay current with your court obligations. Some courts offer a time pay agreement in which you are able to make monthly payments.

As long as you remain current and do not miss a payment, the court keeps the debt out of collections. You may even be eligible to enter into a repayment agreement or program with the collection agency.

There are a couple of ways to find out where you stand with your court obligations.

You could go to the Department of Motor Vehicles and request a Driver's Abstract. This document will show any current traffic related FTA's. A FTA indicates the case is in collections.

Downsides to using your Driver's Abstract include:

- ◆ It will only show the past five years;
- ◆ It will not show any non-traffic related cases;
- ◆ Your case can be in collections without a FTA being issued.

However, your Driver's Abstract may give you an overall picture or a place to start if you have concerns.

Another way would be to go to your local court house and ask about your criminal history. Each court jurisdiction has different policies. Some will give you a printout of all of your cases within the state, while others will only give you information filed in that particular courthouse.

Ultimately, it is your responsibility to prove through clear and convincing evidence that you continue to qualify for your license, according to RCW 9.46.153. Failure to do so may result in the denial, suspension, or revocation of your gambling license.

If you have questions, please contact:

- ◆ Special Agent Julie Sullivan
(360) 486-3560
E-mail: Julie.Sullivan@wsgc.wa.gov
- ◆ Special Agent Stephanie Beach
(360) 486-3563
E-mail: Stephanie.Beach@wsgc.wa.gov



New Digital Surveillance Work Group

By: Special Agent Brian Lane, Wenatchee Field Office

We have formed a Digital Surveillance Work Group (DSW) with staff from our Field Operations Division and our Tribal Gaming Unit. The DSW consults with representatives from the surveillance industry (such as card room operators, Tribal Gaming Agencies, and surveillance companies) to discuss advances in surveillance technology.

Our objectives are to gather and share information on existing and new digital surveillance technologies, streamline rules, increase communication between staff and operators, and improve compliance and monitoring of digital surveillance systems.

Over the past ten years, commercial card rooms and Tribal casinos have been switching from analog surveillance



systems (VCR tapes) to digital surveillance systems that record video through a Digital Video Recorder (DVR)/Network Video Recorder (NVR) that is stored digitally in computers. With a proper system design, digital

surveillance technology has significant advantages over analog technology and can produce high quality video.

Camera technology has also advanced, adding complexity to surveillance system design. New cameras such as Internet protocol (IP), megapixel, or high definition (HD) cameras may have significant impacts on the overall function and output quality of a surveillance recording.

Digital cameras, software, and recorders are becoming more complex. Higher resolution, multiple streams, and more powerful compression programs can greatly enhance the potential of surveillance. However, using the multiple features available in these systems can routinely overload a surveillance system creating significant problems including decreasing the playback quality of the recording.

It is very important for you to understand basic digital system functions and capabilities. The DSW meets each month and can help you with your digital surveillance needs, such as help with solving problems and comparing surveillance requirements to current technologies. If you have questions, please contact your local field agent. Your agent will pass your questions on to the DSW.

Texas Hold'em Pilot Program Recordkeeping

By: Special Agent Bill McGregor, Spokane Field Office

The pilot program for \$100 wager limits in Texas Hold'em poker is under way. Currently, 28 card rooms have been approved to participate in the program.

If you are participating, you need to use the following Texas Hold'em Pilot Program recordkeeping forms:

- Texas Hold'em Pilot Program Daily Tracking Record
- Texas Hold'em Pilot Program Monthly Tracking Record

You must complete the Texas Hold'em Pilot Program Daily Tracking Record each day. Each hour, you need to count the number of players playing at the higher wager limit and record that number on the form.

At the end of each day, add up the number of players and how many hours higher limit games were operated and record those numbers on the form. If you do not operate games with wagers over \$40, write "no higher limit games" on the Texas Hold'em Pilot Program Daily Record for that day.

At the end of each month, summarize the totals on the Texas Hold'em Pilot Program Monthly Tracking Record.

You must also record the daily food and beverage sales, number of people requesting to be self-barred, and suspected cheating cases on any pilot study table each activity day.

You must give both the Texas Hold'em Pilot Program Daily and Monthly Tracking Records to your local gambling agent by the 10th of the following month.

A final report will be presented by staff at the May 2012 Commission meeting. The Commission will evaluate the data collected in the report and use it to determine whether the wager increase should be made permanent.

Licensees in the pilot program may continue to operate at \$100 wager limits until the Commission finally approves or disapproves the wager limit or until December 31, 2012, whichever comes first. If you have questions, please contact your local gambling agent.

WASHINGTON STATE GAMBLING COMMISSION TEXAS HOLD'EM PILOT STUDY DAILY TRACKING RECORD							
Licensee:						Date:	
Table Number:							
Betting Limits:							
Count Time	# of Players						
1:00 am							
2:00 am							
3:00 am							
4:00 am							
5:00 am							
6:00 am							
7:00 am							
8:00 am							
9:00 am							
10:00 am							
11:00 am							
12:00 pm							
1:00 pm							
2:00 pm							
3:00 pm							
4:00 pm							
5:00 pm							
6:00 pm							
7:00 pm							
8:00 pm							
9:00 pm							
10:00 pm							
11:00 pm							
12:00 am							
RANGES							
Total # of Players	_____	_____	_____	_____	_____	_____	
Total # of Hours	_____	_____	_____	_____	_____	_____	
Daily Food & Beverage Sales:	_____						
Number of People Requesting to be Self-Barred:	_____						
Suspected Cheating Cases on Pilot Study Tables Reported to the Commission:	_____						

**The Following House-Banked
Card Rooms Successfully Passed
Underage Gambling Inspections**

Blue Mountain Casino	Walla Walla
Buzz Inn Steakhouse	East Wenatchee
Cable Bridge Casino	Kennewick
Caribbean Card Room	Kirkland
Classic Island Casino	Kennewick
Coyote Bob's Casino	Kennewick
Crazy Moose	Mountlake Terrace
Crazy Moose Casino	Pasco
Element	Oak Harbor
Freddie's Casino	Renton
Golden Nugget Casino	Tukwila
Goldie's Casino	Shoreline
Great American Casino	Kent
Great American Casino	Everett
Hollywood Casino	Shoreline
Joker's Casino Sports Bar	Richland
Lancer Lanes Rest and Casino	Clarkston
Macau	Lakewood
Magic Lanes Casino	Seattle
Nob Hill Casino	Yakima
RC's Casino	Sunnyside
Red Dragon	Mountlake Terrace
Roman Casino	Seattle
Roxy's Casino	Seattle
Royal Casino	Everett
Silver Dollar Casino	Mill Creek
Silver Dollar Casino	Renton
Skyway Park Bowl Casino	Seattle
Wild Goose Casino	Ellensburg
Wildcard Sports Bar and Grill	East Wenatchee
Z's Restaurant at Zeppoz	Pullman

**Washington State Gambling Commission
Tentative
2011 Commission Meeting Schedule**

Schedule updated 2/1/2011

Please visit our website about seven days before each meeting to confirm meeting dates, start times, and see what topics are on the agenda for discussion.

March 10 & 11

Lacey Community Center
6729 Pacific Avenue SE
Lacey, WA 98503 – (360) 491-0857

April 14 & 15

To be Determined
Olympia/Lacey

May 12 & 13

To be Determined
Olympia/Lacey

June - No Meeting

July 14 & 15

Seattle Convention Center
800 Convention Place
Seattle, WA 98101 - (206) 694-5030

August 11 & 12

Vancouver Convention Center (*tentative*)
301 West 6th Street
Vancouver, WA 98660 - (360) 993-4500

September 8 & 9

To be Determined
Olympia/Lacey

October 13 & 14

Spokane Convention Center
334 W. Spokane Falls Boulevard
Spokane, WA 99201 - (509) 279-7000

November 17 & 18

To be Determined
Olympia/Lacey

December - No Meeting

Governor's Executive Order - Moratorium on New Rules by State Agencies

On November 17, 2010, Governor Gregoire issued Executive Order 10-06 asking all state agencies to not pass new rules, except under very limited exceptions. The purpose of the Order is to:

- Decrease the burden on licensees of tracking various regulatory changes; and
- Decrease staff time related to rule-making.

As a result, staff will be proposing very few rule changes during this next year. An Executive Order cannot change state law. Therefore, it does not directly impact the process for the public to petition for rule changes.

Anyone who submits a petition should make sure that they include their reasons for requesting the change when they submit the petition. It will be important for the Commissioners to have this information when they decide whether to file the rule changes for further discussion.

The Executive Order lists five limited exceptions when agencies should continue to pass rules:

- Required by federal or state law or required to maintain federally delegated or authorized programs;
- Required by court order;
- Necessary to manage budget shortfalls, maintain fund solvency, or for revenue generating activities;
- Necessary to protect public health, safety, and welfare or necessary to avoid an immediate threat to the state's natural resources; or
- Beneficial to or requested and supported by the regulated entities, local governments or small businesses that it affects.

The Executive Order expires January 1, 2012. Each state agency must report by January 31, 2012, the number of rules eliminated or suspended in response to the Executive Order, as well as the number of and justification for rules that proceeded through development and/or adoption.

At the January 2011 Commission meeting, staff will be reporting information to the Commissioners about the cost to process a rule change.

To read the entire Executive Order and implementation guidelines issued by the Governor's Executive Policy Office, visit our website at www.wsgc.wa.gov.

Do You Support or Oppose a Proposed Rule Change? Send Us Your Comments!

The Commissioners appreciate knowing if you support or oppose a proposed rule change. If you can't attend a public meeting (meeting schedule on page 5), please send your comments to:

Washington State Gambling Commission
Attention: Rules Coordinator
P.O. Box 42400, Olympia, WA 98504
E-mail: RulesTeam@wsgc.wa.gov

For detailed information about proposed rule changes, visit our website at www.wsgc.wa.gov and select Public Meetings. Meeting agendas and information are posted about ten days before each meeting.

You can sign-up to get an e-mail notification of when meeting agendas are posted on our website. Go to www.wsgc.wa.gov, select Public Meetings, select "sign up to receive notice of when meeting agendas are posted."

Gambling Rules and Laws Available Online

Gambling rules and laws are available online. Visit our website at www.wsgc.wa.gov:

- Select Rules and Laws
- Select Gambling Rules or Gambling Laws on the top grey toolbar.



Up for Final Action at the February 2011 Commission Meeting

Staff Proposed Rule Repeal

Maintain Copy of Rules Manual on Business Premises WAC 230-06-060

Staff is requesting to repeal a rule that requires licensees to maintain a paper rules manual at their licensed business. This rule has been in place since 1974. A paper manual is sent out with each new gambling license. We publish and mail new rules manual to licensees every three years.

We surveyed about 200 licensees and found about half prefer to access rules online and half prefer a paper rules manual. We found many state agencies do not require their customers to have a paper rules manual on hand.

Based on this research, we do not believe licensees should be required to maintain a paper rules manual at their licensed premises.

If this rule is repealed, we will no longer mail paper rules manuals to licensees or require paper rules manual at licensed businesses.

We will continue to include rule (WAC) text of amended rules in the back of this newsletter.

How Can You Get a New Paper Rules Manual?

Watch for the next edition of this newsletter! Licensees that want a paper rules manual will be able to “opt-in” for one. If this rule is repealed, we will let you know in the next newsletter how you can contact us to request a new paper rules manual.

We will print enough paper rules manuals to ensure staff have copies, as well as all licensees requesting a paper rules manual. We will also keep a supply on-hand for future requests.

We anticipate printing a new paper rules manual in July or August 2011.

Petition from the Public Denied by the Commissioners

Card Room Hours of Operation

WAC 230-15-025

We received a petition for a rule change, from a licensed gambling service supplier, requesting that card rooms be allowed to operate 24 hours a day/7 days a week.

At the November 2010 meeting, the Commissioner’s did not file the petition for discussion. Therefore, it was removed from further discussion. Card rooms continue to be authorized to operate games 24 hours a day/5 days a week, and 20 hours a day/2 days a week.

Recently Adopted Rule Change Petition from the Public

Wager/Prize Limit Increase for Amusement Games

Effective: February 20, 2011

Administrative Order: #674

WAC 230-13-135

Dave & Buster’s, a restaurant/amusement game business, submitted a petition for rule change to increase amusement game wager limits from \$0.50 to \$5 and prize limits from \$250 to \$500 for all locations listed in WAC 230-13-135.

The Commissioners filed the petition for discussion at their October 2010 meeting. At their January 2011 meeting, the Commissioners voted 3:1 to:

- Increase prize limits from \$250 to \$500.
- Amend the petition and increase wager limits from \$0.50 cents to \$3.50, rather than the petitioner’s requested proposal of \$5 wager limits.

See page 15 for changes made to WAC 230-13-135.

Petitions from the Public Withdrawn by the Petitioners

Removing Wager/Prize Limits at Amusement Center

WAC 230-13-135

We received a request for rule change, from a licensed amusement center, asking that wager and prize limits for amusement centers be removed. Their request was filed for discussion at the September 2010 Commission meeting.

At the January 2011 Commission meeting, the petitioner withdrew his proposal and testified in support of the Dave & Buster’s petition for rule change. The Dave & Buster’s petition was adopted at the January 2011 Commission meeting (see article above).

Card Room Supervisors and Managers Receiving Tips

WAC 230-15-475

We received a request for rule change, from a licensed card room employee, asking that “floor supervisors” and “shift managers” at house-banked card rooms be allowed to accept tips from players.

The petition was scheduled for discussion at the January 2011 Commission meeting. However, several days before the meeting, the petitioner withdrew his proposal and requested it not be discussed. Therefore, it was removed from the meeting agenda prior to discussion.

NOVAS - Notice of Violation and Settlement

The Notice of Violation and Settlement (NOVAS) is a way to resolve some gambling rule violations without going through the full administrative process. A NOVAS is issued directly by a gambling field agent to a licensee at the time of the violation. The written notice documents the violation and states how to correct it. Fines range between \$200 and \$500.

If a licensee does not correct the violation and pay the fine within 15 days, we will take administrative action against their gambling license.

Following are NOVAS Issued During July, August, September 2010

Organizations	
Failure to timely submit Activity Report	
Clearview Café	Snohomish
Coastal Conservation	Vancouver
FOE 00564	Tenino
FOE 02327	Monroe
FOE 02609	Bothell
Mick Finsters Pub and Grill	Edmonds
Midland Tavern	Tacoma
Multicare Health Foundation	Tacoma
O’Finnigan’s Pub	Everett
Redline Music and Sports	Seattle
Spot Sports Bar and Grill	Renton
Failure to properly delete prizes from the punch board/pull-tab flare	
Broadway Bar and Grill	Moses Lake
Ming Dynasty Restaurant	Everett

House-Banked Card Rooms	
Failure to follow Internal Controls	
Classic Island Casino	Kennewick
Players and Spectators	Spokane Valley
Failure to have sufficient floor supervisors in the pit when operating more than seven tables	
Classic Island Casino	Kennewick
Failure to timely submit Activity Report	
Sidney’s Restaurant	Aberdeen
Allowed a minor to gamble	
Parker’s Sports Bar	Shoreline

Late Activity Report Update

Reporting Period	Due Date
1st and 2nd quarters	July 30
3rd and 4th quarters	January 30

Your license may be *suspended, revoked*, or you may have to *pay a fine* if you do not turn in your activity report on time.

An activity report must be submitted even if you have no gambling activity for that quarter. This means turning in a signed report stating “No Activity.”

If you have questions, please contact:

- Research Analyst Cameron Baker: (360) 486-3476
E-mail: Cameron.Baker@wsgc.wa.gov
- Financial Analyst Ken DeKay: (360) 486-3477
E-mail: Ken.Dekay@wsgc.wa.gov

Late Activity Reports		
A Statement of Administrative Charges was issued to the following licensees:		
Name	Violation	Case Outcome
Ram’s Ripple, Moses Lake	<ul style="list-style-type: none"> • Failure to timely submit its punchboard/pull-tab activity report for the first and second quarters of 2010. • This is also a violation of a previous Settlement Order. 	<ul style="list-style-type: none"> • The licensee agreed to a 20-day suspension, with 3 days deferred for two years and 17 days vacated by a fine and costs totaling \$1,500. • Additionally, the licensee served three suspension days deferred from the previous Settlement Order.
Valley Tavern, Tacoma	<ul style="list-style-type: none"> • Failure to timely submit its punchboard/pull-tab activity report for the first and second quarters of 2010. 	<ul style="list-style-type: none"> • The licensee agreed to a 15-day suspension, with three days deferred for two years and 12 days served.

Administrative Case Update

A Statement of Administrative Charges or Order of Summary Suspension was issued to the following licensees.

Name	Violation	Case Outcome
Cheng K. Lee, of Silverdale, Card Room Employee (CRE), (formerly employed by Macau Casino and Casino Caribbean)	<ul style="list-style-type: none"> • Criminal History. • Pending First Degree Theft charge. • Admittedly took \$15,620 from a safe at the restaurant where he was the manager. 	<ul style="list-style-type: none"> • An Order of Summary Suspension was issued. • The licensee's request to stay the immediate suspension of his license was denied by the Administrative Law Judge (ALJ). • The licensee did not appear for the hearing. • The ALJ issued a Default Order revoking his license.
Angela Pagnossin, of Burien, CRE, (formerly employed by Roxy's Bar & Grill)	<ul style="list-style-type: none"> • Fraud • After writing checks totaling \$13,600 to her employer, the licensee put a block on her account so the checks could not be withdrawn. • The checks were returned as non-sufficient funds. 	<ul style="list-style-type: none"> • The ALJ revoked her license. • The licensee filed a Petition for Review. • The Commissioners upheld the ALJ's Order revoking her license. • The licensee filed a Petition for Reconsideration. • Commission staff filed a Motion to Strike the licensee's Petition for Reconsideration. • The licensee did not appear before the Commissioners. • The Commissioners granted Staff's Motion to Strike and denied the licensee's Petition for Reconsideration.
Jason Gourd, of Kent, CRE, (formerly employed by Silver Dollar Casino in Tukwila)	<ul style="list-style-type: none"> • Outstanding court fines and fees. 	<ul style="list-style-type: none"> • The licensee failed to appear at the hearing. • The ALJ issued an Order of Dismissal based on Default revoking his license. • The licensee filed a Motion to Vacate the Dismissal Order. • The ALJ denied the licensee's request to vacate the Dismissal Order revoking his license.
Khoeun Hean, of Tacoma, CRE, (employed by Freddie's Club of Fife)	<ul style="list-style-type: none"> • Outstanding court fines and fees. 	<ul style="list-style-type: none"> • The licensee made substantial payments on her fines and fees. • The licensee agreed to a ten-day suspension, with three days deferred for one year, and seven days served.
Daniel Nakata, of Everett, CRE, (formerly employed at The Hideaway and The Club)	<ul style="list-style-type: none"> • Possession of illegal gambling records. 	<ul style="list-style-type: none"> • The licensee agreed to surrender his license and not reapply for six months.

Administrative Case Update

A Statement of Administrative Charges or Order of Summary Suspension was issued to the following licensees.

Name	Violation	Case Outcome
Jeffrey Salter, of Des Moines, CRE, (formerly employed by PJ Pockets and Freddie's of Fife)	<ul style="list-style-type: none"> • Theft. • While working as a poker supervisor, took \$100 in cash from a poker till. 	<ul style="list-style-type: none"> • The ALJ revoked his license. • The licensee filed a Petition for Review. • The Commissioners upheld the ALJ's Order revoking his license.
Wilma Lomakema, of Auburn, Class III Employee, (formerly employed by Muckleshoot Indian Tribe)	<ul style="list-style-type: none"> • Theft. • While dealing poker, took \$100 from her poker bank for her personal use. 	<ul style="list-style-type: none"> • The Class III Employee failed to respond to the charges. • The Commissioners entered a Default Order revoking her certification.
Doris L. Bilow, of Stanwood, Class III Employee, (formerly employed by the Tulalip Tribe)	<ul style="list-style-type: none"> • Failure to follow procedures and misapplied funds. • Placed money that a patron turned in for lost and found into the cage toke/tip box. 	<ul style="list-style-type: none"> • The Class III Employee failed to respond to the charges. • The Commissioners entered a Default Order revoking her certification.
Laurie Duff, of Imperial Beach, CA, Class III Employee, (formerly employed by the Shoalwater Bay Tribe)	<ul style="list-style-type: none"> • Played abandoned credits on a player terminal, although she knew that the credits did not belong to her. 	<ul style="list-style-type: none"> • The Class III Employee agreed to surrender her Class III certification.
Gary Schultz, of Raymond, Class III Employee, (formerly employed by the Shoalwater Bay Tribe)	<ul style="list-style-type: none"> • While working as a Shift Manager, gave permission to an off duty employee to play abandoned credits on a player terminal. 	<ul style="list-style-type: none"> • The Class III Employee failed to respond to the charges. • The Commissioners entered a Default Order revoking his certification.
Anita A. Smith, of Marysville, Class III Employee, (formerly employed by the Tulalip Tribe)	<ul style="list-style-type: none"> • While dealing blackjack, made hand signals to players in an effort to help players win hands of blackjack. 	<ul style="list-style-type: none"> • The Class III Employee agreed to surrender her Class III certification.
Joker's Casino Sports Bar, Richland	<ul style="list-style-type: none"> • Allowed a minor to gamble in a card room. 	<ul style="list-style-type: none"> • The licensee agreed to a five-day suspension, with four days deferred for one year, and one day served.
Parker's Sports Bar & Casino, Shoreline	<ul style="list-style-type: none"> • Failure to timely disclose a new substantial interest holder. • Failure to submit financial statements. • Player Supported Jackpot (PSJ) violations: <ul style="list-style-type: none"> * Continued to operate PSJ after the IRS seized funds from the PSJ bank account. * Failure to reconcile PSJ records. * Failure to deposit PSJ funds into the PSJ account. * Made PSJ payout although no money was in the PSJ account. • This is also a violation of a previous Settlement Order. 	<ul style="list-style-type: none"> • The licensee agreed to a 15-day suspension, with 12 days deferred for one year and three days vacated by a fine and costs totaling \$13,902. • Additionally, the licensee served one suspension day deferred from the previous Settlement Order.

Administrative Case Update

A Statement of Administrative Charges or Order of Summary Suspension was issued to the following licensees.

Name	Violation	Case Outcome
Seven Diamonds, Applicant, Seattle	<ul style="list-style-type: none"> • Failure to disclose that it was a substantial interest holder of Parker's Casino. • Failure to timely disclose several changes to its application. 	<ul style="list-style-type: none"> • A Settlement in Lieu of Administrative Charges was issued. • The applicant agreed that after obtaining licensure, its licenses will be suspended for 15 days, with ten days deferred for one year, and five days vacated by paying a fine and administrative costs totaling \$7,509 dollars. • The applicant withdrew its application prior to licensure.
Red Dog Saloon, Maple Valley	<ul style="list-style-type: none"> • Failure to pay exceeding license class fee. 	<ul style="list-style-type: none"> • The licensee paid the exceeding license class fee and agreed to a five-day suspension, with two days deferred for one year, and three days served.
Pee Wee's Tavern, Tacoma (Owner Floyd Jackson)	<ul style="list-style-type: none"> • Failure to pay exceeding license class fee. 	<ul style="list-style-type: none"> • The Floyd Jackson failed to respond to the charges. • The Commissioners entered a Default Order revoking the license issued to Floyd Jackson.
11 th Frame Restaurant & Lounge, Bremerton	<ul style="list-style-type: none"> • Failure to submit financial statements. 	<ul style="list-style-type: none"> • The licensee closed its business and agreed to surrender its licenses.
Sidney's Restaurant & Sports Bar, Aberdeen	<ul style="list-style-type: none"> • Failure to submit financial statements. 	<ul style="list-style-type: none"> • The licensee did not pay its renewal license fees and the license expired before charges were issued. • The ALJ issued an Order of Dismissal Without Prejudice.
Fizzie Mulligans, Applicant, Spokane	<ul style="list-style-type: none"> • Operated Punchboard/Pull-Tab activity without a license. 	<ul style="list-style-type: none"> • A Settlement in Lieu of Administrative Charges was issued. • The applicant agreed that after obtaining licensure, its licenses will be suspended for 15-days, with five days deferred for one year, and ten days vacated by a fine and administrative costs totaling \$1,896 dollars.

WESTERN REGIONAL CONFERENCE ON PROBLEM GAMBLING AWARENESS

FOCUS ON THE **FUTURE**

DON'T WAIT UNTIL IT'S TOO LATE
SAVE THE DATE!

April 27-30, 2011
Seattle, Washington

Prevention
Treatment
Responsible Gaming
Research
Recovery
Government and Legal

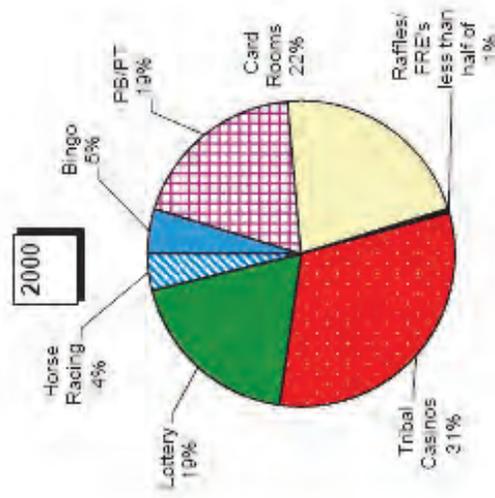
2011 SEATTLE, WASHINGTON
Focusonthefuture.evergreencpg.org



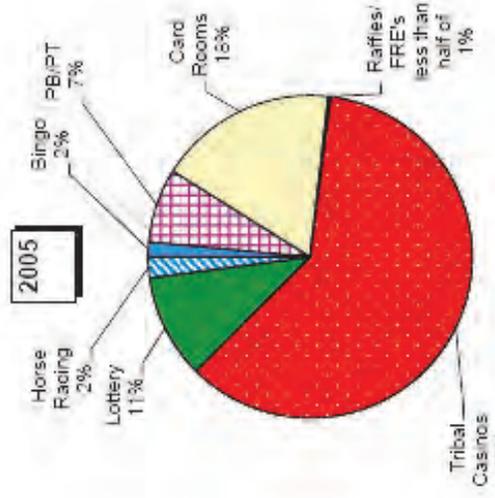
Fiscal Year NET RECEIPTS COMPARISON

(Net receipts = amount wagered minus amount paid out as prizes)

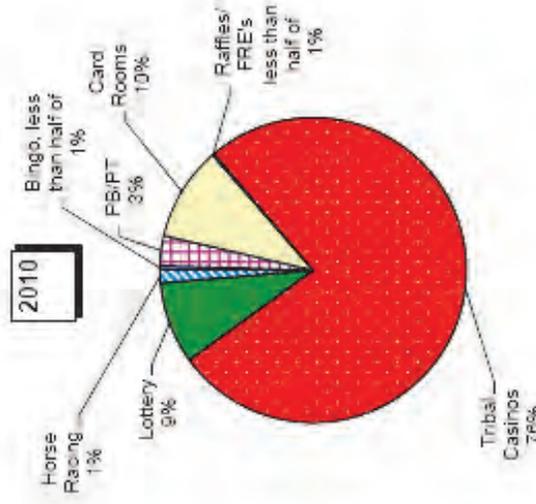
Fiscal Years = July 1 - June 30



Bingo	41.2
PB/PT	162.5
Card Rooms	186.9
Raffles/FRE's***	3.9
Tribal Casinos*	272.6
Lottery	163.2
Horse Racing	33.1
Total	\$863.4 M



Bingo	25.1
PB/PT	126.2
Card Rooms	302.6
Raffles/FRE's***	4.6
Tribal Casinos*	1,023.9
Lottery	177.2
Horse Racing**	35.5
Total	\$1,695 B



Bingo	10.7
PB/PT	72.8
Card Rooms	228.6
Raffles/FRE's***	4.2
Tribal Casinos*	1,745.9
Lottery	199.2
Horse Racing**	30.6
Total	\$2,292 B

(Dollar amounts = millions M, except where noted for totals in billions B)

* Estimated

** Advance Deposit Wagering began June 2004, as authorized by the Horse Racing Commission. [FY10 includes \$6.4 million retained by outside ADW firms.]

*** FRE = Fund Raising Events

AMENDED SECTION

WAC 230-13-135 Maximum wagers and prize limitations at certain amusement game locations.

The maximum wager is three dollars and fifty cents and the maximum cost for a prize is ~~((two))~~ five hundred ~~((fifty))~~ dollars if school-aged minors are allowed to play amusement games at the following locations:

- (1) Regional shopping centers; and
- (2) Movie theaters; and
- (3) Bowling alleys; and
- (4) Miniature golf course facilities; and
- (5) Skating facilities; and
- (6) Family sports complexes.
 - ~~((i))~~ (a) A "family sports complex" is a facility, at a permanent location, to which people go to play sports. A family sports complex must offer multiple sports activities, such as indoor soccer, outdoor soccer, lacrosse, baseball, Frisbee, and lawn bowling and the gross receipts must be primarily from these sports activities.
 - ~~((ii))~~ (b) A family sports complex does not include a facility owned or operated by a school or school district; and
- (7) Amusement centers; and
- (8) Grocery or department stores. A "department or grocery store" means a business that offers the retail sale of a full line of clothing, accessories, and household goods, or a full line of dry grocery, canned goods, or nonfood items plus some perishable items, or a combination of these. A department or grocery store must have more than ten thousand square feet of retail and support space, not including the parking areas; and
- (9) Any business whose primary activity is to provide food service for on premises consumption.

Washington State Gambling Commission

Mailing Address: P.O. Box 42400, Olympia, WA 98504-2400

Location: 4565 7th Avenue SE, Lacey, WA 98503
 PRSRT STD
 U.S. POSTAGE PAID
 Washington State
 Department of Printing

Visit our Website at: www.wsgc.wa.gov

For Operational or Regulatory Questions, please call our field office closest to you.

Bellingham	(360) 676-2012	Spokane	(509) 325-7900
Everett	(425) 304-6300	Tacoma	(253) 671-6280
Kennewick	(509) 734-7412	Wenatchee	(509) 663-9660
Renton	(425) 277-7022	Yakima	(509) 728-2087

Headquarters – Lacey

Toll-free In-State only (800) 345-2529 (360) 486-3440 TDD: (360) 486-3637

Division	Extension	Division	Extension
Administration	3453	Mandatory Training Schedule	3440
Administrative Charges/Hearings	3465	Media Questions	3466 or 3463
Commission Meeting Agenda	3453	Newsletter	3466
Electronic Gambling Equipment Review	3504	Problem Gambling	3468
Human Resources (Personnel)	3456	Public Disclosure Requests	3529
ID Stamps (Business Office)	3489	Record Keeping Forms	3440
Licensee Activity Reports	3476	Rule Changes	3466
License Application Requests & Status	3440	Tribal Negotiations	3468
Licensing Investigations	3559 or 3571	Tribal Regulation / Implementation	3586

Our Mission:

Protect the Public By Ensuring that Gambling is Legal and Honest.