



Sports Wagering Rules

July 8, 2021

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Rule-making Recap

- APA requires draft rules to be published 20 days before final action can be taken
- June 10th meeting – Commissioners approved draft rules for filing
- Rules filed with technical changes on June 21st and published on July 7th

Rule-making Recap

- Commissioners can approve final rules after July 27th
- Special Meeting on July 28th
- Changes can be made before final rules are approved
- Changes cannot be substantially different from what was approved on June 10th or rules must be re-filed

July 28th Special Meeting

Final Action can be taken at July 28th Special Meeting:

- Can approve or hold all rules in current form
- Can approve some rules and hold some rules for further development
- Can make nonsubstantive changes to current proposed rules up for final action

Option 1 – No Change

- Let the Rules Package continue as filed
- Up for Final Action at Special Meeting July 28th
- Effective 31 days after filing with the Code Reviser, approximately the end of August

Option 2 – Separate Rule Packages

- Move forward with licensing rules needed to implement Sports Wagering
 - Chapter 230-03 WAC
 - Chapter 230-05 WAC
 - Chapter 230-06 WAC
- Hold Chapter 230-19 WAC rules for further development with additional stakeholder input

Option 2 – Separate Rule Packages

- Chapter 230-03 WAC, Chapter 230-05 WAC, and Chapter 230-06 WAC proposed rules up for final approval at July 28th Special Meeting
- Chapter 230-19 WAC rules not up for final approval at July 28th Special Meeting
 - Will go before Commissioners at future public meeting
 - Allows staff additional time to work with stakeholders
 - Does not impact timeline for licensing rules

Nonsubstantive Changes To Either Option

- Gambling Equipment
- Licensing Fees

Nonsubstantive Changes

Gambling Equipment

- WAC 230-03-200- Gambling Equipment Definition;
- WAC 230-06-050- Review of gambling equipment;
- WAC 230-06-054- Notification of gambling equipment malfunctions;
- WAC 230-06-110- Buying, selling, or transferring gambling equipment;
- WAC 230-06-116- Tradeshows; and
- WAC 230-06-120- Selling or transferring gambling equipment when no longer licensed.

Nonsubstantive Changes

Licensing Fees

- Keep current Fees set at \$85k/\$10k/\$5k; or
- Reduce major vendor fee while still attempting to cover projected costs

Modified Licensing Fee

WAC 230-05-170(1) Fees for other businesses:

License Type	Base License Fee
Major Sports Wagering Vendor	\$85,000 \$65,000

- Evaluated our estimated costs for the first year and can adjust the base license fee based on costs that *may not* be incurred the first year.
- Actual costs not covered in the first license year will be assessed in the second license year.
- License fees will be reassessed prior to the end of the first license year; costs for second year will most likely increase.

Decision Points for Final Action

Plan forward for rules?

- Option 1 – Final review and possible approval of all rules currently filed
- Option 2 – Final Review of rules in Chapter 230-03 WAC; Chapter 230-05 WAC; and Chapter 230-06 WAC and continue to work on Chapter 230-19 WAC

Approval for Work on Nonsubstantive Changes

- Work on gambling equipment changes?
- Reduce Licensing Fees to \$65,000 for major vendors?