



## Concise Explanatory Statement

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### **Notice of Permanent rule changes to the Commission's licensing fee and reporting structure.**

Changes to the below identified rules are made to simplify and streamline the agency's licensing fee structure. These changes align individual licensing fee requirements with the new fee structure. These changes also amend the I.D. stamp requirements, including eliminating I.D. stamp fees and requiring stamps only for punchboards/pull-tabs. Lastly, certain reporting requirements are aligned with the new fee structure.

**The following rules have been changed with the Washington State Gambling Commission's adoption of WSR 18-03-171 and WSR 18-04-014 (Packages 3 &4):**

- **WAC 230-05-175 - Individual license fees.**
- **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.**
- **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.**
- **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.**
- **WAC 230-16-180 - Records retention for I.D. stamp records.**

The Administrative Procedure Act ([RCW 34.05.325\(6\)](#)) requires agencies to complete a concise explanatory statement before filing adopted rules with the Office of the Code Reviser. This statement must be provided to anyone who gave comment about the proposed rule-making.

Once persons who gave comment during this rulemaking have had an opportunity to receive this document, the Washington State Gambling Commission will file the [new/amended] rules with the Office of the Code Reviser. These changes will become effective July 1, 2018.

The Washington State Gambling Commission appreciates your involvement in the rule-making process. If you have any questions, please contact our Rules Coordinator, at [rules.coordinator@wsgc.wa.gov](mailto:rules.coordinator@wsgc.wa.gov) or at (360) 486-3447.

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## **What are the agency's reasons for adopting these rules?**

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This is the third and fourth rule packages related to the Commission's fee simplification rule-making. The Gambling Commission currently 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 passed these rules to simplify this current licensing fee and reporting 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.

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## **Summary of Comments, Agency Response, if required, and How the Final Rule Reflects the Agency's Consideration of the Comments, or Why It Fails To Do So**

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February 6, 2018, a notice was emailed to all licensees informing them that Commissioners voted at the January Commission meeting to unanimously approve rules packages #1 and #2 for the redesigned fee structure. Several licensees returned feedback, and thanked us for the information, while others still had questions on the new fee structure.

Nick Claypole, 3<sup>rd</sup> Generation Distributing, commented on the time he will have to spend to make up for the added cost of his distributor license. He felt the commissioners should spend more time to understand the cost involved with operations. Director Trujillo responded and encouraged Mr. Claypole to attend a future public commission meeting to share his constructive feedback.

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## **Summary of Any Differences Between the Rules in Packages #3 and #4 as Published in the Register and Text of These Rules as Adopted by the Commissioners at their March 15, 2018 Public Meeting.**

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No changes were made to the proposed rule in package #3. Changes were made to the proposed rules in package #2. Specifically, the agency needed to revise several rules in package #2 and so it pulled these rules from rules package #2 and added them to rules package #4 (WSR 18-04-014). The following rules were removed from package #2 and added to proposed rule changes in package #4 (WSR 18-04-014):

- 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.

No additional changes were made to the proposed rules in package #4.