



Department of
Revenue &
egulation
Commission on Gaming

NOTICE OF SPECIAL MEETING OF SOUTH DAKOTA COMMISSION ON GAMING

221 West Capitol Avenue, Suite 101
c/o 1320 East Sioux Avenue
Pierre, South Dakota 57501-3185
Phone: 605-773-6050
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NOTICE IS HEREBY GIVEN that the South Dakota Commission on Gaming will hold a special meeting to take public testimony and to consider the adoption and amendment of proposed rules on Wednesday, May 16, 2012 at 9:00 AM in the City Commission Chambers of Deadwood City Hall, Deadwood, South Dakota.

AGENDA

Call to Order

Conflicts of Interest on Agenda Items

Public testimony and Commission actions on proposed rules

20:18:01:01

20:18:03:04

20:18:07:07

20:18:12:01:14

20:18:01:17

20:18:15:39

20:18:16:02

20:18:16:15.03

20:18:18:15

20:18:20:05

20:18:29:03

20:18:29:08

20:18:29:14

The effects of each proposed rule change and the reasons for adoption or amendment are explained on the attached Notice of Public Hearing to Adopt Rules.

Adjournment

LARRY B. ELIASON
Executive Secretary

For access assistance persons with special needs may call the Commission office at (605) 773-6050.

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 at the City Hall, 102 Sherman Street, Deadwood, South Dakota, on Wednesday, May 16, 2012, at 9:00 a.m., MDT, to consider the adoption and amendment of proposed rules numbered:

GAMING RULES: 20:18:01:01, 20:18:03:04, 20:18:07:07,
12:18:12.01:14, 20:18:12.01:17, 20:18:15:39, 20:18:16:02,
20:18:16:15.03, 20:18:18:15, 20:18:20:05, 20:18:29:03, 20:18:29:08,
20:18:29:14

Proposed Rule Change: ARSD 20:18:01:01, Definitions. The effect of this change is to identify the definition of Pit Boss to provide enhanced security at table games following the bet limit increase.

The reason for this amendment to enhance security in light of the Legislature's increase of bet limits to \$1,000.

Proposed New Rule: ARSD 20:18:03:04, Transfer of license stamps. The effect of the promulgation of this rule is to allow the Executive Secretary to approve transfer of license stamps between licensed operators.

The reason is pursuant to SDCL § 42-7B-11(15) the Legislature authorized promulgation of a rule allowing the Executive Secretary to approve transfers of license stamps.

Proposed New Rule: ARSD 20:18:07:07, Executive secretary approval. The effect is to permit the Executive Secretary to approve license renewals, approval of additional retail license, and to approve assignment of location of retail licenses subject to the approval of the Commission.

The reason is to promulgate a rule authorized by the Legislature's passing of Senate Bill 19 during the 2012 session.

Proposed Rule Change: ARSD 20:18:12.01:14, Minimum bankroll requirements. The effect is to increase the minimum bankroll requirements that must be maintained by the licensee.

The reason is to comply with anticipated exposures due to the increase in bet limits.

Proposed New Rule: ARSD 20:18:12.01:17, Pit boss requirement. The effect is to require pit boss supervision at blackjack or house banked poker games with bet limits in excess of \$100.

The reason for this new rule is to enhance security at certain table games following the increase in bet limits.

Proposed Rule Change: ARSD 20:18:15:39, Tip bets. The effect of this change is to require tips to be placed in a secure location and to provide measures for the coloring up, or exchange of chips to a higher denomination.

The reason for this amendment to provide enhanced security regarding tips and gratuities to dealers.

Proposed Rule Change: ARSD 20:18:16:02, Types of poker authorized. The effect is to add Pai Gow and Casino War as authorized variations of poker.

The reason is to recognize the Commission's promulgation of new additional variations of poker including Pai Gow and Casino War.

Proposed Rule Change: ARSD 20:18:16:15.03, The play -- Let it ride and let it ride bonus including three card bonus optional side bet or progressive optional side bet. The effect is to clarify that the bonus bet is an optional bet and to clarify when the three card option should be utilized.

The reason is for this is to recognize a request from Four Aces Casino for such changes.

Proposed Rule Change: ARSD 20:18:18:15, Maintenance of slot machines. The effect of the change is to include radio frequency identification chips as associated equipment in slot machines.

The reason for this amendment is to recognize advances in technology in associated equipment.

Proposed Rule Change: ARSD 20:18:20:05, Colors of chips. The effect of this rule change is create a fifty-cent chip, a one-thousand dollar chip and a five-thousand chip, as well as denote their colors.

The reason is with the increase in bet limits, new chip denominations are required.

Proposed Rule Change: ARSD 20:18:29:03, Areas requiring surveillance during hours of operation. The effect of this change is to require fixed cameras for blackjack or house banked poker games with bets in excess of \$100.

The reason for this amendment is to enhance security in light of the increase in bet limits.

Proposed Rule Change: ARSD 20:18:29:08, Securing and retaining recorded video images. The effect of the rule change is to increase the period of time that a licensee must retain recorded video images from seven to 14 days.

The reason for this amendment is to provide enhanced security in light of the increase in bet limits.

Proposed Rule Change: ARSD 20:18:29:14, Quality review of recorded surveillance video images. The effect of this change is to require daily inspections of recording equipment and a review of all recorded images weekly.

The reason for this amendment is to provide enhanced security in light of the increase in bet limits.

Persons interested in presenting data, opinions, and arguments for or against the proposed rule changes may do so by appearing in person at the hearing or by sending them to the South Dakota Commission on Gaming, 221 West Capitol Avenue, Suite 101, c/o 1320 East Sioux Avenue, Pierre, South Dakota, 57501-3100. Materials sent by mail must reach the Commission on Gaming by Monday, May 14, 2012, to be considered. However, the Commission requests that all written comments be received by Friday, May 4, 2012, to allow for adequate consideration prior to the hearing.

After the hearing, the Commission will consider all written and oral comments it receives on the proposed rule changes. 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 to any individual 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
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c/o 1320 East Sioux Avenue
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Telephone: (605)773-6050

Published once at the total approximate cost of \$_____.