## State Budget Office Office of Regulatory Reinvention 111 S. Capitol Avenue; 8th Floor, Romney Building Lansing, MI 48933 Phone: (517) 335-8658 FAX: (517) 335-9512

## AGENCY REPORT TO THE JOINT COMMITTEE ON ADMINISTRATIVE RULES (JCAR)

Under the Administrative Procedures Act (APA), 1969 PA 306, the agency that has the statutory authority to promulgate the rules must complete and submit this form electronically to the Office of Regulatory Reinvention (ORR) at <u>orr@michigan.gov</u>.

## **1. Agency Information:**

	Agency name:	Department of Treasury, Michigan Gaming Control Board				
Division/Bureau/Office:						
	Name, title, phone number, and e-mail of person completing this form:		Wendy Harns, Analyst			
				517-335-2163		
				harnsw@michigan.gov		
	Name of Depart	mental Re	gulatory Affairs Officer reviewing this form:	Margaret Patterson		

## 2. Rule Set Information:

ORR assigned rule set number:		2017-092-TY
Title of proposed rule set: Casin		no Gaming

## 3. Purpose for the proposed rules and background:

The proposed rules provide for the continued strict regulation of casino gaming because of its susceptibility to criminal behavior. The strict regulation of casino gaming protects the health, safety, and welfare of Michigan citizens. The current rules have requirements that are outdated by technologic advances and changes in industry standard operating procedures. If the rules are not changed, operational efficiencies for licensees cannot be implemented and enforcement activities are not prioritized. Part of the rationale for changing the rules is also to lessen the burden on the licensees without jeopardizing regulatory enforcement activity or the integrity of casino gaming. The changes also allow for clarification of processes and procedures.

## 4. Summary of proposed rules:

These rules will provide the regulatory framework for the licensing and operation of the three commercial casinos located in Detroit, their suppliers and employees. The rule set will eliminate the definitions of business or calendar day because the casinos operate 24 hours a day, 7 days a week; include standard industry acronyms for electronic gaming devices, random access memory, random number generator; remove the definition of public official because the term is not used in the rules; clarify persons authorized to carry weapons in casinos, and express permission to carry handcuffs by private casino security personnel is being eliminated; change the location of MGCB's principal office from Lansing to Detroit; revise the requirements relating to the transfers of ownership, suspected criminal activity reporting, patron disputes procedures, application process, and revise exemptions from supplier licensing; modify the process to appeal a board decision; update the rules on surveillance, instruments of monetary value, conduct of gaming and gaming equipment, remove tokens, and movement of electronic gaming devices and live table games; revised parking space requirements; ensure processes are in place to prevent disassociated persons from participating in gaming activities.

5. List names of newspapers in which the notice of public hearing was published and publication dates (attach copies of affidavits from each newspaper as proof of publication).

January 7, 2019: The Grand Rapids Press, The Detroit News & Free Press, The Daily News (Escanaba)

6. Date of publication of rules and notice of public hearing in *Michigan Register:* January 15, 2019 (Issue No. 24)

#### 7. Time, date, location, and duration of public hearing:

10am-11am (1 hour) January 29, 2019 MGCB, Board Hearing Room Cadillac Place 3062 W. Grand Blvd, Suite L-700 Detroit, MI 48202

8. Provide the link the agency used to post the regulatory impact statement and cost-benefit analysis on its website:

https://www.michigan.gov/documents/mgcb/MGCB\_Casino\_Gaming\_Rules\_RIS\_2018-10-25\_FINAL\_642456\_7.pdf

9. List of the name and title of agency representative(s) attending public hearing:

Fred Cleland, Assistant Director Mark Mazzonne, Deputy Director, Licensing & Investigations Bethany McCune, Assistant Attorney General, Alcohol & Gambling Enforcement Division

10. Persons submitting comments of support:

None.

## 11. Persons submitting comments of opposition:

Agency received no opposition concerning content. Aaron Adamczyk submitted proposed changes via email that were grammatical only.

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## 12. Identify any <u>changes</u> made to the proposed rules based on comments received during the public comment period:

	Name & Organization	Comments Made at Public Hearing	Written Comments	Agency Rationale for Change	Rule Number & Citation Changed
1.	Aaron Adamczyk	n/a	Change "subsidiaries" to "subsidiary"	Grammatical only	R 432.1103(f)(ii)
2.	Aaron Adamczyk	n/a	"R" is missing in rule number	Grammatical only	R 432.1215
3.	Aaron Adamczyk	n/a	Change "systems" to "system"	Grammatical only	R 432.1839(10)(d)
4.	Aaron Adamczyk	n/a	Additional grammatical changes were proposed	Additional changes were not accepted, as they were not necessary to support or clarify content or did not conform to Legislative Service Bureau guidelines for administrative rules	

## 13. Date report completed:

February 7, 2019

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ITERRIE BELONGIE	being an authorized repr	esentative of	THE DAILY PRESS	of
Escanaba, Michigan, do hereby affirm that _		CASINO GAMIN	G RULES	ads for
MICHIGAN GAMING CON	EAST LANSING, MICH	ST LANSING, MICHIGAN		
were inserted on the following date(s)	JANUARY 07, 2019 NOT	in in	THE DAILY PRESS THE TMC WEEKLY SHOPPER	and and

on

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NOT

and that the attached is a true copy thereof.

signature of authorized representativ

Subscribed and sworn to before me this

2019 <u>Carol ann Romps</u> notary public, Delta County, Michtgan

My commission expires

day of

THE DAILY PRESS WEBSITE

12-17-33

JANUARY

CAROL ANN ROMPS, NOTARY PUBLIC DELTA COUNTY, STATE OF MICHIGAN MY COMMISSION EXPIRES 12/17/2022

"urgent humanitarian needs," a reflection of the growing anxiety over migrants traveling to the border - which the White House said Democrats raised in the meetings. And it repeats some existing funding requests for detention beds and security officers, which have already been panned by Congress and would likely find resistance among House Democrats. Trump sought to frame a steel barrier as progress, saying Democrats "don't like concrete, so we'll give them steel." The president has

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Department to ensure people receive their tax refunds. That effort is designed to squeeze Senate Republicans, some of whom are growing increasingly anxious about the extended shutdown.

Among the Republicans expressing concerns was Sen. Susan Collins, R-Maine, who said Senate Majority Leader Mitch McConnell should take up bills from the Democraticled House.

"Let's get those reopened while the negotiations continue," Collins said on NBC's "Meet the Press." been used to build military facilities in Iraq and. Afghanistan but would likely be "wide open" to a court challenge for a border wall. Speaking on CNN's "Stateof the Union," Intelligence Committee Chairman Adam Schiff called the idea a "nonstarter."

Trump also asserted that he could relate to the plight of the hundreds of thousands of federal workers who aren't getting paid, though he acknowledged they will have to "make adjustments" to deal with the shutdown shortfall.

#### MICHIGAN DEPARTMENT OF TREASURY MICHIGAN GAMING CONTROL BOARD NOTICE OF PUBLIC HEARING ADMINISTRATIVE RULES 2017-092-TY CASINO GAMING

The Michigan Gaming Control Board will conduct a public hearing at the following time and location to allow comment by interested persons on proposed changes to administrative rules.

Date: January 29, 2019 Time: 10:00 a.m. – 11:00 a.m. Location: Michigan Gaming Control Board 3062 West Grand Blvd., Suite L-700 Detroit, Michigan 48202 Board Hearing Room

Board Hearing Room

These rules will provide the regulatory framework for the licensing and operation of the three commercial casinos located in Detroit, their suppliers and employees. The rule set will eliminate the definitions of business or calendar day because the casinos operate 24 hours a day, 7 days a week; include standard industry acronyms; remove certain defined terms because the terms are not used in the rules; modify definition of certain defined terms; clarify persons authorized to carry weapons in casinos; change the location of MGCB's principal office from Lansing to Detroit; revise the requirements relating to the transfers of ownership, suspected criminal activity reporting, patron disputes procedures, application process, and revise exemptions from supplier licensing; modify the process to appeal a board decision; update the rules on: surveillance, instruments of monetary value, conduct of gaming, gaming equipment, approval of associated equipment, remove tokens, movement of electronic gaming devices and live table games, and tips and gratuities; modify complimentary chip distribution program and accounting procedures for program; modify internal control procedures; revised parking space requirements; ensure processes are in place to prevent disassociated persons from participating in gaming activities.

In addition, interested parties may submit written comments to Michigan Gaming Control Board, PO Box 30786, Lansing, Michigan 48909, Attention: Wendy Harns, no later than 5:00 p.m. on January 29, 2019. Written comments may also be sent electronically to Ms. Harns at harnsw@michigan.gov.

The rules are published on the Michigan Government website at http:// www.michigan.gov/orr and will appear in the January 15, 2019, issue of the Michigan Register. Copies of the draft rules may also be obtained by mail or electronic request at the address above.

These rules are promulgated by authority conferred on the Michigan Gaming Control Board by section 4 of the Michigan Gaming Control and Revenue Act, MCL 432.204(17)(d). These rules become effective immediately upon filing with the Secretary of State.

Persons needing accommodations for effective participation in the meeting should contact Karen Finch, Michigan Gaming Control Board, at 313-456-4205 at least one week in advance.

Affidavit of Publication State of Michigan Lss County of Macomb IN Michigan.com The Detroit News & Free Press MICHIGAN GAMING CONTROL BOARD Attn.: LUCY KISH **101 E HILLSDALE ST** LANSING, MI 48933

See attached.

Rainendlenderson

(Lauren Henderson), being duly sworn, deposes and says that the above advertisement(s) appeared in Michigan.com - The Detroit News and Free Press on January 7, 2019. Invoice 3320888 and as an authorized employee of Michigan.com, he/she knows well the facts stated herein.

Dated: January 14, 2019

Notarized By:

Aira Ame Huff Acting in the County of Macomb

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GAVICE REGEN Legal Notices

Legal Notices
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mail: or electronic request at the usuress above. These rules are promulgated by authori-ty conferred on the Michigan Gaming Control Bord by section 4 of the Michigan Gaming Control and Revenue Act, MCL 43:204(17)(d). These rules become effective immediately upon filing with the Secretary of State. Persons needing accommodations for ef-fective porticipation in the meeting should contact Karen Finch, Michigan Gaming Con-trol Board, at 313:456-4205 at least one week in advance.

in advance. DET3320888 01/07/2019



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## STATE OF MICHIGAN

County of Kent and County of Ottawa

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Being duly sworn deposes and say he/she is Principal Clerk of

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# THE GRAND RAPIDS PRESS DAILY EDITION

a newspaper published and circulated in the County of Kent and the County of Ottawa and otherwise qualified according to Supreme Court Rule; and that the annexed notice, taken from said paper, has been duly published in said paper on the following day(days)

uara A.D. 20 / th Sworn to and subscribed before me this 20 day of 10 MICHIGAN DEPARTMENT OF TREASURY MICHIGAN GAMING CONTROL BOARD NOTICE OF PUBLIC HEARING ADMINISTRATIVE RULES 2017-092-TY CASINO GAMING Detto m. JANICE M. DEGRAAF NOTARY PUBLIC, STATE OF MI COUNTY OF KENT MY COMMISSION EXPIRES Oct 3, 2020 The Michigan Gaming Control Board will conduct a public hearing at the following time and location to allow comment by interested per-sons on proposed changes to administrative rules. ACTING IN COUNTY OF Sent Date: January 29, 2019 Time: 10:00 a.m. - 11:00 a.m. Location: Michigan Gaming Control Board 3062 West Grand Blvd., Suite L-700 Detroit, Michigan 48202 Board Hearing Room Detroit, Michigan 48202 Board Hearing Room These rules will provide the regulatory framework for the licensing and operation of the three commercial ca-sinos located in Detroit, their suppliers and employ-ees. The rule set will elimi-nate the definitions of busi-ness or calendar day because the casinos operate 24 hours a day, 7 days a week include standard industry acronyms; remove certain defined terms because the terms are not used in the rules; modify definition of certain defined terms; clarify persons au-thorized to carry weapons in casinos; change the location of MGCB's principal office from Lansing to Detroit; re-vise the requirements relat-ing to the transfers of own-ership, suspected criminal activity reporting, patron disputes procedures, applica-tion process, and revise ex-emptions from supplier li-censing; modify the process to appeal a board decision; update the rules on: surveil-lance, instruments of mone-tary value, conduct of gam-ing, gaming equipment, ap-proval of associated equip-ment, remove tokens, move-ment of electronic gaming devices and live table games, and tips and gratui-ties; modify complimentary chip distribution program and accounting procedures; revised parking space requirements; ensure, processes are in place to prevent disassociat-ed persons from marticipat-ing in gaming activities. In addition, interested parties may submit written com- $\overline{}$ 9 ъΩ: ö RECEIVEL 47. 47. JAN 14 ന In addition, interested parties may submit written com-ments to Michigan Gaming Control Board, PO Box 30786, Lansing, Michigan 48909, Attention: Wendy Harns, no later than 5:00 p.m. on January 29, 2019. Written comments may also be cost controlling Mc

a newspaper published and circulated in the County or Kent and the County or Ottawa and otherwise quained according to Supreme Court Rule; and that the annexed notice, taken from said paper, has been duly published in said paper on the following day(days)

uuri A.D. 20 / Th 20\_19 Sworn to and subscribed before me this \_day of MICHIGAN DEPARTMENT OF TREASURY MICHIGAN GAMING CONTROL BOARD NOTICE OF PUBLIC HEARING ADMINISTRATIVE RULES 2017-092-TY CASINO GAMING ice m. Dette JANICE M. DEGRAAF NOTARY PUBLIC, STATE OF MI COUNTY OF KENT MY COMMISSION EXPIRES OC 3, 2020 The Michigan Gaming Control Board will conduct a public hearing at the following time and location to allow comment by interested per-sons on proposed changes to administrative rules. ACTING IN COUNTY OF Sent Date: January 29, 2019 Time: 10:00 a.m. - 11:00 a.m. Location: Michigan Gaming Control Board 3062 West Grand Blvd., Suite L-700 Detroit, Michigan 48202 Board Hearing Room Detroit, Michigan 48202 Board Hearing Room These rules will provide the regulatory framework for the licensing and operation of the three commercial ca-sinos located in Detroit, their suppliers and employ-es. The rule set will elimi-nate the definitions of busi-ness or calendar day because the casinos operate 24 hours a day, 7 days a week; include standard industry acronyms; remove certain defined terms because the terms are not used in the rules; modify definition of certain defined terms; clarify persons au-thorized to carry weapons in casinos; change the location of MGCB's principal office from Lansfing to Detroit; re-vise the requirements relat-ing to the transfers of own-ership, suspected criminal activity reporting, patron disputes procedures, applica-tion process, and revise ex-emptions from supplier li-censing; modify the process to appeal a board decision; update the rules on: surveil-lance, instruments of mone-tary value, conduct of gam-ing, gaming equipment, ap-proval of associated equip-ment, remove tokens, move-ment of electronic gaming devices and live table games, and tips and gratui-ties; modify complimentary chip distribution program and accounting procedures; revised parking space requirements; ensure processes are in place to prevent disasociat-ed persons from marticipat-ing in gaming activities. In addition, interested parties may submit, written com-AN 9: 16  $\overline{C}$ UNU NING RECEIVEL ••• Ca JAN 14 CHICANO: ෆා In addition, interested parties may submit written com-ments to Michigan Gaming Control Board, PO Box 30786, Lansing, Michigan 48909, Attention: Wendy Harns, no later than 5:00 p.m. on January 29, 2019. Written comments may also be sent electronically to Ms. Harns at harnsw@michigan.g ov. ov. The rules are published on the Michigan Government web-site at http://www.michigan .gov/orr and will appear in the January 15, 2019, issue of the Michigan Register. Copies of the draft rules may also be obtained by mail or electronic request at the address above. These rules are promulgated by authority conferred on the Michigan Gaming Control Board by section 4 of the Michigan Gaming Control and Revenue Act, MCL 432.204(17)(d). These rules become effective immedi-ately upon filing with the Secretary of State.

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