BEFORE THE 1 CALIFORNIA GAMBLING CONTROL COMMISSION 2 3 CGCC Case No. CGCC-2019-0307-8A In the Matter of the Application for Approval 4 of Initial Third-Party Proposition Player Services License Regarding: DEFAULT DECISION AND ORDER 5 **HERO TIP** 6 Applicant. Hearing Date: Thursday, June 27, 2019 7 Time: 10:00 a.m. 8 9 1. This matter was scheduled for hearing before the California Gambling Control 10 Commission (Commission) pursuant to Business and Professions Code sections 19870 and 19871 and Title 4, California Code of Regulations (CCR) section 12060, in Sacramento, California, on 11 12 Thursday, June 27, 2019 at 10:00 a.m. 13 2. Hero Tip (Applicant) failed to appear and was not represented at the hearing. 14 FINDINGS OF FACT 15 3. On or about May 22, 2017, the Bureau of Gambling Control (Bureau) received an 16 Application for Third-Party Proposition Player Services License for Supervisor, Player or Other 17 Employee from Applicant. 18 4. Applicant has a Third-Party Player Registration, Registration No. TPPL-018896, 19 which is currently inactive. 20 5. On or about January 14, 2019, the Bureau issued its Third-Party Player 21 Background Investigation Report in which it concluded that Applicant was unqualified for 22 licensure pursuant to Business and Profession Code section 19857 and disqualified for licensure 23 pursuant to Business and Profession Code section 19859. The Bureau recommended that the 24 Commission deny Applicant's application 25 6. On or about March 7, 2019, the Commission considered Applicant's application 26 and voted to refer the matter to an evidentiary hearing pursuant to Title 4, CCR section 12060, 27 subdivision (b). 28

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the applicant to submit a Notice of Defense, or failure of an applicant to appear at an evidentiary hearing, may result in:

- 1. A default decision being issued by the Commission based upon the Bureau report, any supplemental reports by the Bureau and any other documents or testimony already provided or which might be provided to the Commission
- 13. An applicant for an owner, supervisor or player registration is ineligible for a registration if they have had an application denied under Title 4, CCR Chapter 2.1 or the Gambling Control Act. (Cal. Code Regs., tit. 4, § 12204, subd. (d).)
 - 14. Title 4, CCR section 12205, subdivision (a) states in pertinent part:

Any regular registration issued in accordance with this chapter shall be subject to cancellation pursuant this this section. A registration shall be cancelled if the Commission determines after a noticed hearing that the registration is ineligible for registration...

- 15. The Commission takes official notice of the Bureau report, any supplemental reports by the Bureau and any other documents or testimony already provided to it in this matter as required by Business and Professions Code section 19870, subdivision (a) and Title 4, CCR section 12052, subdivision (c)(2)(F)(1).
 - 16. The Commission has jurisdiction to adjudicate this case by default.
- 17. The Commission may deny Applicant's application based upon the Bureau report, any supplemental reports by the Bureau and any other documents or testimony already provided to it, pursuant to CCR section 12052, subdivision (c)(2)(F)(1), and Business and Professions Code sections 19857 and 19859.
- 18. The Commission may further also deny Applicant's application based upon Applicant's failure to prove to the Commission Applicant is qualified to receive a license or other approval as required by Business and Profession Code section 19856, subdivision (a) and Title 4, CCR section 12060(i).
- 19. Therefore, as the Applicant failed to return a Notice of Defense form, did not attend the default hearing, and did not submit any information or evidence in favor of granting Applicant's Application, Applicant did not meet Applicant's burden of demonstrating why a license should be issued pursuant to Business and Professions Code section 19856(a) and Title 4,

CCR section 12060(i). The Commission further finds that pursuant to California Code of Regulations, Title 4, section 12052, subdivision (c)(2)(F)(1), Applicant's Application is subject to denial. 20. In addition, as Applicant's application is subject to denial, Applicant would no longer be eligible for a registration under Title 4, CCR section 12204, subdivision (d) and Applicant's current registration is subject to cancellation pursuant to Title 4, CCR section 12205, subdivision (a). /// /// ///

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1 NOTICE OF APPLICANT'S APPEAL RIGHTS 2 Applicant has the following appeal rights available under state law: 3 Title 4, CCR section 12064, subdivision (a) and (b) provide, in part: 4 (a) After the Commission issues a decision following a GCA hearing conducted pursuant to Section 12060, an applicant denied a license, permit, registration, or 5 finding of suitability, or whose license, permit, registration, or finding of suitability has had conditions, restrictions, or limitations imposed upon it, may 6 request reconsideration by the Commission within 30 calendar days of service of 7 the decision, or before the effective date specified in the decision, whichever is later. 8 (b) A request for reconsideration shall be made in writing to the Commission, copied to the Bureau, and shall state the reasons for the request, which must be 9 based upon either: (1) Newly discovered evidence or legal authorities that could not 10 reasonably have been presented before the Commission's issuance of the 11 decision or at the hearing on the matter; or, (2) Other good cause which the Commission may decide, in its sole 12 discretion, merits reconsideration. 13 Business and Professions Code section 19870, subdivision (e) provides: 14 A decision of the commission denying a license or approval, or imposing any condition or restriction on the grant of a license or approval may be reviewed by 15 petition pursuant to Section 1085 of the Code of Civil Procedure. Section 1094.5 16 of the Code of Civil Procedure shall not apply to any judicial proceeding described in the foregoing sentence, and the court may grant the petition only if 17 the court finds that the action of the commission was arbitrary and capricious, or that the action exceeded the commission's jurisdiction. 18 Title 4, CCR section 12066, subdivision (c) provides: 19 A decision of the Commission denying an application or imposing conditions on a 20 license shall be subject to judicial review as provided in Business and Professions Code section 19870, subdivision (e). Neither the right to petition for judicial 21 review nor the time for filing the petition shall be affected by failure to seek reconsideration. 22 /// 23 /// /// 24 25 26 27

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1 **ORDER** 2 3 HERO TIP'S Application for Approval of Initial Third-Party Proposition Player 1. 4 Services License is DENIED. 5 2. HERO TIP'S Third-Party Player Registration, No. TPPL- 018896 is cancelled. 6 3. HERO TIP may not apply to the Commission or the Bureau for any type of 7 license, registration or work permit for one (1) year after the effective date of this Order. 8 This Order is effective on June 2 9 10 11 Signature: 12 Jim Evans, Chairman 13 Signature: 14 15 Paula LaBrie, Commissioner 16 17 Signature: 18 Gareth Lacy, Commissioner 19 20 Signature: 21 Trang To, Commissioner 22 23 24 25

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DECLARATION OF ERICKA RAMIREZ

I, Ericka Ramirez, declare as follows:

I am employed by the California Gambling Control Commission as an analyst in the Commission's Licensing Division. Hero Tip's case has been assigned to me for processing.

Today is April 9, 2019 and I have not received the Notice of Defense form or any communication from Hero Tip regarding a request for a Gambling Control Act hearing.

I declare under penalty of perjury under the laws of the State of California that the foregoing statements are true and correct.

Executed on April 9, 2019, in Sacramento, California.

Ericka Ramirez