

California Code of Regulations, title 4.
Chapter 7. Conditions of Operation for Gambling Establishments
Article 5. Monetary Transactions.
12410. Adequate Financing.

- (a) The Commission or Division may require a gambling establishment to present satisfactory evidence that there is adequate financing available to protect the public's health, safety and welfare.
- (b) A gambling establishment shall maintain a separate, specifically designated, insured account with a licensed financial institution in an amount not less than the total value of the chips in use by the gambling establishment. The funds from that account may only be used to redeem the chips of that gambling establishment. That account may not be used as collateral, or encumbered or hypothecated in any fashion. Alternatively, the Commission or Division may allow the gambling establishment to provide some other form of security in lieu of maintaining the required account.
- (c) A gambling establishment shall maintain a separate, specifically designated, insured account with a licensed financial institution in an amount not less than the total amount of the monies that patrons of that gambling establishment have on deposit with the gambling establishment. The funds from that account may only be used to return to the patrons the balance of monies on deposit with the gambling establishment. That account may not be used as collateral, or encumbered or hypothecated in any fashion. Alternatively, the Commission or Division may allow the gambling establishment to provide some other form of security in lieu of maintaining the required account.

Note: Authority cited: Sections 19824 and 19841, Business and Professions Code.
Reference: Sections 19824, 19841, and 19920, Business and Professions Code.