



GAMBLING CONTROL COMMISSION

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To: Interested Parties

Subject: Minimum Internal Control Standards (MICS) for Gambling Establishments;
Phase III – Gambling Floor Operations and House Rules

This letter will serve to update interested parties as to the status of draft regulations concerning *Gambling Floor Operations and House Rules*.

These draft regulations are the third in a series of regulation packages that establish minimum internal control standards for cardrooms. Phase I and II MICS have already been formally adopted by the Commission and approved by the Office of Administrative Law. Phase I MICS regulations (*Drop Collection, Count Room and Cage Functions*) became effective on September 24, 2009. Phase II MICS regulations (*Emergency Preparedness, Security and Surveillance*) became effective on May 6, 2010.

These draft Phase III MICS regulations (*Gambling Floor Operations and House Rules*) are in the informal public comment stage and will be the subject of a public workshop before the Commission. Accordingly, the most recent draft of the MICS III regulation text is included in the attached document entitled *Specific Language of Proposed Regulations*, dated March 14, 2011. (ATTACHMENT 1) A preliminary draft description of the reasons for the proposed regulations is included in the attached document entitled *Description of Proposed Regulations*, also dated March 14, 2011. (ATTACHMENT 2) Also attached is a summary of the most recent public comments received concerning prior draft regulations in a document entitled *Comments and Responses MICS III*, dated March 14, 2011. (ATTACHMENT 3)

Those interested parties wishing to comment on these draft regulations may do so at a public workshop to be held **Tuesday, March 29, 2011**, at the Commission's offices in Sacramento. A meeting notice and agenda with the specific details of the time and location of the workshop is also attached. (ATTACHMENT 4)

Questions concerning the workshop may be directed to:

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