



ADVISORY NOTICE

APPROVAL OF COMMISSION FEES MODERNIZATION PROJECT

(CGCC-GCA-2021-07-R/C)

On September 30, 2022, the Office of Administrative Law approved the California Gambling Control Commission's (Commission) certificate of compliance filing for regulations concerning the Commission Fees Modernization Project (OAL Matter # 2022-0926-05SR). The regulations provide amendments to the definitions necessary to implement the annual fee provisions for third-party provider of proposition player services (TPPPS) business licensees.

The certificate of compliance was filed with the Secretary of State on September 30, 2022, and is effective immediately.

Approved Regulations

This regulatory action has made changes in Division 18 of Title 4 of the California Code of Regulations. The changes are as follows:

CHAPTER 3. CONDITIONS OF OPERATION FOR TPPPS BUSINESSES

ARTICLE 1. GENERAL PROVISIONS

Amend 12250. Definitions.

Section 12250 provides the definitions that pertain only to Chapter 3. Six new definitions are added to this section, as described below. All existing definitions are renumbered accordingly, which is a non-substantive change.

New paragraph (b)(1) provides the definition of "Active Licensee" to mean a third-party provider of proposition player services (TPPPS) business licensee or cardroom business licensee who has generated revenue for at least the last year as reported in Section 12313. This provision is modified to remove "cardroom business licensee" due to the removal of Section 12252.1.

New paragraph (b)(2) provides the definition of "Annual Fee" to mean the amount a TPPPS business licensee is required to pay to cover Non-Application Costs calculated pursuant to Section 12252.1. Due to the removal of Section 12252.1, this provision is modified to remove the term "calculated" and to replace the reference to 12252.1 with a reference to 12252.2. Further, a general nonsubstantive modification is made throughout the text to remove the capitalization of the term "Annual Fee".

Formerly proposed paragraphs (b)(6) through (11) and (18) are removed due to the removal of Section 12252.1.

New paragraph (b)(13), formerly proposed paragraph (b)(20), provides the definition of “Non-Operational Licensee” to mean a TPPPS business licensee or cardroom business licensee that maintains a valid license or registration and did not generate revenue in the past year as reported in Section 12313. This provision is modified to remove the two references to “cardroom business licensee” due to the removal of Section 12252.1.

Regulation Text

A copy of the recently approved regulations is attached. That document is also available on the Commission’s Web site under “Regulations / Recently Adopted, Amended, and Repealed Regulations” at:

[http://www.cgcc.ca.gov/?pageID=Recently Approved Regs&pageName=Laws%20and%20Regs](http://www.cgcc.ca.gov/?pageID=Recently%20Approved%20Regs&pageName=Laws%20and%20Regs).

Questions, Concerns, Suggestions

For any questions, concerns, or suggestions regarding the adoption of this regulation, please email: lawsandregs@cgcc.ca.gov.