NOTICE OF INTENT

Department of Public Safety and Corrections

Louisiana Gaming Control Board

Sports Wagering Operator Cash Reserves
(LAC 42:VI.705)

The Department of Public Safety and Corrections, Louisiana Gaming Control Board ("board"), in accordance with R.S. 27:15, R.S. 27:15.1, R.S. 27:24, and the provisions of the Administrative Procedures Act, R.S. 49:950 et seq., hereby gives notice that it intends to amend the LAC 42:VI.705. The rule is intended to provide procedures for the funding of cash reserves to cover outstanding sports wagering liability and the notification of deficiencies to the Division.

Title 42

LOUISIANA GAMING

Part VI. Sports Wagering

Chapter 7. Records; Accounting; Confidentiality

§705. Funds; Segregation of Funds

A. – C. …

D. Each licensee or its operators shall continuously monitor and maintain a record of all sports wagering liabilities and its cash reserves to ensure compliance with the cash reserves requirement. If the total outstanding sports wagering liability exceeds the balance in the reserve account at the close of a gaming day occurring on a weekend, federal holiday, or outside the standard banking operating hours, the licensee or operator shall adjust and fully fund the reserve amount to cover the calculated liability by the end of the next business day on which commercial banking transfers can be completed.

1. If at any time the operator's total available cash and cash equivalent reserve is less than the amount required and the operator is unable to correct this deficiency by the end of the next business day, the operator shall notify the division within 24 hours of determining that they will not be able to correct the deficiency by the end of the next business day.

2. The notification to the division shall include:

a. The exact amount of the deficiency;

b. The reason for the deficiency;

c. The reason the operator is unable to correct the deficiency by the end of the next business day; and

d. The proposed resolution and timeline to correct the deficiency.

AUTHORITY NOTE: Promulgated in accordance with R.S. 27:15 and 24.

HISTORICAL NOTE: Promulgated by the Department of Public Safety and Corrections, Gaming Control Board, LR 48:65 (January 2022).

Family Impact Statement

Pursuant to the provisions of R.S. 49:972, the Gaming Control Board, through its chairman, has considered the potential family impact of the proposed Rule.

The proposed Rule has no known impact on the following:

1. The effect on stability of the family.
2. The effect on the authority and rights of parents regarding the education and supervision of their children.

3. The effect on the functioning of the family.
4. The effect on family earnings and family budget.
5. The effect on the behavior and personal responsibility of children.
6. The ability of the family or a local government to perform the function as contained in the proposed rule.

Poverty Impact Statement

Pursuant to the provisions of R.S. 49:973, the Gaming Control Board, through its chairman, has considered the potential poverty impact of the proposed Rule.

The proposed Rule has no known impact on impact on the following:

1. The effect on household income, assets, and financial security.
2. The effect on early childhood development and preschool through postsecondary education development.
3. The effect on employment and workforce development.
4. The effect on taxes and tax credits.
5. The effect on child and dependent care, housing, health care, nutrition, transportation, and utilities assistance.

Small Business Analysis

Pursuant to the provisions of R.S. 49:974.2-974.8, the Regulatory Flexibility Act, the Louisiana Gaming Control Board, through its chairman, has concluded that the proposed Rule is not anticipated to have an adverse impact on small business; therefore, a Small Business Impact Statement has not been prepared.

Provider Impact Statement

Pursuant to the provisions of HCR170 of 2014, the Gaming Control Board, through its chairman, has considered the potential provider impact of the proposed Rule.

The proposed Rule has no known impact on impact on the following:

1. The effect on the staffing level requirements or qualifications required to provide the same level of service.
2. The total direct and indirect effect on the costs to the provider to provide the same level of service.
3. The overall effect on the ability of the provider to provide the same level of service.

Public Comments

Interested persons may submit written comments to Amy Danageozian, Assistant Attorney General, Louisiana Department of Justice, Gaming Division, 1885 North Third Street, Fifth Floor, Baton Rouge, LA 70802. All comments must be submitted no later than the end of business day, Central time zone, of January 9, 2027.



Christopher B. Hebert
Chairman

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1. If at any time the operator's total available cash and cash equivalent reserve is less than the amount required and the operator is unable to correct this deficiency by the end of the next business day, the operator shall notify the division within ~~48~~ 24 hours of determining that they will not be able to correct the deficiency by the end of the next business day. ~~the deficiency, the reason, and the resolution to correct the deficiency.~~

2. The notification to the division shall include:

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