







# RECAP • What does the Federal Wire Act prohibit?





### UIGEA • The background... • The timing... • The bill...















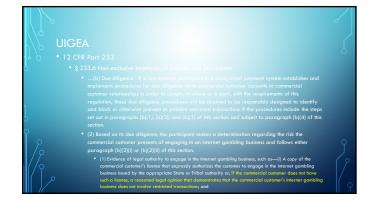
## UIGEA • The operative language (31 USC 5363) • No person engaged in the business of berting or wagering may knowingly accept, in connection with the participation of another person in unlawful Internet gambling— • ....anything of common value...





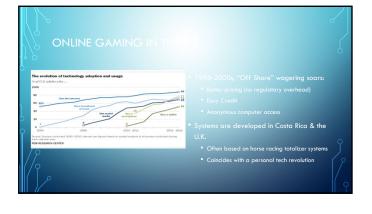
### UIGEA Regulatory Definition of Unlawful Internet Gambling Unlawful Internet gambling means to place, receive, or otherwise knowingly transmit a bet or wager by any means which involves the use, or least in part, of the Internet where such bet or wager by any means which involves the use, or least in part, of the Internet where such bet or wager is initiated, acceived, or otherwise made. The term does not include placing, receiving, or otherwise transmitting a bet or wager that is excluded from the definition of this term by the Act as an intrastate transaction or an intra-tribal transaction, and dees not include engractivity that is allowed under the Internate Horseracing Act of 1928 (15) U.S.C. 3001 et seq.; see 3132.1(a). The intermediate roung of electronic data shall not

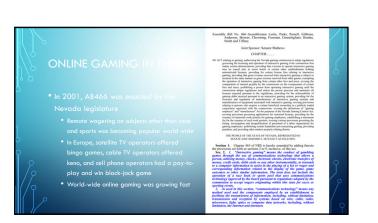
UIGEA • 12 CFR Part 233 • 233.2 Definitions • ...(sta Reasonal atoma the advance of professional judgment by a state-icensed atomay that addresses the facts of a particular client's business and the legality of the client's provision of its services to relevant customers in the relevant jurisdictions under applicable fedderal and State law, and, in the case of initiarity and transactions, applicable birthed and indenees, trikol resolutions, and "fited State actions, a written legal opinion will not be considered "reasoned" if it does nothing more than recite the facts and express a conclusion.

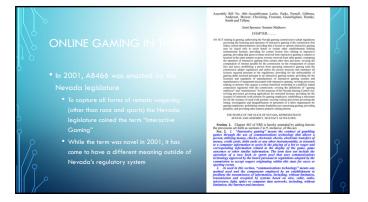












9

computer information to to the display of the he operation of a race ird pursuant to

2. As used in this section, "communications technology" means any method used and the components employed by an establishment to facilitate the transmission of information, including, without limitation, transmission and reception by systems based on wire, cable, radio, microwave, light, optic or computer data networks, including, without limitation, the Internet and Intranets.

2. The commission may not adopt regulations governing the licensing and operation of interactive gaming until the commission first determines that:
(a) Interactive gaming can be operated in compliance with all applicable laws;
(b) Interactive gaming systems are secure and reliable, and provide reasonable assurance that players will be of lawful age and communicating only from jurisdictions where it is lawful to make such communications;

(3) A license for a manufacturer of equipment associated with interactive gaming.

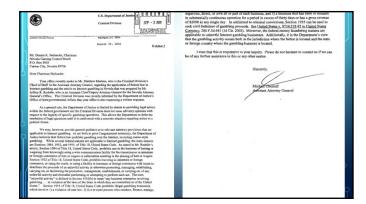
ONLINE GAMING IN AB466 - 2001 - Sec 3. (b)	Countiles > 700.000 people***	Counties > 45,000 but less than 700,000 people	Other counties
<ul> <li>Restricts operators licenses to the following table:</li> </ul>	<ul> <li>A resort hote i that holds a nonversitived gaming license.</li> <li>A resort hote is any building that is maintained as and held on other maintained as and held on other maintained as and held on other maintained as a second second second and that has 1. More than 200 rooms available for sheeping a commodations: 2. A least one expactly for more than 30 partons that servers alcoholic beverages sold by the drink for consumption on the permises; 3. At least one resummar with own of partons that is open to the public 24 hours each day and 7 days each week; and 4. A gaming area within the building or group of buildings.</li> </ul>	<ul> <li>Holds a nonrestricted gaming license</li> <li>Has more than 120 rooms available for sleeping</li> <li>Has all least bar with permanent seating capacity for 20 patrons or more</li> <li>Has at least to se 24 hour resurces through the seating resurces through the seating resurces through the seating resurces through the seating resurces through the seating result in the seating sea of at least 11,000 square feet machines and 40 table games.</li> </ul>	<ul> <li>Holds a nonrestricted gaming license that has been active for at least 5 years</li> <li>Meets the definition of a Group I license pursuant to Commission Dyperates either more than 50 rooms for sleeping accommodation s or 50 gaming devices.</li> </ul>



### ONLINE GAMING IN THE

 The Commission begins hearings and learning about technologies for geofencing, age verification, fraud prevention, accounting, player protections, problem gambling...

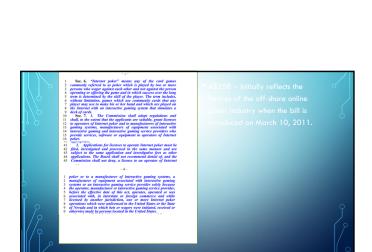






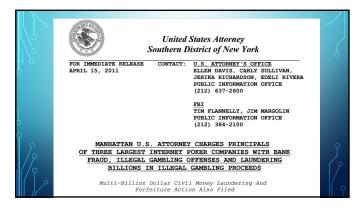
- Time marches on...
  2006 UIGEA is enacted
  2007 Publicly traded companies in the U.K. abandon the U.S. online poker market
  2008 While the major providers of anline poker exited the market, demand was strong and it was filled by three major private companies Poker Stars, Full Tilt, and Absolute Poker with several other smaller operators
  2009 NY and IL begin online lottery subscriptions
  2009 Sanator's Reid and Kyl reach a preliminary agreement on a federal online poker bill

## Time marches on... 2006 – UIGEA is enacted 2007 – Publidy traded companies in the U.K. abandon the U.S. online poker market 2008 – While the major providers of online poker exited the market, demand was strong and it was filled by three major private companies – Poker Stars, Full Tilt, and Absolute Poker with several other smaller operators 2009 - NY and IL begin online lottery subscriptions 2011 – Senator's Reid and Kyl reach a preliminary agreement on a federal online poker bill



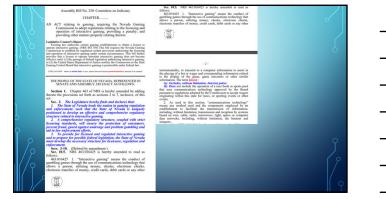
ADDEC 19.13 No.13 ADDEC 19.20 COMMUNITY ADDECT ADDE

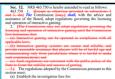






- The bill established a new class of licenses for "service providers"
  The bill required the Control Board to Draft and the Commission to Adopt regulations for online poker licenses by the end of January 2012
  The bill removed the requirement that the Commission determine that licensing would comply with federal law
  The bill left it up to the Commission determine suitability
  The bill left it up to the Commission whether or not to issue licenses





section music "another another and the constant of the constan

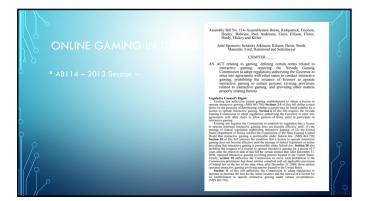
[4] (g) Particle that may license in append internative methods pointing does not come offering and pointing does not find the tension of the does of

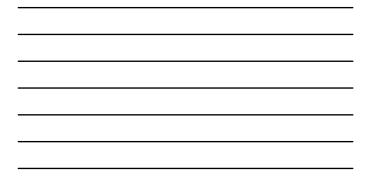
[64 4. The Commission may: (1) have a locus or entries interactive gaming to an affiliate of (1) the establishment satisfies the applicable requirements of for 10 subsection (1) and (2). (1) The establishment is located in the same county as the establishment; and (c) the the applicable applicable (2) The establishment has held a moverative licence (per entries 2) zero sholes the data with the applicable is [inde-tines 3] zero sholes the data with the applicable is [inde-tines 3] zero sholes the data with the applicable is [inde-tines 3] zero sholes the data with the applicable is [inde-tines 3] zero shores the data with the applicable is [inde-tines 3] zero shores the data with the applicable is [inde-tines 3] zero shores the data with the applicable is [inde-tines 3] zero shores the data with the applicable is [inde-tines 3] zero shores the data with the applicable is [inde-tines 3] zero shores the data with the applicable is [inde-tines 3] zero shores the data with the applicable is [inde-tines 3] zero shores the data with the applicable is [inde-tines 3] zero shores the data with the applicable is [inde-tines 3] zero shores the data with the applicable is [inde-tines 3] zero shores the data with the applicable is [inde-tines 3] zero shores the data with the applicable is [inde-ines 3] zero shores the data with the applicable is [inde-ines 3] zero shores the data with the applicable is [inde-ines 3] zero shores the data with the applicable is [inde-ines 3] zero shores the data with the applicable is [inde-ines 3] zero shores the data with the applicable is [inde-ines 3] zero shores the data with the applicable is [inde-ines 3] zero shores the data with the applicable is [inde-ines 3] zero shores the data with the applicable is [inde-ines 3] zero shores the data with the applicable is [inde-ines 3] zero shores the data with the applicable is [inde-ines 3] zero shores the data with the applicable is [inde-ines 3] zero shores the data with the applicable is [inde-ines 3] zero shor at least 3 years before the date on which the application is filely limited by the second second second second second second second by the second second second second second second second below. The second secon established gaming. 6. It is employee, w with others, (a) Until section; and I

### ONLINE GAMING IN THE

### • December 23, 2011

- The DOJ issues its Federal W
  - A memorandum is issued that that DOJ Opinion is sufficient notice from the Federal Government that Interactive Gaming can be regulated and operated within Nevada













### ONLINE GAMING IN THE

• AB114 - 2013 Session -

 On February 21, 2013 the Bill was introduced, subject to a joint hearing of both chambers of the Nevada legislature, approved out of committee, approved by both chambers and signed by the Governor.





ONLINE		TODAY

echnology approved by the Board e for races, or sporting events or othe

ions may cross any

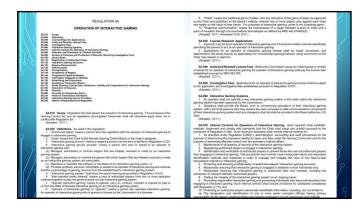
cations techn

As used in this section, "communication of interaction, including, writtone in facilitation of interaction, including, writtone initiation, the memory light particle or compare takes networks, including, writtone initiation, the memory light particle or compare takes networks, including, writtone initiation, the memory light particle or compare takes networks, including, writtone initiation, the memory light particle or compare takes networks, including, writtone initiation, the memory light particle or compare takes networks, including, writtone initiation, the memory light particle or compare takes networks, including, writtone initiation of takes takes a similar communication facility in which the state's boundaries, through which are particle and particle or any memory light particle or compare takes a similar communications technology" has the meaning oscibed to it in NRS 463.0164.

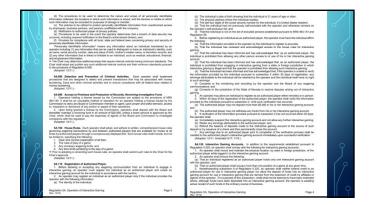




	ONLINE GAMING IN THE SO.	
	NRS 463.760 Initial license for far manufacturers: renewal fee.	
	<ol> <li>Before issuing a license for a manufacturer of interactive gaming systems, the Commission shall charge and collect a license fee of \$125,000 for a license for a manufacturer of interactive gamine without set.</li> </ol>	
	<ol> <li>Each locate is used porsult to this section must be issued for a 1-year period that begins on the data the license is issued.</li> <li>Before merroring a locare issued porsult to its section, but in one cash later that 1-years what the license wissued or pervisors) reserved, the Commission shall charge and collect a renormal fee for a locare fact a renormal fee for a locare fact and the issues of pervisors is section.</li> </ol>	
	(Added to NRS by 2001_3078; A 2013_1493)	
	XRS 463.756 Initial license fee to operate interactive gaming; reserval fee; regulations relating to increasing and decreasing fees. 1. Urless different fee in sublished protucts that is section: (a) Before suming an initial license for an estimation to operate interactive gaming, the Commission Mail Anappa and collect from the information are interactive gaming the Commission half charge and collect from the introduction of the S0500,000. (b) Before suming an initial license for an estimation theory are interactive gaming the Commission half charge and collect from the introduction of the S0500,000. (c) Each initial license for an estimation interactive gaming the interactive gaming are provided in the initial constant of the initial initial constant of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the initial constant of the initial constant of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and ending on Desember 31 of the first year and year	
	the selected year (c) Newstatanding the provisions of paragraphs (a) and (b) to the contrary, a license for an establishment to operate interactive gaming may be inseed after Jamary 1 of a calendar year for a period beginning on the date of issume of the license and needing on the second December 11 following the date of issume of the license. Before issuing an initial license purport of the subsectory, the Commission datal Charge and collect from the weakformer at license for 6550000 governd by 124 for each fitting and between Jamary 1 of the second second by the s	
	Calman was and the date of issuance of the locente. (d) Before enseming a license mosed protount to this section, but in no case later than the second December 31 after the license was inseed or previously renewed, the Commission hald charge and collect renewas the of \$33,0000 for the ensewal of the license for the issuance tank blowing 1-year period. 3. The Commission may be regulation, accesses the license for pursuants to this section to out one than \$100,000 and the ensewal fee to out more than \$500,000 if the	
	Commission determines one or more of the following: (a) A higher for is secretary to ensure listeness have the financial capacity to operate interactive naming:	
	(b) Regulatory costs to carry out the duties of the Commission and the Board, outside of investigative costs, require additional personnel or other regulatory expenditures; (c) A higher fees in accessary because of costs accorder conditions associated with empirication an interactive gamma again agreement with one or more other states; or (c) Federal Regulators equipment a higher fees or imposer requirements increasing the latter fee or ranking at strategies.	
	3. The Commission any, by regulation, endow the license for parameters to this section to not less than \$150,000 and the renewal for to not less than \$150,000 and the renewal for to not less than \$150,000 and the renewal for to not less than \$150,000 and the renewal for to not less than \$150,000 and the renewal for to not less than \$150,000 and the renewal for to not less than \$150,000 and the renewal for to not less than \$150,000 and the renewal for to not less than \$150,000 and the renewal for to not less than \$150,000 and the renewal for the renewal for the renewal for the renewal for the renewal to this notection to most the adopted in accordance with the provisions of <u>chapter 233B</u> of NES, and the Commission must not reflect the few unders in a dottermines two are not end the following: (a) The few is not competive two fiber involutions:	
	(b) The low member of applicants demonstrates that the fee is too high; (c) A lower fee around negative master commutation in the market:	
(79)	(d) A lower fee is necessary because of conditiona associated with entering into an interactive gaming agreement with one or more other states; or (e) Federal lexibition recurrent a lower fee or makes a lower fee doubled.	
17	Asy increase or decrease in fees established by the Commission pursuant to this section applies to the issuance or renewal of a license on or after the effective date of the      (Addet to NSB by 2001.1015; A 2013.15)	





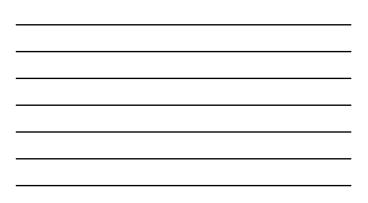


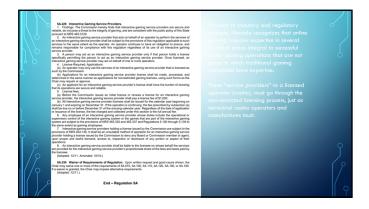












### ONLINE GAMING IN THE U.S. - NEW JERSEY

In 2013, New Jersey enacted A2578, that permitted casino operators to offer online poker and casino games on an intrastate basis.

The New Jersey law permits casino operators to use internet gaming affiliates to conduct online gaming on behalf of licensees. Internet gaming affiliates are required to be licensed





ONLINE GAMING IN T	
ONLINE GAMING IN L	
BORGATA HOTEL CASINO & SPA	OCEAN RESORT CASINO
www.borgatacasino.com	<ul> <li>Interviewe and the second secon</li></ul>
www.borgatapoker.com	<ul> <li>https://www.com</li> </ul>
<ul> <li>www.nj.partycasino.com</li> </ul>	RESORTS CASENO HOTEL ATLANTIC CITY
<ul> <li>www.nj.partypoker.com</li> <li>www.palabingousa.com</li> </ul>	www.resortscasine.com
www.palacatino.com	www.drafticings.com
/ www.palapoker.com	www.moheganouncasino.com
casino.nj.betmgm.com	www.pokarstarsnj.com
poker ni betmam.com	
scorescasino.com	TROPICANA CASINO & RESORT ATLANTIC CITY
	www.tropicanacasino.com
CALSARS INTERACTIVE ENTERTAINMENT NEW JERSEY - AFFILIATE OF	www.virgincasino.com
BOARDWALK RECENCY CORPORATION	
www.caesaracasino.com	
www.harrahscasino.com	
www.wsop.com	
www.wythsports.com	
🖌 us.868.com	
✓ us.888poker.com	
<ul> <li>vs.898casine.com</li> </ul>	
GOLDEN NUGGET HOTEL CASINO & MARINA	
GOLDEN NOGGET HOTEL CASINO & MARINA     www.ooldennuogetcasino.com	
www.betfaircasino.com	
www.playsugarhouse.com	
<ul> <li>nj.betamerica.com/sports</li> </ul>	
nj-casino.goldennuggetcasino.com	
HARD ROCK HOTEL AND CASINO	

ONTIME			
ONLINE			I LVAINI





On onl. craps, in the Two Philade





- FanDuel CasinoGolden Nugget Casino

