GAMING ADVERTISING & FIRST AMENDMENT PART 2 with Grag Gemignant	
RIGHTS? Congress shall make no law respecting an establishment of religion, or prohibiting the free exercise thereof; or abridging the freedom of speech, or of the press; or the right of the people peaceably to assemble, and to petition the Government for a redress of grievances.	
RIGHTS? What types of speech are protected?	

COMMERCIAL SPEECH	
What is "commercial speech?" (according to the USSC) "expression related solely to the economic interests of the speaker and its	
audience" – Central Hudson 447 U.S. 557	
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COMMEDIAL ORFOU	
COMMERCIAL SPEECH	
What is the test for determining whether government prohibition or regulation is unwarranted?	
Part 1	
Does the speech concern lawful conduct or is it misleading? Part 2	
Does the restriction serve a legitimate government interest? Part 3	
 Does the restriction directly advance the government's stated interest? Part 4 	
 Fat L*4 Is the regulation or restriction no broader than necessary to serve the government's stated interest? 	-
w .	
POSADAS	
Court willing to accept arguments of the state without requirement for evidence.	
The power to prohibit gambling includes the lesser included power to allow gambling but limit speech about the activity.	

EDGE	
Reaffirms the notion that deference is given to the state regarding a legitimate	
government interest and whether that interest is advanced by the speech limitation.	
Whether the state's policy is actually advanced by the limitation on speech is viewed on the whole and not as it applies to a particular litigant.	
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COMMERCIAL SPEECH	
Postal lottery prohibitions were expanded by the 1934 Communications Act	
18 U.S.C. §1304 Broadcasting lottery information Whoever broadcasts by means of any radio or television station for which a license is required by any law of the United States, or whoever, operating any such station, knowingly permits the broadcasting of any advertisement of or	
information concerning any lottery, gift enterprise, or similar scheme, offering prizes dependent in whole or in part upon lot or chance, or any list of the prizes drawn or awarded by means of any such lottery, gift enterprise, or scheme,	
18 U.S.C. §1304 Broadcasting lottery information Whoever broadcasts by means of any radio or television station for which a license is required by any law of the United States, or whoever, operating any such station, knowingly permits the broadcasting of, any advertisement of or information concerning any lottery, giff enterprise, or similar scheme, offering the original of the properties of the propertie	
Φ	
COMMERCIAL SPEECH	-
FCC Regulations	
47 CFR §73.1211 Broadcast of lottery information. (a) No licensee of an AM, FM, television, or Class A television broadcast station, except as in paragraph (c) of this section, shall	
broadcast any advertisement of or information concerning any lottery, gift enterprise, or similar scheme, offering prizes dependent	
in whole or in part upon lot or chance, or any list of the prizes drawn or awarded by means of any such lottery, gift enterprise or scheme, whether said list contains any part or all of such prizes…	
scheme, whether said his contains any part of an of such prizes	

COMMERCIAL SPEECH	
FCC Interpretations – The Exceptions State run lotteries	
Broadcast within the state Broadcast in an adjacent stat that also had a legal lottery Any other state with a legal lottery	
Non-profit games Horse Racing	
Poker Tournaments (based on skill) Native American Casinos as part of IGRA	
Native American Casinos as part of IGNA	
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· ·	
COMMERCIAL SPEECH	-
44 Liquormart	
 3 justices held that truthful non-misleading speech is entitled to greater protection 3 justices suggested that no deference be given to the governments asserted interest and 	
3 justices held that truthful non-misleading speech is entitled to greater protection 3 justices suggested that no deference be given to the governments asserted interest and that strong evidentiary support must be present for the ban to be constitutional The court holds the power to profibilit an activity does not include the lesser power to permit the activity but limit speech about the activity (specifically stating Posadas was wrong)	_
11	
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COMMERCIAL SPEECH	
Greater New Orleans	

CO	MMERCIAL SPEECH
	WIWIERCIAL SPEECH
	casino gaming advertisements does not violate the First Amendment. On September 2,1998 Greater New Orleans Broadcasting Association, Inc. filed a potition for writ of certiorari to the U.S. Supreme Court, asking the high court to review the 6th Circuit's decision.
	6

COMMERCIAL SPEECH

- Greater New Orleans
 The Facts
 Plaintiff is an association of broadcasters in Louisiana that operate under FCC licenses
 Exemptions exist for advertising for many types of gambling Indian Gaming
 State Lotteries
 Horse Racing...etc.
 Plaintiff wants to take ads for Louisiana and Mississippi private casinos
 Some signals may travel to Texas and Arkansas that have no legal private casino gaming

COMMERCIAL SPEECH

Greater New Orleans
The Facts
Petitioners brought this action against the United States and the FCC in the District Court for the Eastern District of Louisiana, praying for a declaration that \$ 1304 and the FCC's regulation violate the First Amendment as applied to them, and for an injunction preventing enforcement of the statute and the rule against them."

COMMERCIAL SPEECH			
Greater New Orleans			
Does the Court use Central Hudson? "In this case, there is no need to break new ground. Central Hudson, as applied recent commercial speech cases, provides an adequate basis for decision."	our more		
recent commercial speech cases, provides an adequate basis for decision."			
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	16		
COMMERCIAL SPEECH			
Greater New Orleans Part 1 – Legal Subject Matter			
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COMMERCIAL SPEECH			
Greater New Orleans			
Part 2 – Whether the asserted governmental interest servence the restriction is substantial			
(1) reducing the social costs associated with "gambling" or "casino gambling," a assisting States that "restrict gambling" or "prohibit casino gambling" within the borders.	r own		

COMMERCIAL SPEECH

- Greater New Orleans
 Part 2 Whether the asserted governmental interest served by the restriction is substantial
 "We can accept the characterization of these two interests as "substantial," but that conclusion is by no means self-evident."

 "the judgment of both the Congress and many state legislatures, the social costs that support the suppression of gambling are offset, and sometimes outweighed, by countervailing policy considerations, primarily in the form of economic benefits"

 "we cannot ignore Congress' unwillingness to adopt a single national policy that consistently endorses either interest asserted by the Solicitor General."

COMMERCIAL SPEECH

Greater New Orleans
Part 3 – whether the speech restriction directly and materially advances the asserted governmental interest

"This burden is not satisfied by mere speculation or conjecture; rather, a governmental body seeking to sustain a restriction on commercial speech must demonstrate that the harms it recites are real and that its restriction will in fact alleviate them to a material degree."

COMMERCIAL SPEECH

Greater New Orleans

Part 4 – Whether the speech restriction is not more extensive than necessary to serve the interests that support

"The Government is not required to employ the least restrictive means conceivable, but it must demonstrate narrow tailoring of the challenged regulation to the asserted interest—"a fit that is not necessarily perfect, but reasonable; that represents not necessarily the single best disposition but one whose scope is in proportion to the interest served."

COMMERCIAL SPEECH	
Greater New Orleans	
So what happens	
	-
22	
COMMERCIAL SPEECH	
Greater New Orleans	
As applied to petitioners' case, § 1304 cannot satisfy these standards. State Interest # 1 - reducing the social costs associated with	
"gambling" or "casino gambling," "any measure of the effectiveness of the Government's attempt to minimize the social costs of gambling cannot ignore Congress' simultaneous encouragement of tribal casino gambling" "The operation of § 1304 and its attendant regulatory regime is so pierced by exemptions and inconsistencies that the Government cannot hope to exonerate it."	
exemptions and inconsistencies that the Government cannot hope to exonerate it."	
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COMMERCIAL SPEECH	-
Greater New Orleans	

SUMMARY	
DOJ Response	

SUMMARY DOJ Response ENFORCEABLITY OF 18 U.S.C. § 1302 Application of 18 U.S.C. § 1302 to prohibit the mailing of truthful advertising concerning lawful agambling operations (except as to state-operated lotteries in some circumstances) would violate the First Aniendment. Accordingly, the Department of Justice will refrain from enforcing the statute with respect to such mailings. LETTER TO THE SPEAKER OF THE HOUSE OF REPRESENTATIVES September 25, 2000 This is to inform you of the Department of Justice's determination that, in light of governing Supreme Court precedent, the Department cannot constitutionally continue to apply 18 U.S.C. § 1302 to prohibit the mailing of truthful information or advertisements concerning Certain lawful gambling operations.



5.011 Grounds for disciplinary action. The board and the commission deem any activity on the part of any licensee, his agents or employees, that is inimical to the public health, safety, morals, good order and general welfare of the people of the State of Nevada, or that would reflect or tend to reflect discredit upon the State of Nevada or the gaming industry, to be an unsuitable method of operation and shall be grounds for disciplinary action by the board and the commission in accordance with the Nevada Gaming Control Act and the regulations of the board and the commission. Without limiting the generality of the foregoing, the following acts or omissions may be determined to be unsuitable methods of operation:

...4. Failure to conduct advertising and public relations activities in accordance with decency, dignity, good taste, honesty an

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NEVADA

The Hard Rock Story

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NEVADA

The Hard Rock Story





NGC REGULATION 5.011

Grounds for disciplinary action under 5.011 include:
5.011(1)
Failure to exercise discretion and sound judgment to prevent incidents which might reflect on the repute of the State of Nevada and act as a detriment to the development of the industry.

5.011(4)
Failure to conduct advertising and public relations activities in accordance with decency, dignity, good taste, honesty and inoffensiveness, including, but not limited to, advertising that is false or materially misleading.





Commissioners will be asked to determine if the Hard Rock, located off the Strip at Paradise Road and Harmon Avenue, has violated gaming regulations relating to the suitability of its advertising.

State laws give the Gaming Commission authority to punish gaming license holders for "failure to conduct advertising and public relations activities in accordance with decency, dignity, good taste, honesty and inoffensiveness ..."

The eight-page complaint cites three advertisements the Control Board found inappropriate:

A second billboard advertisement, displayed last summer, showed a naked woman holding a pair of dice over her nipples. The caption said, "We sell used dice."

Jeff Silver, an attorney representing the Hard Rock, said he was surprised by the filing and said he would welcome a dialogue about

advertising.

Typically, the issue of ad strategy is something left to the discretion of the licensees, "Silver said after reviewing the complaint." Based on what they's easying, the board would have to make judgments on any ad campaign. In a city where this type of advertising is the norm and not the exception, may be it's time to look at the entire issue." Silver said the elicitede that patronizes the property is not the type

Silver said the clientele that patronizes the property is not the type "that would be attracted by ads for a great buffet at the Hard Rock. They're attracted by something a little edgier."

They're attracted by something a little edgier."
Silver said the Hard Rock toned down its risque advertising in
November after Gaming Control Board member Bobby Siller scoded
the resort for its ads at a Nov. 5 meeting at which regulators
recommended the licensing of Kevin Kelley, president and chief
operating officer of the resort.

Clark County officials asked the Hard Rock to remove its billboard showing the woman with the dice in January 2003, declaring it "obscene." In July 2002, the Hard Rock was ordered to pay a \$100,000 fine to settle Gaming Board complaints over public sex acts taking place in one of its nightclubs.

Advertising content in Las Vegas has stretched the bounds of taste and appropriateness for years.

The Riviera hotel-eastino raised a stir when it began advertising its long-running "Crazy Girls" production show with a promotion promising "no ifs, ands or ..." and showing east members in thong costumes from the rear. That advertisement continues to be displayed, even on the tops of taxi cabs where it is in clear view of

is the test for determining whether ment prohibition or regulation is rranted? 11 Does the speech concern lawful conduct or is it misleading? 12 Does the restriction serve a legitimate government interest? 13 Does the restriction directly advance the government's stated interest?

What is the test for determining whether government prohibition or regulation is unwarranted? Part 1 Does the speech concern lawful conduct or is it misleading? Part 2 Does the restriction serve a legitimate government interest? Part 3 Does the restriction directly advance the government's stated interest?

commercial speech the test for determining whether on prohibition or regulation is ted? the speech concern lawful conduct or nisleading? the restriction serve a legitimate rement interest? the restriction directly advance the rement's stated interest?

COMMERCIAL SPEECH

What is the test for determining whethe government prohibition or regulation is unwarranted?

• Doe

 Does the speech concern lawful conduct of is it misleading?

· Doe

Does the restriction serve a legitimate government interest?

• Doe:

government's stated interest?

Part 4

Is the regulation or restriction no broader.

believe in your Monday Night Rights: Large quantities of prescription stimulants. Having wives in two states. The Big Score Football on Monday nights. . . . Tell your wives you are going; if they are hot, bring them along.

THE COMPLAINT: COUNT 1 Ad in Las Vegas Weekly: "There's always a temptation to cheat" Board: "This ad conveys that cheating at gaming, and lounging on piles of gaming cards and chips is acceptable behavior at the Hard Rock's gaming tables' in violation of NGC Reg. 5.011(1) and (4)



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Las Vegas Weekly magazine ad:

"At the Hard Rock Hotel, we believe in your Monday Night Rights: Large quantities of prescription stimulants. Having wives in two states. The Big Score Football on Monday nights. . . . Tell your wives you are going; if they are hot, bring them along."

The Board:

This ad conveys that possession of large quantities of prescription stimulants and having more wives than is legal is acceptable activity among Hard Rock's patrons in violation of NGC Reg. 5.011(1) and 5.011(4).

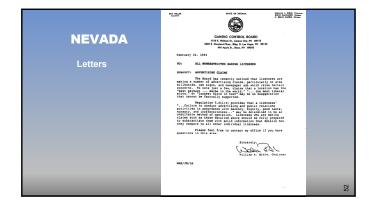
HARD ROCK

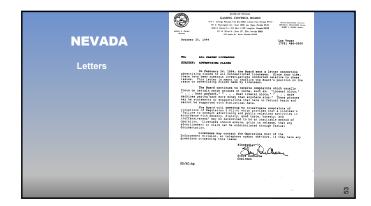
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HARD ROCK	
The Hard Rock argued that this regulation was in violation of Its 1st Amendment	
rights	
46	
	1
THE HARD ROCK'S RESPONSE	
"Regulation 5.011(4) is vague, ambiguous and overbroad, therefore unenforceable in the context for which enforcement is sought"	
"The advertisements described in the Complaint are forms of commercial speech protected by the First Amendment"	
The "Compliance Overview" cited by the Board did not address the	
The "Compliance Overview" cited by the Board did not address the type of advertising at issue here (it was meant to help employees deal with potentially objectionable 'contests and promotions') and was "not equivalent to a regulatory requirement."	
"not equivalent to a regulatory requirement."	
47	
	1
HARD ROCK	
Arguments for the regulator	
Alguments for the regulator	

THE COMPLAINT: COUNT 3
Board: Following a 2002 disciplinary action, the Hard Rock represented it would take certain remedial actionsincluding review by its Compiliance Officer and Committee of any "questionable elements" in its advertising. The ads described herein were not submitted to either. This failure demonstrates that the Hard Rock herein were not submitted to either. This failure demonstrates that the Hard Rock herein were not submitted to either the constant of the property of the constant of the co
BOX ALTON Losery than your giftrend, and reintage.



THE HARD ROCK'S RESPONSE The matter was settled with a \$300,000 fine and changes to the compliance plan and procedures for approving advertising.







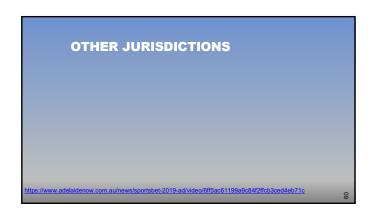


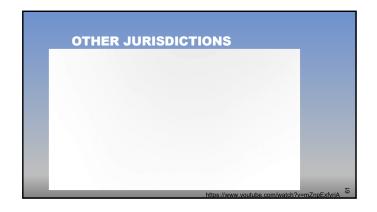
















US SPORTS BETTING ADVERTISING	
III COMAINS To Remove H. R. 967	
In public de adversion of quant-looks no any medium of distrinsic communication subject to the justification of the Federal Communication Commission, and for other program.	
IN THE HOUSE OF REPRESENTATIVES PROCESSES 18 10: Tomas introduced for following bill which we reduced to the Controls on the good Controls to Tomas and Toma	
A BILL	
To publish that short single of quartees for some produces of districtive communications subject to the juint-fection of the Parland Communications Communications and for what programs. The or according to the contra and Binnes of Expressionations of the Contra Binnes of Assertion in Computer accountfied.	
NCCIONA LAMBRE ITILE.	
This Act may be cloid on the "Besting on the Femen Act". MCC. I. PROBBETTON ON ADVERTISING OF PROBEBBOOKS ON CEREAIN MEIGL OF ELECTRONIC COMMUNICATION.	
(in Procurement—Build be sales ful on abortion a sport about on any medium of deveronic oronomication subject to the jurisdation of the Commission.	
Observation Common And Figurations on The Common and Augment and Augment and Augment and this section is this section in the section of the common and of 1804 <u>(1971.5.5.1.1.1.2.2.2.2.2.2.2.2.2.2.2.2.2.2.</u>	
(s1 Derestmons – In this section	
US SPORTS BETTING ADVERTISING	
Any issues with the BETTING ON OUR FUTURE ACT?	
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US SPORTS BETTING ADVERTISING	
Any issues with the BETTING ON OUR FUTURE ACT? Part 1	
Does the speech concern lawful conduct or is it misleading?	
Part 2 • Does the restriction serve a legitimate government interest?	
Part 3 • Does the restriction directly advance the government's stated interest?	
Part 4 • Is the regulation or restriction no broader than necessary to serve the government's stated interest?	

US SPORTS BETTING - AGA

- American Gaming Association Responsible Marketing Code for Sports Wagering
 Respecting the Legal Age for Sports Wagering
 Supporting Responsible Gaming
 Controlling Digital Media and Websites
 Monitoring Code Compliance
 Compliance Process

US SPORTS BETTING - AGA

- Responsible Marketing Code for Sports Wagering

 Responsible Marketing Code for Sports Wagering

 No sports betting message should be designed to appeal primarily to those below the legal age for sports wagering by depicting cartoon characters or by festuring enterther contact briat appeal primarily to audiences below the legal age within enterther contact briat appeal primarily to audiences below the legal age persons engage in sports wagering, any message suggest or imply that underage persons engage in sports wagering advertisements should not be placed in media outlets (including social media) that appeal primarily to those below the legal age for sports wagering, nor should they be displayed at an event venue where most of the audience at many of the events at the venue is reasonably expected to be below the legal age for sports wagering.

 No sports wagering messages—including logos, trademarks, or brand names—should be privately for performent of the products carry sports wagering messages or prant equipment that pronortional products carry sports wagering messages or brand information, AGA members and their employees will use commercially reasonable efforts to distribute them only to those who have reached the legal age for sports wagering.

 Sports wagering should not be promoted or advertised in college or university-owned news assets (e.g., school newspapers, radio or television broadcasts, etc.) or advertised on college or university campuses.

US SPORTS BETTING - AGA

- American Gaming Association Responsible Marketing Code for Sports Wagering
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 Compliance Process

US SPORTS BETTING - AGA

- American Gaming Association Responsible Marketing Code for Sports Wagering
 Supporting Responsible Gaming
 Messages will not promote irresponsible or excessive participation in sports wagering.
 Each message will contain a responsible gaming message, along with a toll-free help line number where practical.
 No message should suggest that social, financial or personal success is guaranteed by engaging in sports wagering. Nor should any message imply or suggest any illegal activity of any kind.
 Messages should adhere to contemporary standards of good taste that apply to all commercial messaging, as suits the medium or context of the message.

US SPORTS BETTING - AGA

- American Gaming Association Responsible Marketing Code for Sports Wagering
 Controlling Digital Media and Websites
 Messages placed in digital media—including third party internet and mobile sites, commercial marketing emails or text messages, social media sites, and downloadable content—shall comply with all applicable provisions of this Code concerning the content of such messages.
 Each website that includes advertising or marketing materials should include a responsible gaming message and a link to a site that provides information about responsible gaming and responsible gaming services.
 Owned websites or profiles that include sports betting content, including social media pages and sites, shall include a reminder of the legal age for sports wagering. Age affirmation mechanisms, utilizing month, day, and year of birth, will apply before a user can gain access to any page

US SPORTS BETTING - AGA

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US SPORTS BETTING - AGA

- American Gaming Association Responsible Marketing Code for Sports Wagering
 Respecting the Legal Age for Sports Wagering
 Supporting Responsible Gaming
 Controlling Digital Media and Websites
 Monitoring Code Compliance
 Compliance Process

US SPORTS BETTING - AGA

- American Gaming Association Responsible Marketing Code for Sports Wagering

 Monitoring Code Compliance

 The AGA will offer biannual training opportunities for members and employees of members involved in the advertising or marketing of sports wagering services.

 AGA members will provide training on the provisions of this code, including periodic refreshers and updates, to all individuals involved in the advertising or marketing of sports wagering services.

 AGA members will deliver a copy of this code to advertising agencies, media buyers, and other third parties involved in the member's advertising or marketing.

 AGA members shall adopt an internal review process to evaluate whether promotional and marketing messages comply with this code, and will conduct periodic reviews of promotional and marketing messages to evaluate compliance with this code.

 The commitments in this code apply to persons or entities operating in partnership with or as agents of AGA members in conducting advertising and marketing activity related to sports betting.

US SPORTS BETTING - AGA

- rican Gaming Association Compliance Review Board

 Upon request for further review by the Complainant, the AGA CCRB Liaison will send all materials to the CCRB members for their review.

 The CCRB will meet, in person or virtually, to evaluate if the sports betting marketing or advertising activity at issue is in violation of the code.

 The CCRB will endeavor to provide written notice of its decision to the Complainant and the Reported-Company within seven business days of recoving the appeal of the complaint, in order to find that a Reporting Company is in violation of the Code, there complain, in order to find that a Reporting Company is in violation of the Code, there Delegates at the meeting.

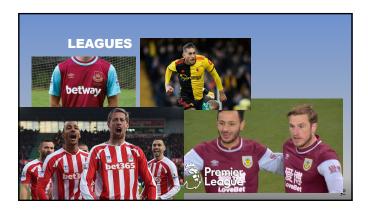
 At least one of the Chairs and three Member Delegates must be present for the CCRB to meet and decide on violations of the code. If a Member Delegate company is the subject of a complaint or is the Complainant, such member shall be recused from the discussion and decision.

 The CCRB's written decision will include if a violation of the code has occurred and if so, that the Reported Company is expected to promptly withdraw or revise the advertising and promotional material and/or placement at issue.

 The CCRB decision, and initial complaint, will be summarized in a publicly available forum on the AGA websits. The Complainant is provided the option to remain a complaint will be made public.







LEAGUES	
QUESTIONS	