

OHIO CASINO CONTROL COMMISSION  
MEETING MINUTES  
10:00 A.M. – December 17, 2014  
RHODES TOWER, LOBBY HEARING ROOM  
30 W. BROAD STREET  
COLUMBUS, OHIO 43215

The regular meeting of the Ohio Casino Control Commission (OCCC) was called to order at 10:08 a.m. by Chair Jo Ann Davidson. Commissioners Martin Hoke, Will Lucas, Ranjan Manoranjan, John Steinhauer, and June Taylor were also in attendance. Commissioner McKinley Brown had an excused absence. The minutes of the November 12, 2014 meeting were approved following a motion by Commissioner Lucas, seconded by Commissioner Manoranjan.

Executive Director Schuler began his report with an update on license renewals. Anthony Forchione, Director of Licensing and Investigations, and his staff have been traveling to the casinos and working with Human Resources casino staff on the collection of casino gaming employee renewal applications. Mr. Schuler reported that about half of the anticipated renewal applications have been received for Horseshoe Casino Cleveland and Hollywood Casino Toledo. The Commission will partake in another licensing event at each of these casinos in January to continue collection of renewal applications.

Mr. Schuler reported that Senate Bill 141 (S.B. 141) was passed by the General Assembly and will go into effect in 2015 after being signed by the Governor. This bill mirrors federal law and creates a criminal penalty, a fifth degree felony, for individuals who structure financial transactions to avoid federal and state reporting requirements.

Mr. Schuler ended his report with a status update on House Bill 491 (H.B. 491), which included a defined regulatory framework for skilled games. This bill passed the House just before the General Assembly recessed in late summer. Mr. Schuler reported that much was learned from stakeholders throughout the process, and believes improvements could be made to the original bill. The Commission will be working with the administration to have defined regulatory structure for skilled games included in the next biennial budget bill.

Anthony Forchione, Director of Licensing and Investigations then presented to the Commission for consideration, the Gaming-Related Vendor license application of Multimedia Games, Inc. (MGI). MGI is a wholly-owned subsidiary of Multimedia Games Holding Company Inc. (MGHC) and was granted an initial Gaming-Related Vendor License by the Commission on May 9, 2012. On the same date, MGHC was found suitable as a holding company. On September 8, 2014, the OCCC was notified that Global Cash Access Holdings, Inc. (GCAH) and MGI had entered into an agreement under which GCAH would acquire MGHC and its subsidiaries, including MGI. The acquisition was unanimously approved by GCAH and MGHC Boards of Directors and was approved by the stockholders of MGHC on December 3, 2014. Upon closing of the transaction in January 2015, MGHC and its subsidiaries will become wholly-owned subsidiaries of GCAH. OCCC Division of Licensing and Investigations has completed its report of the proposed transaction and recommended approval of the license subject to standard conditions. Mr. Forchione introduced Heidi Staudenmaier for GCAH, who was present to answer any questions. Commissioner Taylor made a motion to approve Commission Resolution 2014-23, granting a three-year Gaming-Related Vendor license to MGI. The motion was seconded by Commissioner Lucas and approved. The Resolution was adopted.

Mr. Forchione then presented for consideration by the Commission, Key Employee Licenses for four individuals. The OCCC Division of Licensing and Investigation had completed background investigations of the applicants and recommended approval. Mr. Forchione recommended approval of Commission Resolution 2014-24, granting three-year key employee licenses to Pamela Clements, Vice President of Finance, Hollywood Casino Toledo; Deborah Davis, Vice President of Human Resources, Horseshoe Casino Cincinnati; Brian Smith, Director, Japan Cash Machine Co., Ltd. (JCM); Koji Yoshikawa, Director, JCM. A motion to approve the Resolution was made by Commissioner Taylor. The motion was seconded by Commissioner Manoranjan and approved.

Christopher Fleenor, Manager of Slot Operations, presented to the Commission for their consideration, the approval of renewal certifications of three independent testing laboratories, BMM North America, Inc. (BMM), Eclipse Compliance Testing (Eclipse), and Gaming Laboratories International, LLC (GLI). Mr. Fleenor explained that pursuant to R.C. 3772.31(B), the Commission is required to certify independent testing laboratories every three years. It was noted that the Commission initially certified GLI as an independent testing laboratory on January 18, 2012, and subsequently certified BMM and Eclipse on January 25, 2012. Three separate resolutions were presented for approval for each of these independent testing laboratories. Commissioner Manoranjan made a motion to approve Commission Resolution 2014-25, granting a three-year certification to BMM. The motion was seconded by Commissioner Taylor and approved. The Resolution was adopted. Commissioner Taylor made a motion to approve Commission Resolution 2014-26, granting a three-year certification to Eclipse. The motion was seconded by Commissioner Manoranjan and approved. The Resolution was adopted. Commissioner Hoke made a motion to approve Commission Resolution 2014-27, granting a three-year certification to GLI. The motion was seconded by Commissioner Lucas and approved. The Resolution was adopted.

Patrick Martin, Director of Regulatory Compliance, presented to the Commission for their consideration, the approval an amended casino gaming area designation for Hollywood Casino Toledo (Hollywood), to include two outdoor gaming decks. Mr. Martin indicated that the outdoor gaming areas are required to satisfy the same requirements that apply to the indoor gaming areas. Commissioner Manoranjan made a motion to approve the amended casino gaming area designation for Hollywood. The motion was seconded by Commissioner Lucas and approved.

Mr. Martin then presented amendments to Internal Controls being requested by all four casinos. All of the proposed changes had been reviewed and recommended by the OCCC staff.

- Hollywood Casino Columbus (HWC) sought the addition of the Sic Bo game to its table game offerings and, to correct its Standards for Contractors. Mr. Martin and Alister Cameron, Compliance Manager for HWC, explained how the Sic Bo game is played and the payout structure. Commissioner Steinhauer made a motion to approve the proposed changes. The motion was seconded by Commissioner Taylor and approved.
- Hollywood Casino Toledo requested changes to its Accounting, Player Services, Marketing, Security, Slot, and Table Games plans. The changes were year-end corrections, staff changes, and to include support-intercept provisions that were adopted by its sister property HWC. Commissioner Lucas made a motion to approve the proposed changes. The motion was seconded by Commissioner Taylor and approved.

- Horseshoe Casino Cincinnati (UCI) and Horseshoe Casino Cleveland (UCL) sought changes to their anti-money laundering (AML) Accounting sections, and significant edits to their Accounting plans to include support-intercept provisions. Mr. Martin asked the Commission to approve both UCI and UCL's internal control packets except for those sentences that state "reserving the right." Mr. Martin explained that the presence of this terminology leads the Commission to believe there are a set of rights the Commission has not been made aware of. There was discussion regarding the AML language and specific examples listed as suspicious activity. The language was noted to be consistent with Federal requirements, however, it was determined that continued discussion on whether edits or additions to this language were necessary would be re-opened at a future Commission meeting. Commissioner Manoranjan made a motion to approve the proposed changes by UCI with the exception of the sentence on page 21 of Section B – Cage Standards that reads: "Horseshoe Cincinnati reserves the right to accept personal checks outside the Certegy program at its own risk as long as the checks meets the minimal requirement in section I. A through E." The motion was seconded by Commissioner Hoke and approved. Chair Davidson made a motion to approve the proposed changes by UCL with the exception of the sentence on page 18 of Section B that reads: "Horseshoe Cleveland reserves the right to accept personal checks outside the Certegy program in certain situations at its own risk as long as the checks meet the minimal requirements in section A, 1-5." The motion was seconded by Commissioner Taylor.

John Barron, OCCC Deputy Executive Director and General Counsel, presented four final orders to the Commission for consideration:

In re: Jerry Holmes, Jr. (Case #2014-LIC-011). Mr. Holmes requested a hearing and the Hearing Examiner recommended the Commission revoke the Casino Gaming Employee (CGE) License. Chair Davidson made a motion to approve and adopt the Report and Recommendation without modification to revoke the CGE License for Jerry Holmes, Jr. The motion was by Commissioner Hoke and approved.

In re: Luther Dolby (Case #2014-LIC-031), a hearing was not requested. Chair Davidson made a motion to revoke the CGE License for Luther Dolby. The motion was seconded by Commissioner Taylor and approved.

In re: Melvin Poling (Case #2014-LIC-029), a hearing was not requested. Chair Davidson made a motion to revoke the CGE License for Melvin Poling. The motion was seconded by Commissioner Steinhauer and approved.

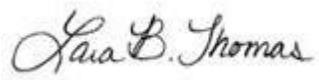
In re: Lexington Sheely (Case #2014-LIC-034), a hearing was not requested. Chair Davidson made a motion to deny the CGE License Application for Lexington Sheely. The motion was seconded by Commissioner Lucas and approved.

Mr. Barron and Chair Davidson acknowledged Assistant Attorney General Andromeda Morrison, for her valued service at the Commission as one of its first legal representatives.

Mr. Schuler and Chair Davidson then acknowledged Karen Huey for her valued service at the Commission as its first Director of Enforcement, and responsible building the division of enforcement from the ground up.

There being no further business before the Commission, the meeting was adjourned.

Signed,

A handwritten signature in cursive script that reads "Lara B. Thomas". The signature is written in black ink and is positioned above the printed name and title.

Lara B. Thomas  
Commission Clerk

Approved: January 21, 2015