

OHIO CASINO CONTROL COMMISSION  
MEETING MINUTES  
10:00 A.M. – November 15, 2017  
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 10:02 a.m. by Chair Taylor. Commissioners McKinley Brown, Jo Ann Davidson, Will Lucas, Ranjan Manoranjan, and Lynn Slaby were also in attendance. Commissioner John Steinhauer had an excused absence. The minutes of the October 18, 2017 meeting were approved following a motion by Commissioner Brown, seconded by Commissioner Slaby.

Executive Director Schuler began his report with Rick Anthony, Manager of Operations, presenting a review of the agency revenues and expenditures for the first month of the quarter. Mr. Anthony reported salary and benefit expenditures were below estimates, due to the Commission experiencing some vacancies during the quarter, and vacant skilled-games positions not yet being filled. Rent expenditures were down for the quarter due to the Commission having not yet moved into its new location. The Commission was on target for all other expenditures.

Next, Mr. Schuler reported a vote is anticipated at the next Senate Finance Committee meeting on House Bill 132. The Bill would grant the Commission rule-making authority with respect to fantasy sports contests, similar to the Commission's responsibilities with skill-based amusement machines. The bill would also provide consumer protections for those individuals participating.

Mr. Schuler then provided an overview of two Notices of Violation (NOV) that were issued to JACK Entertainment (JACK) and JACK Cleveland Casino (JCL) for problems related to its Casino Market Place (CMP) System and access by underage individuals. The Commissioners had approved a settlement with JACK and JCL to resolve both NOVs at the August 16, 2017 public meeting. In addition to a \$200,000.00 fine, the settlement agreement included several follow-up requirements. Mark Tricano, Senior Vice President of Operations – Northeast Ohio at Rock Gaming LLC, updated the Commission on changes that have been made to rectify violation issues. Firstly, JACK worked internally with IT and its auditors, to complete a thorough audit of security issues. On-site property IT Directors were provided with all required system authority. Additionally, JACK engaged an independent, third party consulting auditing firm (External Examiner), to complete a special compliance audit of all CMP access. JACK's External Examiner, BMM Testlabs, commenced an audit the week of August 15, 2017, and completed with a submission of its report on November 2, 2017. Changes were made in response to audit findings, and now BMM believes JACK is in compliance and Commission staff accepts BMM's conclusion.

Mr. Tricano then reported on changes made regarding casino access by minors. Mr. Tricano assured the Commission that JACK and JCL will ensure its personnel are adequately trained and adhere to training on all laws, policies, procedures, and Commission-approved internal controls. JCL Security Officers underwent such training by mid-April 2017. JCL has bolstered its advertising, adding signage that only individuals twenty-one years of age or older are permitted to enter an Ohio casino facility or participate in casino gaming. JCL will continue to communicate to its personnel through education and training for underage awareness. Lastly, JCL installed a new

system to verify valid IDs. Access will be denied if an ID is suspected of not being valid. Mr. Tricano stated with all of these efforts, underage access is down by 30%.

Mr. Schuler ended his report by thanking Brian O’Connell, a Commission Gaming Agent, for his recent service with the National Disaster Medical System (NDSM). Mr. O’Connell was deployed with NDSM in response to Hurricane Irma, where he was in charge of developing and coordinating security operations for the Emergency Medical Facilities Base of Operations opened in a local school for local residents and first responders. Nominated by Agent O’Connell, the Commission was recently recognized as a “Patriotic Employer” by the Employer Support of the Guard and Reserve, a Department of Defense Office that seeks to develop and promote a culture where civilian employers support and value the military service of their employees.

Anna Marin Russell, Manager of Investigations and Senior Legal Counsel, presented to the Commission for consideration a Gaming-Related Vendor license renewal application for Bally Gaming, Inc. (Bally). The former was issued an initial gaming-related vendor license on April 18, 2012, through Resolution 2012-21. Subsequently, and as a result of Scientific Games Corporation’s acquisition of Bally in November 2014, the Commission issued Bally a new gaming-related vendor license on November 21, 2014, through Resolution 2014-18. The Division of Licensing and Investigations completed a suitability background investigation on Bally, as well as its holding companies, and 19 Key Employees, and recommended approval. Ms. Russell recommended approval of Commission Resolution 2017-17, granting a three-year Gaming-Related Vendor license to Bally. A motion to approve the Resolution was made by Commissioner Davidson. The motion was seconded by Commissioner Lucas and approved.

Michelle Siba, Deputy General Counsel, presented to the Commission for consideration a rule amendment for final filing. Ms. Siba explained that the Commission initially approved the amendment to Ohio Admin Code 3772-10-30 at the June 21, 2017 public meeting. After receiving initial approval of the amendment, Commission staff filed the rule and a Business Impact Analysis with the CSIO. The CSIO was noted to have reviewed and subsequently authorized the commission to proceed with filing the new rule and amendments with the Joint Committee on Agency Rule Review (JCARR). Commissioner Slaby made a motion to adopt Commission Resolution 2017-18, approving final filing of the rule and amendment. The motion was seconded by Commissioner Lucas and approved.

Patrick Martin, Director of Regulatory Compliance, presented to the Commission for their consideration, amendments to Internal Controls being requested by Hollywood Casino Columbus (HCO), Hollywood Casino Toledo (HCT), JACK Cincinnati Casino (JCI), and JCL. All of the proposed changes had been reviewed and recommended by the OCC staff.

- HCO sought only to amend games in its Table Games Appendix. HCO is adding the Trilux Blackjack side-bet that other Ohio casinos offer, removing the Casino War game entirely, and adding the Zappit Blackjack game that other casinos offer. Commissioner Davidson made a motion to approve the proposed changes. The motion was seconded by Commissioner Manoranjan and approved.
- HCT sought to amend its Accounting, Cage, Security, Slots, and Anti-Money Laundering (AML) plans. Most notably, HCT is making nearly identical changes to its AML plan that HCO make the previous

month. Commissioner Slaby made a motion to approve the proposed changes. The motion was seconded by Commissioner Davidson and approved.

- JCI sought to amend its Accounting, Table Games, and game Appendices. Most of the changes were table games-related, with new entries for the Synergy electronic table games and Zombie Blackjack, and a change of Pai Gow Poker to the commission-free version. Commissioner Davidson made a motion to approve the proposed changes. The motion was seconded by Commissioner Manoranjan and approved.
  
- JCL sought to amend its Introduction, Cage, Table Games appendix, Promotions, Security, and Surveillance plans. Most notably, JCL is adding the Synergy electronic table games. Like HCT, JCL is changing its drop schedule. Otherwise, the other changes were minor clarifications. Commissioner Brown made a motion to approve the proposed changes. The motion was seconded by Commissioner Manoranjan and approved.

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

In re: Michael Klima (case #2017-LIC-034). Chair Taylor made a motion to adopt the Report and Recommendation without modification to revoke the CGE License for Michael Klima. The motion was seconded by Commissioner Davidson and approved.

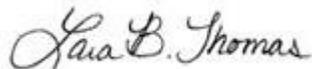
In re: Lisa Moss (case #2017-LIC-046). Chair Taylor made a motion to deny the CGE License Application for Lisa Moss. The motion was seconded by Commissioner Davidson and approved.

In re: Kevin Richard (case #2017-LIC-051). Chair Taylor made a motion to deny the CGE License Application for Kevin Richard. The motion was seconded by Commissioner Slaby and approved.

In re: Adam Smith (case #2017-LIC-042). Chair Taylor made a motion to deny the CGE License Application for Adam Smith. The motion was seconded by Commissioner Davidson and approved.

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

Signed,



Lara B. Thomas

Commission Secretary

Approved: December 13, 2017