

OHIO CASINO CONTROL COMMISSION
MEETING MINUTES
10:00 A.M. – July 19, 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 10:03 a.m. by Chair Taylor. Commissioners McKinley Brown, Jo Ann Davidson, Will Lucas, Ranjan Manoranjan, Lynn Slaby, and John Steinhauer were also in attendance. The minutes of the June 21, 2017 meeting were approved with changes following a motion by Commissioner Lucas, seconded by Commissioner Davidson.

Executive Director Schuler began his report with an update on problem gambling. Mr. Schuler announced that the annual conference of the National Council on Problem Gambling was being held this week. The conference features some of the most experienced and innovative leaders in problem gambling and responsible gaming from across the United States and around the world, and is showing record attendance. Amanda Blackford, Manager of Problem Gambling Services, is a featured panelist at this year's Regulators' Roundtable. Next year's annual conference will be hosted by the Commission, along its partners in Ohio for Responsible Gambling, in Cleveland.

Next, Mr. Schuler announced Lloyd Zoellner has been named the new Deputy Director of Enforcement. Mr. Zoellner joined the Commission in 2013 as the Investigator at the Cincinnati casino following more than 30 years of service in the Hamilton County Sheriff's Office. Additionally, Rachel Kasper has joined the Commission's Legal Division. Ms. Kasper will be assisting the Skill Games Division as the Commission gets the regulatory system for skill games underway.

Mr. Schuler ended his report with a budget overview for fiscal year 2017-2018, presented by Mr. Rick Anthony, Manager of Operations. Mr. Anthony indicated the Commission ended the fiscal year slightly above revenue estimates and below estimated expenditures. Taxes were reported to have been slightly below estimate, however static growth was estimated from 2016 tax receipts.

Next, Mr. Anthony reviewed the fiscal year 2018 budget. The Commission will closely monitor expenses, such as hearing costs and outside legal and technical assistance needed for the Division of Skill Games. Taxes are already above estimates for the first quarter. Fee revenue estimates were felt to be accurate based on renewals that should take place in the year. Expenditure estimates are based on historical trends, but will be monitored closely as the Skill Games Division costs will present some unknowns.

Matthew Oyster, Director of Licensing and Investigations, presented to the Commission for consideration Key Employee Licenses for 11 individuals. The OCCC Division of Licensing and Investigations completed background investigations of the applicants and recommended approval of Commission Resolution 2017-12, granting three-year key employee licenses to Daniel Cherry, Hollywood Casino Columbus, Matthew Dodd, Hollywood Casino Columbus, Mark Dunkeson, JACK Entertainment LLC, Dennis Dziak, Hollywood Casino Columbus, James Germany, JACK Cleveland Casino, Meghan Murphy, JACK Cincinnati Casino, Vito Nardelli, Hollywood Casino Columbus, Erica O'Donnell, Hollywood Casino Toledo, Melissa Richards, Hollywood Casino Toledo, Randy Taylor, Everi Holdings

Inc., and Michael Waldron, Hollywood Casino Columbus. A motion to approve the Resolution was made by Commissioner Slaby. The motion was seconded by Commissioner Manoranjan and approved.

William Cox, Assistant General Counsel, presented to the Commission for consideration a rule amendment for final filing. Mr. Cox explained that the Commission initially approved the proposed amendment to the Ohio Admin Code 3772-10-26, titled "Key Controls," at the November 16, 2016 public meeting. After receiving initial approval of the amendment, Commission staff filed it along with a Business Impact Analysis with the Common Sense Initiative Office (CSIO). The CSIO was noted to have reviewed and subsequently authorized the Commission to proceed with filing the amendment with the Joint Committee on Agency Rule Review (JCARR). Commissioner Lucas made a motion to adopt Commission Resolution 2017-13, approving final filing of the amendment. The motion was seconded by Commissioner Steinhauer and approved.

Patrick Martin, Director of Regulatory Compliance, presented to the Commission for their consideration, the approval of the proposed casino gaming area designation for JACK Cincinnati Casino to re-designate its gaming area to include the area that used to house the Margaritaville restaurant. Commissioner Manoranjan made a motion to approve the casino gaming area designation. The motion was seconded by Commissioner Lucas and approved.

Mr. Martin then presented to the Commission, amendments to Internal Controls being requested by Hollywood Casino Columbus (HCO), Hollywood Casino Toledo (HCT), JACK Cincinnati Casino (JCI), and JACK Cleveland Casino (JCL). All of the proposed changes had been reviewed and recommended by the OCCC staff.

- HCO sought to amend its Accounting, Player Services, Internal Audit, Emergency Action, Slots, and Table Games plans. Almost all of the changes are in response to the five year Ohio Admin Code updates. Some changes in the Table Games plan were similar changes previously made to HCO's sister property the previous month. Both HCO and HCT are experimenting with charitable drop boxes and have added controls spelling out how these boxes should work. Commissioner Davidson made a motion to approve the proposed changes. The motion was seconded by Commissioner Slaby and approved.
- HCT sought to update its Accounting, Cage Operations, Internal Audit, Marketing, and Emergency Operations plans. The changes are almost entirely in response to Ohio Admin Code changes, with a few changes due to audit findings. Commissioner Brown made a motion to approve the proposed changes. The motion was seconded by Commissioner Manoranjan and approved.
- JCI sought changes to its Accounting, Credit, Table Games, Crazy Four Poker, and Surveillance, in response to recent Ohio Admin Code changes. There were important changes in the Accounting plan to chip inventory and complimentary issues. Additionally, both JACK properties are looking to decentralize their credit process, by removing some redundant steps the properties currently use for credit approvals. Lastly, JCI sought to designate what used to be Margaritaville restaurant as a gaming area. Commissioner Slaby made a motion to approve the proposed changes. The motion was seconded by Commissioner Davidson and approved.
- JCL sought changes to its Introduction, Accounting, Credit, Table Games, Surveillance, and Games Rules for four different games. Lastly, the casino is revising its tips and gratuities section to identify all

non-gaming employees that may receive tips. Commissioner Lucas 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, then presented five final orders to the Commission for consideration:

In re: Edward Bellanca (case #2017-LIC-006). Commissioner Slaby made a motion to approve and adopt the Report and Recommendation without modification to deny the CGE License Application for Edward Bellanca. The motion was seconded by Commissioner Davidson and approved.

In re: Shawn McMahan (case #2017-LIC-032). Commissioner Lucas made a motion to deny the CGE License Application for Shawn McMahan. The motion was seconded by Commissioner Brown and approved.

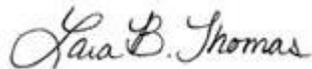
In re: Cornell Rice (case #2017-LIC-026). Commissioner Brown made a motion to deny the CGE License Application for Cornell Rice. The motion was seconded by Commissioner Manoranjan and approved.

In re: Dale Szaniszlo (case #2017-LIC-024). Commissioner Steinhauer made a motion to deny the CGE License Application for Dale Szaniszlo. The motion was seconded by Commissioner Lucas and approved.

In re: Yun Zhao (case #2017-LIC-030). Commissioner Manoranjan made a motion to revoke the CGE License for Yun Zhao. The motion was seconded by Commission Davidson and approved.

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

Signed,

A handwritten signature in cursive script that reads "Lara B. Thomas".

Lara B. Thomas
Commission Secretary
Approved: August 16, 2017