

OHIO CASINO CONTROL COMMISSION
MEETING MINUTES
10:00 A.M. – June 15, 2022
JO ANN DAVIDSON HEARING ROOM
100 E. BROAD STREET, 20TH FLOOR
COLUMBUS, OHIO 43215

The regular meeting of the Ohio Casino Control Commission (Commission) was called to order at 10:07 a.m. by Chair June Taylor. Commissioners Sheetal Bajoria, McKinley Brown, Will Lucas, and Lynn Slaby were also in attendance. Commissioner Steinhauer had an excused absence. The minutes of the May 18, 2022, meeting was approved following a motion by Chair Taylor and seconded by Commissioner Lucas.

Executive Director Matthew Schuler began his report with a sports gaming update. Mr. Schuler announced that the July 6th Commission public meeting would be cancelled as sports gaming rules are still being reviewed by the Common Sense Initiative and Joint Committee on Agency Rule Review (JCARR) and will not be ripe for finalization. Additional public meetings will be necessary in the months following July to finalize sports gaming rules and certify independent testing labs in preparation of the sports gaming universal start date (USD). Commission staff will work with Chair Taylor to determine additional meeting dates in September, October, and November. Mr. Schuler noted that future meetings will only be held in-person as the Ohio General Assembly's exception to the Open Meetings Act will expire on June 30th.

Next, Mr. Schuler announced that June 15th marks the first sports gaming application window opening. Starting today, Type A, B, and C Proprietors, first designated Mobile Management Services Providers (MMSPs), Management Services Providers (MSPs), and suppliers may begin to submit applications to the Commission. To be eligible to commence sports gaming by the USD of January 1, 2023, these applications must be received by July 15th. Mr. Schuler reported that beginning Friday, June 17th, and each Friday through the July 15th deadline, the Commission will post the names of all A, B, & C Proprietors, first designated MMSP, and MSP applications that have been received to date. Additionally, the Sports Gaming section of the Commission's website has been refreshed with new tools and information for stakeholders related to licensure. New pages dedicated to sports gaming business licensing, Type-C sports gaming host licensing, and sports gaming occupational (natural person) licensing have been added. These pages include all related license applications, disclosure forms, duty to update forms, and other pertinent information for license types. Mr. Schuler noted that the next application submission window will open on July 15th, for Type-C sports gaming hosts and second designated MMSPs.

Then, Mr. Schuler had Rick Anthony, Deputy Executive Director, provide a budget report for the end of Fiscal Year 2022 (FY22) and an overview of changes made to the FY23 budget. Mr. Anthony thanked Commissioner Bajoria for her assistance reviewing the FY23 budget changes. Mr. Anthony noted that throughout FY22, revenue has either been on track or above estimates, while most expenses have been below estimates. Specifically, casino revenue for the month of May in FY22 were once again above

estimates. Mr. Anthony explained that despite revenue estimates for FY22 being based on historical figures, a rise in casino changeovers and entities applying for licensure in FY22 led to increased fee revenues than originally anticipated for the year.

Next, Mr. Anthony provided an overview of FY23 operating fund estimate changes. Mr. Anthony noted that the FY23 estimates were originally prepared two years ago, and a review was pragmatic to consider new historical trends and anticipated cash flow changes. FY22 was a record-breaking year for casino tax revenue. Therefore, tax revenue was modified to reflect historical FY22 actuals with a 5% reduction to consider a leveling out of revenue seen in recent months. 8.8 million in fee revenue was added to the operating fund revenue estimates, to take into consideration fees projected from FY23 sports gaming applications fees. Mr. Anthony noted that fees received from sports gaming applications in the first year will primarily be used towards the cost of regulating sports gaming, including expenses for training, vehicles, and personnel. Most expenses associated with sports gaming will likely be made during the first two quarters of FY23.

Wages and benefits estimations were increased by 1.5 million to include statutory contractual wage increases as well as the onboarding of additional staff for sports gaming and technology. Purchased personal services estimates were increased to reflect additional administrative hearing and legal costs expected with the addition sports gaming. Lastly, supplies & maintenance and equipment costs were increased to accommodate additional staff costs and ongoing computer upgrades.

Mr. Schuler ended his report recognizing Amanda Blackford, Director of Operations & Problem Gambling Services, for receiving the Alumni in Government Distinguished Service Award by the Ohio State University Alumni group.

Monica Wilcoxon, Manager of Investigations, presented to the Commission for consideration the gaming-related vendor license renewal applications for Cincinnati Propco LLC (Cincinnati Propco) and Cleveland Propco LLC (Cleveland Propco). The Division of Licensing & Investigations completed suitability investigations of Cincinnati Propco and Cleveland Propco, which did not uncover any material derogatory information. The Division recommended approval of proposed Resolution 2022-22, granting the gaming-related vendor renewal licenses. A motion to approve the Resolution was made by Commissioner Brown. The motion was seconded by Commissioner Bajoria and approved.

Next, Ms. Wilcoxon presented to the Commission for consideration the gaming-related vendor license renewal application for GLP Capital, L.P. (GLP). The Division of Licensing & Investigations completed suitability investigations of GLP, which did not uncover any material derogatory information. The Division recommended approval of proposed Resolution 2022-23, granting the gaming-related vendor renewal license. A motion to approve the Resolution was made by Commissioner Slaby. The motion was seconded by Commissioner Lucas and approved.

Then, Ms. Wilcoxon presented to the Commission for consideration four key-employee license applications. The Licensing & Investigations Division completed background investigations of the

applicants, which did not uncover any material derogatory information, and recommended approval of proposed Resolution 2022-24, granting or renewing, as applicable, key-employee licenses to: Paolo Basilio, De Agostini S.p.A., Louis de Cartier de Marchienne, Cartamundi Group, Hamish McLennan, Light & Wonder, Inc., and Virginia Shanks, Light & Wonder, Inc. A motion to approve the Resolution was made by Commissioner Lucas. The motion was seconded by Commissioner Brown and approved.

Berena Seifert, Manager of Skill Games, presented for consideration seven renewal skill-based amusement machine-related license applications. The Skill Games Division completed background investigations of the applicants, which did not uncover any material derogatory information, and recommended approval of proposed Resolution 2022-25, renewing the skill-based amusement machine-related licenses upon receipt of the required licensing fees. A motion to approve the Resolution was made by Commissioner Brown. The motion was seconded by Commissioner Lucas and approved.

Aleah Page, Deputy Director of Licensing, presented for consideration the new fantasy contest operator license application for No House Advantage, LLC (No House Advantage) and a variance request from Ohio Adm.Code 3772-74-01(B)(12) and 3772-74-11 (B)(4). Ms. Page explained that due to a majority change in, or transfer of control of, No House Advantage corporate ownership, a new license is required under Ohio Adm.Code 3772-74-06(H). The Commission's Licensing & Investigations, Legal, Regulatory Compliance, and Problem Gambling Services Divisions completed a suitability investigation of No House Advantage, which did not uncover any material derogatory information. Commission staff also reviewed No House Advantage's variance request from Ohio rules prohibiting "proposition selection," to determine if their offerings meet the statutory requirements of fantasy contest law. Staff conducted a thorough review of the No House Advantage's offerings and determined No House Advantage offers a unique product that can be offered in such a way to comply with R.C. Chapter 3774. Ms. Page recommended approval of proposed Resolution 2022-26, granting No House Advantage a new three-year fantasy contest operator license and the variance request. A motion to approve the Resolution and variance was made by Commissioner Slaby. The motion was seconded by Commissioner Brown and approved.

Tessa Metzler, Assistant General Counsel, presented for consideration administrative rules for final filing. These rules include those related to independent testing laboratories and security. Ms. Metzler explained that the Commission previously approved the rules at its January 19, 2022 meeting. After receiving approval, the rules were filed with the Common Sense Initiative Office (CSIO) and then with the Joint Committee on Agency Rule Review (JCARR). After completing the rule-review process, the new rules became eligible for final filing. Commissioner Bajoria made a motion to adopt proposed Resolution 2022-27, approving the final filing of Ohio Adm.Code 3775-15-01 — -06, and 3772-20-01 — -08. The motion was seconded by Commissioner Lucas and approved.

Andromeda Morrison, General Counsel and Director of Skill Games, presented to the Commission for consideration two casino gaming final orders:

A final order regarding the denial of casino gaming employee license applications (case nos. #2022-LIC-003, -006 & -015). Chair Taylor moved to deny the casino gaming employee license applications for the cases listed in the final order. The motion was seconded by Commissioner Lucas and approved.

A final order regarding Robin Sterling (case nos. #2021-LIC-032). Chair Taylor moved to approve and adopt the report and recommendation without modifications to deny the casino gaming employee license application for Robin Sterling. The motion was seconded by Commissioner Brown and approved.

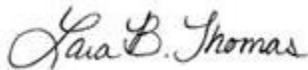
Next, Ms. Morrison presented for consideration one skill games final order:

A final order regarding the denial of skill-based amusement machine license applications (case nos. # 2022-SLIC-017, -018, & -037). Chair Taylor moved to deny the skill-based amusement machine license applications for the cases listed in the final order. The motion was seconded by Commissioner Slaby and approved.

In other business, Mr. Schuler recognized Mr. Daniel Fausey, Section Chief of the Charitable Law section for the Ohio Attorney General's Office, for his service and support to the Commission. Commissioner Brown thanked his fellow Commissioners and Commission staff for their support during his recovery in the hospital.

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

Signed,



Lara B. Thomas

Commission Secretary

Approved: July 20, 2022