

MINUTES

WEST VIRGINIA LOTTERY COMMISSION

Meeting of June 26, 2018

Call to Order - Approval of Minutes

The monthly meeting of the West Virginia Lottery Commission was called to order at Lottery headquarters on Tuesday, June 26, 2018 at 11:03 a.m.

Commission Members present were: Chairman Ken Greear, Vice Chairman Bill Clayton, Douglas Bicksler, William Laird, Dan Marshall and Roy Shrewsbury.

Also present were: Director Larrick, Tommy Young, Robin Graley, Dean Patrick, Danielle Boyd, June Somerville, Elizabeth Webb, Bob Humphrey, Steve Compston and the public.

The first item was approval of minutes of the regular monthly meeting of May 22, 2018.

VOTE: Vice Chairman Clayton moved to approve the minutes of the regular monthly meeting of May 22, 2018. This motion was seconded by Commissioner Shrewsbury and passed by unanimous voice vote.

The next item was approval of the minutes of the teleconference meeting of May 16, 2018.

VOTE: Commissioner Marshall moved to approve the minutes of the teleconference meeting of May 16, 2018. This motion was seconded by Commissioner Laird and passed by unanimous voice vote.

Report of the Director

Director Larrick reported the Lottery received the Comprehensive Annual Financial Reporting Award for the 21st year. Director Larrick congratulated Dean Patrick and his staff.

Director Larrick reported a presentation was made to the Joint Finance Committee during legislative interims June 25, 2018 to update them as to the status of sports betting. On June 21, 2018, the Commission approved the filing of emergency legislative rules and are trying to get those filed officially through the erules filing system.

Director Larrick reported approving the re-licensing of Masque Publishing, Inc. for Limited Gaming Facility (The Greenbrier) Level 2 Supplier.

Director Larrick introduced Andrea Bower recently hired in Human Resources.

- Financial Report

Dean Patrick reviewed the financial report for the month of May.

- Marketing

Tommy Young reviewed the monthly Marketing report. Randy Burnside provided an update on social media.

- Security Division – Traditional

Steve Compston provided the Traditional Security report.

- Security Division – Limited Video Lottery

In David Bradley's absence, June Somerville reviewed the Limited Video Lottery Security report.

- Security - Table Games/Casino/Video

June Somerville provided the report for the Table Games Division.

- Video Lottery

Bob Humphrey reviewed the monthly report for the Video Lottery Division.

- Licensing

Elizabeth Webb provided the Licensing Division report.

III. Questions for Contractor

There were no questions for IGT

IV. Committee Issues

Finance and Audit Committee

The first item was possible approval of financing incident to the purchase of the Tropicana by Eldorado.

VOTE: Vice Chairman Clayton moved to approve the request upon final receipt of closing documents and material changes approved; issuance of up to \$600 million; JP Morgan will serve as a bridge facility so there will be no funding contingency; and an amendment to credit facility that includes a revolver with a five year term that will begin on approval date. This motion was seconded by Commissioner Bicksler and approved by unanimous voice vote.

The next item was a presentation regarding the Annual Financial Audit for Fiscal Year 2018 by BrownEdwards & Company, LLP.

The last item was a review of the May Financial Statements.

Games, Rules, Security and Marketing Committee

The first item was possible approval of independent testing laboratories that may be utilized for sports betting.

VOTE: Commissioner Shrewsbury moved to approve Lottery Policy Statement 18-01 recommending laboratories that satisfy the standards developed by the Lottery. This motion was seconded by Commissioner Marshall and passed by unanimous voice vote.

The next items for approval were: one new Aristocrat, Inc. GEN8 "Cash 7" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Sinbad and the Valley of Diamonds" Personality Program for the racetracks, IGT Brain Box for the racetracks, Aristocrat, Inc. LCD Monitors for the racetracks, IGT Full High Definition LCD Monitors for the racetracks, Bally Gaming, Inc. "ArgOS" "Luuu Loot" Personality Program for the racetracks, IGT "Ascent" GI* "Wrecking Ball" Installation Media and GAME* Package for the racetracks, Konami Gaming, Inc. KP3.5 "Star Watch Magma" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Jungle Wild" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Rising Panda" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Rising Guardian" Personality Program for the racetracks, Konami Gaming, Inc. KP3.5 "Lunar Return" Personality Program for the racetracks, Konami Gaming, Inc. KP3.5 "Star Watch Fire" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Sinbad and the Sultan of Fire" Personality Program for the racetracks, Bally Gaming, Inc. "ALPHA II" "Ultimate Fire Link Glacier Gold" Personality Program and Associated Software for the racetracks, Bally Gaming, Inc. "ArgOS" "Imperial Ways Dragons of Avalon" Personality

Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Imperial Ways Eternal Throne" Personality Program for the racetracks, Bally Gaming, Inc. "ALPHA II" "Ultimate Fire Link by the Bay" Personality Program and Associated Software for the racetracks, Bally Gaming, Inc. "ArgOS" "Lock It Link Piggy Bankin" Personality Program for the racetracks, one new Aristocrat, Inc. GEN7/GEN8 "Dragon Reign" Personality Program and New Associated Software for the racetracks, Bally Gaming, Inc. "ArgOS" "Fortunes 3" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Monopoly Hot Shot" Personality Program for the racetracks. Approval letters from GLI have been received and reviewed.

VOTE: Commissioner Shrewsbury moved to approve: one new Aristocrat, Inc. GEN8 "Cash 7" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Sinbad and the Valley of Diamonds" Personality Program for the racetracks, IGT Brain Box for the racetracks, Aristocrat, Inc. LCD Monitors for the racetracks, IGT Full High Definition LCD Monitors for the racetracks, Bally Gaming, Inc. "ArgOS" "Luuu Loot" Personality Program for the racetracks, IGT "Ascent" GI* "Wrecking Ball" Installation Media and GAME* Package for the racetracks, Konami Gaming, Inc. KP3.5 "Star Watch Magma" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Jungle Wild" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Rising Panda" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Rising Guardian" Personality Program for the racetracks, Konami Gaming, Inc. KP3.5 "Lunar Return" Personality Program for the racetracks, Konami Gaming, Inc. KP3.5 "Star Watch Fire" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Sinbad and the Sultan of Fire" Personality Program for the racetracks, Bally Gaming, Inc. "ALPHA II"

“Ultimate Fire Link Glacier Gold” Personality Program and Associated Software for the racetracks, Bally Gaming, Inc. “ArgOS” “Imperial Ways Dragons of Avalon” Personality Program for the racetracks, Bally Gaming, Inc. “ArgOS” “Imperial Ways Eternal Throne” Personality Program for the racetracks, Bally Gaming, Inc. “ALPHA II” “Ultimate Fire Link by the Bay” Personality Program and Associated Software for the racetracks, Bally Gaming, Inc. “ArgOS” “Lock It Link Piggy Bankin” Personality Program for the racetracks, one new Aristocrat, Inc. GEN7/GEN8 “Dragon Reign” Personality Program and New Associated Software for the racetracks, Bally Gaming, Inc. “ArgOS” “Fortunes 3” Personality Program for the racetracks, Bally Gaming, Inc. “ArgOS” “Monopoly Hot Shot” Personality Program for the racetracks. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

V. Unfinished Business.

There was no Unfinished Business.

VII. New Business.

The first item was a review of the casino re-licensing. Brown Edwards & Company, LLP and Dean Patrick reviewed the re-licensing applications of:

- Mountaineer Park, Inc. (dba Mountaineer Casino Racetrack and Resort)

VOTE: Commissioner Shrewsbury moved to approve the relicensing of Mountaineer Park, Inc. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

- PNGI Charles Town Gaming, LLC (dba Hollywood Casino at Charles Town Races)

VOTE: Vice Chairman Clayton moved to approve the relicensing of PNGI Charles Town Gaming LLC. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

- Wheeling Island Gaming, Inc. (dba Wheeling Island Hotel-Casino-Resort)

VOTE: Commissioner Bicksler moved to approve the relicensing of Wheeling Island Gaming, Inc. This motion was seconded by Commissioner Marshall and passed by unanimous voice vote.

- Cross Lanes Gaming & Entertainment (dba Mardi Gras Casino and Resort)

VOTE: Vice Chairman Clayton moved to approve the relicensing of Cross Lanes Gaming & Entertainment. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

The next item was a review of the limited gaming facility re-licensing of:

- Greenbrier Hotel Corporation

VOTE: Commissioner Shrewsbury moved to approve the relicensing of Greenbrier Hotel Corporation subject of receipt of the licensing fee. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

The next item was a review of the Racetrack Video Lottery Terminal Manufacturer permits of:

- Ainsworth Game Technology, Inc.
- Aristocrat Technologies, Inc.
- Aruze Gaming America, Inc.
- Bally Gaming, Inc.
- IGT

- IGT International Game Technology, PLC
- Konami Gaming, Inc.
- Everi Games, Inc.
- Scientific Games International, Inc. (SGI)
- Incredible Technologies, Inc.

VOTE: Vice Chairman Clayton moved to approve the relicensing of Ainsworth Game Technology, Inc., Aristocrat Technologies, Inc., Aruze Gaming America, Inc., Bally Gaming, Inc. IGT, International Game Technologies, Inc., Konami Gaming, Inc., Everi Games, Inc., Scientific Games International, Inc. and Incredible Technologies, Inc. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

The next item was a review of the Director's re-permitting of service technicians, validation managers and floor attendants.

The next item was a review of the Director's re-permitting of table games occupational licensees.

The next item was a review of the Director's re-permitting of limited gaming facility occupational licensees.

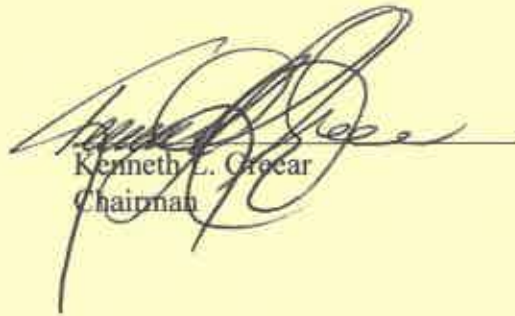
The last item was the Director's plan for re-licensing (traditional games) lottery agents and retailers.

VIII. Choose the date and location for July Commission meeting.

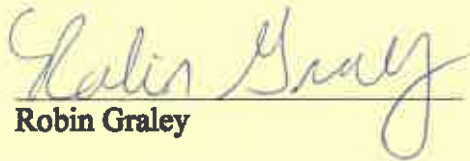
The date of July 25th was set for the monthly meeting. The meeting will begin at 11:00 a.m. The conference call was set for July 18th at noon. The location of the monthly meeting was set to be at Lottery headquarters in Charleston, WV.

IX. Adjourn.

Being no further business, Vice Chairman Clayton moved to adjourn the meeting.



Kenneth L. Greer
Chairman



Robin Graley