

MINUTES

WEST VIRGINIA LOTTERY COMMISSION

April 27, 2017

Call to Order - Approval of Minutes

The monthly meeting of the West Virginia Lottery Commission was called to order at Lottery Headquarters on Thursday, April 27, 2017 at 11:09 a.m.

Commission Members present: Chairman Ken Greear, Vice Chairman Clayton, Douglas Bicksler and William Laird IV. Commissioner Shrewsbury joined the meeting by telephone. Commissioner Adams attended the Committee meetings, but was called away before the monthly business meeting.

Also present were: Director Larrick, Robin Graley, Dean Patrick, David Bradley, Keith Morgan, Tommy Young, Bob Humphrey, Jim Cox, David Bradley, Danielle Boyd, June Somerville, Patrick Clark and the public.

A motion to approve the minutes of March 28, 2017 monthly meeting was made by Vice Chairman Clayton. This motion was seconded by Commissioner Clayton and passed by unanimous voice vote.

A motion to approve the minutes of the March 23, 2017 conference call was made by Vice Chairman Clayton, seconded by Commissioner Bicksler and passed by unanimous voice vote.

Director Larrick introduced William Laird IV as new Commission Member. Danielle Boyd administered the Oath of Office to Chairman Laird.

Chairman Greear appointed Commissioner Laird to the Games, Rules, Security and Marketing Subcommittee.

Report of the Director

Director Larrick reported he and staff will meet with Limited Video Lottery Operators on May 9 at Mardi Gras Casino and Resort to discuss with Scientific Games the new video lottery central system.

Director Larrick reported approving the re-licensing applications of AGS, LLC - A Table Games Supplier, Junket Tours - A Limited Gaming Facility Level 2 Supplier (Junket Operator), Pair A Dice Travel, Inc. - A Limited Gaming Facility Level 2 Supplier (Junket Operator) and Gaimari Gaming Group, LLC - A Limited Gaming Facility Level 2 Supplier (Junket Operator).

- Finance

Dean Patrick reviewed the financial report for the month of March. Mr. Patrick introduced _ recently hired in the Validations Division.

- Marketing

Tommy Young reviewed the monthly Marketing report.

- Security Division – Traditional

Ray Moore provided the Racetrack/Traditional Security report.

- Security Division – Limited Video Lottery

Ray Moore reviewed the Limited Video Lottery Security report.

-Security - Table Games/Casino/Video

Ray Moore provided the report for the Table Games Division.

- Video Lottery

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

Humphrey introduced Pamela Dawn Williams, recently hired as Lottery Accounting Specialist 2.

- Licensing

Jim Cox reviewed the Licensing report.

Compliance Officer Pat Clark introduced Annamarie Short recently hired as Internal Auditor.

At Chairman Greear's request, Commissioner Laird provided a history of his professional and public service careers.

III. Questions for Contractor

There were no questions for IGT.

IV. Finance and Audit Committee

The first item was the approval of the sale and acquisition of Grand Vision Gaming, LLC to Century Gaming Technologies, Inc.

VOTE: Vice Chairman Clayton moved to approve the sale and acquisition of Grand Vision Gaming, LLC to Century Gaming Technologies, Inc. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

The last item was a review of questions regarding the January financial statements.

V. Games, Rules, Security & Marketing Committee

The first item was approval of Roberta Conway of Pittsburgh, PA to be removed from the West Virginia Lottery statewide exclusion list.

VOTE: Vice Chairman Clayton moved to approve the request of Roberta Conway to be removed from the West Virginia Lottery statewide exclusion list. Ms. Conway will need to obtain approval from each racetrack for re-entry. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

The next item was approval of Michael Conway of Pittsburgh, PA to be removed from the West Virginia Lottery statewide exclusion list.

VOTE: Vice Chairman Clayton moved to approve the request of Michael Conway to be removed from the West Virginia Lottery statewide exclusion list. Mr. Conway will need to obtain approval from each racetrack for re-entry. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

The next item was approval of the request of Hollywood Casino at Charles Town Races for a change in the Minimum Internal Control Standards Section 1.2.1(b) 3 & 4.

VOTE: Vice Chairman Clayton moved to approve the request of Hollywood Casino at Charles Town Races for a change in the Minimum Internal Control Standards Section 1.2.1(b) 3 & 4. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

The next items for approval were: one new IGT “AVP” GI* Wheel of Fortune – “Ultimate 777” Installation Media and one new Game* Package for the racetracks, one new IGT

“AVP” GI* Wheel of Fortune – “Ultimate 777” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Hot Roulette Pink Diamond” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Black Jack” Installation Media and one new Game* Package for the racetracks, one new Incredible Technologies, Inc. Hardware Component for the racetracks, one new Ainsworth Game Technology Ltd. “A640” Upright Video Gaming Machine for the racetracks, one new IGT “Ascent S3000” GI* “Hot Roulette Triple Red Hot 7s” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Hot Roulette Triple Red Hot 7s” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Hot Roulette Pink Diamond” Installation Media and one new Game* Package for the racetracks, one new Incredible Technologies, Inc. “Heat ‘Em Up” Personality Program for the racetracks, one new IGT “Ascent S3000” GI* “Sizzling Wilds” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Red White & Blue Wild Star” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Triple Lucky Four Leaf Clover” Installation Media and one new Game* Package for the racetracks, one new Konami Gaming, Inc. KP3 “The Treasure Falls” Mystery Progressive Feature Software for the racetracks, one new Bally Gaming, Inc. “ALPHA II” “5 Treasures” Personality Program and New Associated Software for the racetracks, one new IGT “Ascent S3000” GI* “Stars and Stacks” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Black Tie” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Hot Roulette Triple Red Hot 7s” Installation Media and one new Game* Package for the racetracks, one new Konami

Gaming, Inc. KP3 “Lucky Honeycomb Hot Boost” Personality Program for the racetracks, one new Konami Gaming, Inc. “Riches of the West” Personality Program and one new Sound/Graphics Program for the racetracks, two New Ainsworth Game Technology Ltd. “Action Dragons” Personality Programs for the racetracks, one new Incredible Technologies Inc. “Big Prize Bubblegum Deluxe” Personality Program for the racetracks, one new Incredible Technologies Inc. “Eat ‘Em Up” Personality Program for the racetracks, one new Incredible Technologies Inc. “Money Roll Jackpot” Personality Program for the racetracks, one new Incredible Technologies Inc. “Big Heist Jackpot” Personality Program for the racetracks, one new Konami Gaming, Inc. KP3 “Oriental Festival” Personality Program for the racetracks, one new Konami Gaming, Inc. KP3.5 “Golden Wolves” Personality Program for the racetracks, one new Konami Gaming, Inc. KP3 “Engine Ablaze” Mystery Progressive Feature Software for the racetracks. Approval letters from GLI have been received and reviewed.

VOTE: Vice Chairman Clayton moved to approve: one new IGT “AVP” GI* Wheel of Fortune – “Ultimate 777” Installation Media and one new Game* Package for the racetracks, one new IGT “AVP” GI* Wheel of Fortune – “Ultimate 777” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Hot Roulette Pink Diamond” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Black Jack” Installation Media and one new Game* Package for the racetracks, one new Incredible Technologies, Inc. Hardware Component for the racetracks, one new Ainsworth Game Technology Ltd. “A640” Upright Video Gaming Machine for the racetracks, one new IGT “Ascent S3000” GI* “Hot Roulette Triple Red Hot 7s” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Hot Roulette Triple

Red Hot 7s” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Hot Roulette Pink Diamond” Installation Media and one new Game* Package for the racetracks, one new Incredible Technologies, Inc. “Heat ‘Em Up” Personality Program for the racetracks, one new IGT “Ascent S3000” GI* “Sizzling Wilds” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Red White & Blue Wild Star” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Triple Lucky Four Leaf Clover” Installation Media and one new Game* Package for the racetracks, one new Konami Gaming, Inc. KP3 “The Treasure Falls” Mystery Progressive Feature Software for the racetracks, one new Bally Gaming, Inc. “ALPHA II” “5 Treasures” Personality Program and New Associated Software for the racetracks, one new IGT “Ascent S3000” GI* “Stars and Stacks” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Black Tie” Installation Media and one new Game* Package for the racetracks, one new IGT “Ascent S3000” GI* “Hot Roulette Triple Red Hot 7s” Installation Media and one new Game* Package for the racetracks, one new Konami Gaming, Inc. KP3 “Lucky Honeycomb Hot Boost” Personality Program for the racetracks, one new Konami Gaming, Inc. “Riches of the West” Personality Program and one new Sound/Graphics Program for the racetracks, two New Ainsworth Game Technology Ltd. “Action Dragons” Personality Programs for the racetracks, one new Incredible Technologies Inc. “Big Prize Bubblegum Deluxe” Personality Program for the racetracks, one new Incredible Technologies Inc. “Eat ‘Em Up” Personality Program for the racetracks, one new Incredible Technologies Inc. “Money Roll Jackpot” Personality Program for the racetracks, one new Incredible Technologies Inc. “Big Heist Jackpot” Personality Program for the racetracks, one

new Konami Gaming, Inc. KP3 “Oriental Festival” Personality Program for the racetracks, one new Konami Gaming, Inc. KP3.5 “Golden Wolves” Personality Program for the racetracks, one new Konami Gaming, Inc. KP3 “Engine Ablaze” Mystery Progressive Feature Software for the racetracks. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

VI. - Unfinished Business

The only item was possible approval of the Director’s recommendation to impose a \$1,000 civil penalty for second offense against Same Old Place, Inc., dba Same Old Place 60, a limited video lottery retailer.

VOTE: Vice Chairman Clayton moved to impose a \$1,000 civil penalty for second offense against Same Old Place, Inc., dba Same Old Place 60, a limited video lottery retailer. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

VII. - New Business

The first item was a report on the Human Resource Benefit Advisory Board. Dean Patrick provided the update.

The next item was approval of the Director’s recommendations for bidding the remaining Limited Video Lottery Permits.

VOTE: Vice Chairman Clayton moved to approve the Director’s recommendations for bidding date, minimum acceptable bids, 750 permits to be offered and the possibility of a match bid for

the remaining Limited Video Lottery permits. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

The next item was approval of the Director's recommendation to authorize Jeffrey Blaydes as a hearing examiner for the Commission.

VOTE: Commissioner Shrewsbury moved to approve the Director's recommendation to authorize Jeffrey Blaydes as a hearing examiner for the Commission. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

The last item was possible approval of an Interagency Agreement between the West Virginia Municipal Bond Commission and the West Virginia Lottery related to the provision of certain administrative services to the Municipal Bond Commission by Lottery employees.

VOTE: Vice Chairman Clayton moved to approve the Interagency Agreement between the West Virginia Municipal Bond Commission and the West Virginia Lottery related to the provision of certain administrative services to the Municipal Bond Commission by Lottery employees. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

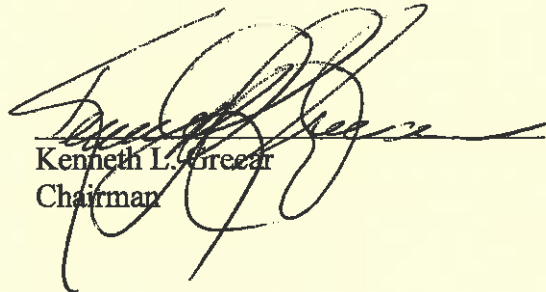
VIII. Scheduling of the next monthly meeting

The date for the next monthly meeting was set for May 24, 2017 at 11:00 a.m. at Lottery Headquarters in Charleston. The date for the conference call was set for May 18, 2017 at 12:00 noon.

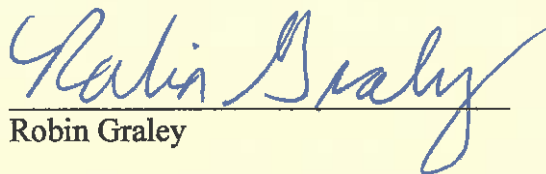
VOTE: Commissioner Bicksler moved to accept the meeting dates. This motion was seconded by Commissioner Shrewsbury and passed by unanimous voice vote.

IX. Adjourn

VOTE: Vice Chairman Clayton moved to adjourn the meeting. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.



Kenneth L. Greear
Chairman



Robin Graley