

# MINUTES

## WEST VIRGINIA LOTTERY COMMISSION

Meeting of June 19, 2017

### **Call to Order - Approval of Minutes**

The monthly meeting of the West Virginia Lottery Commission was called to order at Lottery headquarters on Monday, June 19, 2017 at 11:13 a.m.

Commission Members present were: Chairman Ken Greear, Michael Adams, Douglas Bicksler, William Laird, David McCormick and Roy Shrewsbury. Vice Chairman Clayton joined the meeting by telephone.

Also present were: Director Larrick, Tommy Young, Robin Graley, Dean Patrick, Ray Moore, Jim Cox, Danielle Boyd, David Bradley, June Somerville and the public.

The first item was approval of minutes of the regular monthly meeting of May 24, 2017.

**VOTE:** Commissioner McCormick moved to approve the minutes of the regular monthly meeting of May 24, 2017. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

The next item was approval of the minutes of the teleconference meeting of May 18, 2017.

**VOTE:** Commissioner Shrewsbury moved to approve the minutes of the teleconference meeting of May 18, 2017. This motion was seconded by Commissioner Adams and passed by unanimous voice vote.

## **Report of the Director**

Director Larrick attended the North American State and Provincial Lotteries Directors' meeting in Denver, Colorado last week. The Multi State Lottery Association held a Directors' meetings in conjunction with the NASPL conference.

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

### **- Financial Report**

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

### **- 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.

### **- Licensing**

Jim Cox provided the Licensing report.

IT Manager Keith Morgan introduced Eric Gartin, recently hired as IT Special Projects Manager.

### **III. Questions for Contractor**

There were no questions for IGT

### **IV. Committee Issues**

#### **Finance and Audit Committee**

The first item was a presentation regarding the Annual Financial Audit for Fiscal Year 2017 by Bob Denyer and Anthony Carpenter of Gibbons and Kawash.

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

#### **Games, Rules, Security and Marketing Committee**

The first item was possible approval of the Director's recommendation to impose a \$1,000 civil penalty for second offense against Apple, Inc., dba Piggy's Club, a limited video lottery retailer.

**VOTE:** Commissioner Adams moved to approve the Director's recommendation to impose a \$1,000 civil penalty for second offense against Apple, Inc., dba Piggy's Club, a limited video lottery retailer. This motion was seconded by Commissioner Shrewsbury and passed by unanimous voice vote.

The next items for approval were: one new Aristocrat, Inc. GEN7/GEN8 "Moon Race" Personality Program for the racetracks, one new Aristocrat, Inc. GEN7/GEN8 "Best Bet" Personality Program for the racetracks, one new Incredible Technologies, Inc.

“Shen Fortunes” Personality Program for the racetracks, one new Incredible Technologies, Inc. “Winner of the West Super Sky Wheel” Personality Program for the racetracks, one new Incredible Technologies, Inc. “Crazy Money Deluxe VIP” Personality Program for the racetracks, one new Aristocrat, Inc. GEN7/GEN8 “Tiki Fire” Personality Program for the racetracks, one new Ainsworth Game Technology Ltd. “King Kong” Personality Program for the racetracks, one new Ainsworth Game Technology Ltd. “Kong of Skull Island” Personality Program for the racetracks, one new Aristocrat, Inc. GEN8 “Wonder 4 Tall Fortunes” Personality Program for the racetracks, one new Aristocrat, Inc. GEN8 “Rolling Action Gold Bonanza” Personality Program for the racetracks, one new Bally Gaming, Inc. “ArgOS” “Dancing Drums” Personality Program for the racetracks, one new Bally Gaming, Inc. “ALPHA II” “Tree of Wealth – Rich Traditions” Personality Program for the racetracks, one new Bally Gaming, Inc. “Multigame West Virginia Gameset 2.0” Personality Program for Limited Video Lottery. one new Aristocrat, Inc. GEN8 “Happy Piggy” Personality Program for the racetracks, one new Aristocrat, Inc. GEN8 “Jade Garden” Personality Program for the racetracks, one new Bally Gaming, Inc. “ALPHA II” “Tree of Wealth – Jade Eternity” Personality Program for the racetracks, one new Incredible Technologies, Inc. “Money Roll HD” Personality Program for the racetracks, one new Aristocrat, Inc. GEN8 “Gardens of Magic” Personality Program for the racetracks, one new Aristocrat, Inc. GEN7/GEN8 “Heart Throb” Personality Program for the racetracks, two new Ainsworth Game Technology Ltd. “Rumble Rumble Bison” (GDINVD1H) (GDINVD2I) Personality Programs for the racetracks, one new Everi Games Inc. (formerly known as Multimedia Games, Inc.) MForce Personality Program Entitled “Best in Show” for the racetracks,

one new JCM GEN5 Printer and new Printer Software for use by Ainsworth Game Technology Ltd. for the racetracks, one new Bally Gaming, Inc. Hardware Component for the racetracks, one new MEI Cashflow Bill Validator Software Program for use by IGT for the racetracks, one new Bally Gaming, Inc. "ALPHA II" "Monty Python and the Holy Grail Killer Bunny" Personality Program and new Associated Software for the racetracks, one new Bally Gaming, Inc. Hardware Component for the racetracks, Two new Bally Gaming, Inc. Hardware Components for the racetracks, one new Aruze Gaming America, Inc. Burning Hot Jackpot System Controller Software Program, one new Jungle Cash Ultra Stack Link Jackpot Controller Software Program and one new Security GAL Chip for the racetracks, one new Aruze Gaming America, Inc. System Controller for the racetracks. Approval letters from GLI have been received and reviewed.

**VOTE:** Commissioner Adams moved to approve: one new Aristocrat, Inc. GEN7/GEN8 "Moon Race" Personality Program for the racetracks, one new Aristocrat, Inc. GEN7/GEN8 "Best Bet" Personality Program for the racetracks, one new Incredible Technologies, Inc. "Shen Fortunes" Personality Program for the racetracks, one new Incredible Technologies, Inc. "Winner of the West Super Sky Wheel" Personality Program for the racetracks, one new Incredible Technologies, Inc. "Crazy Money Deluxe VIP" Personality Program for the racetracks, one new Aristocrat, Inc. GEN7/GEN8 "Tiki Fire" Personality Program for the racetracks, one new Ainsworth Game Technology Ltd. "King Kong" Personality Program for the racetracks, one new Ainsworth Game Technology Ltd. "Kong of Skull Island" Personality Program for the racetracks, one new Aristocrat, Inc. GEN8 "Wonder 4 Tall Fortunes" Personality Program for the racetracks,

one new Aristocrat, Inc. GEN8 “Rolling Action Gold Bonanza” Personality Program for the racetracks, one new Bally Gaming, Inc. “ArgOS” “Dancing Drums” Personality Program for the racetracks, one new Bally Gaming, Inc. “ALPHA II” “Tree of Wealth – Rich Traditions” Personality Program for the racetracks, one new Bally Gaming, Inc. “Multigame West Virginia Gameset 2.0” Personality Program for Limited Video Lottery. one new Aristocrat, Inc. GEN8 “Happy Piggy” Personality Program for the racetracks, one new Aristocrat, Inc. GEN8 “Jade Garden” Personality Program for the racetracks, one new Bally Gaming, Inc. “ALPHA II” “Tree of Wealth – Jade Eternity” Personality Program for the racetracks, one new Incredible Technologies, Inc. “Money Roll HD” Personality Program for the racetracks, one new Aristocrat, Inc. GEN8 “Gardens of Magic” Personality Program for the racetracks, one new Aristocrat, Inc. GEN7/GEN8 “Heart Throb” Personality Program for the racetracks, two new Ainsworth Game Technology Ltd. “Rumble Rumble Bison” (GDINVD1H) (GDINVD2I) Personality Programs for the racetracks, one new Everi Games Inc. (formerly known as Multimedia Games, Inc.) MForce Personality Program Entitled “Best in Show” for the racetracks, one new JCM GEN5 Printer and new Printer Software for use by Ainsworth Game Technology Ltd. for the racetracks, one new Bally Gaming, Inc. Hardware Component for the racetracks, one new MEI Cashflow Bill Validator Software Program for use by IGT for the racetracks, one new Bally Gaming, Inc. “ALPHA II” “Monty Python and the Holy Grail Killer Bunny” Personality Program and new Associated Software for the racetracks, one new Bally Gaming, Inc. Hardware Component for the racetracks, Two new Bally Gaming, Inc. Hardware Components for the racetracks, one new Aruze Gaming America, Inc. Burning Hot Jackpot System Controller Software Program, one

new Jungle Cash Ultra Stack Link Jackpot Controller Software Program and one new Security GAL Chip for the racetracks, one new Aruze Gaming America, Inc. System Controller for the racetracks. . This motion was seconded by Commissioner McCormick and passed by unanimous voice vote.

The last item was possible approval of amendments to West Virginia Lottery Interpretive Rule (Title 179, Series 7).

**VOTE:** Commissioner Adams moved to carry this item over to the July 2017 meeting. Commissioner Adams also asked Members to submit their questions on this issue to Danielle Boyd for response. This motion was seconded by Commissioner Shrewsbury 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. Tim Gibbons CPA of Gibbons and Kawash, PLLC and Dean Patrick reviewed the re-licensing applications of:

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

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

- Racing Corporation of West Virginia (dba Mardi Gras Casino and Resort)

**VOTE:** Commissioner Shrewsbury moved to approve the relicensing of Racing Corporation of West Virginia subject to \$2.5 million license fee. This motion was seconded by Commissioner McCormick and passed by unanimous voice vote.

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

**VOTE:** Commissioner Shrewsbury moved to approve the relicensing of PNGI Charles Town Gaming LLC. This motion was seconded by Commissioner McCormick 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 Adams 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.
- IGT



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

**VOTE:** Commissioner Adams moved to approve the relicensing of Ainsworth Game Technology, Inc., Aristocrat Technologies, Inc., Aruze Gaming America, 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.

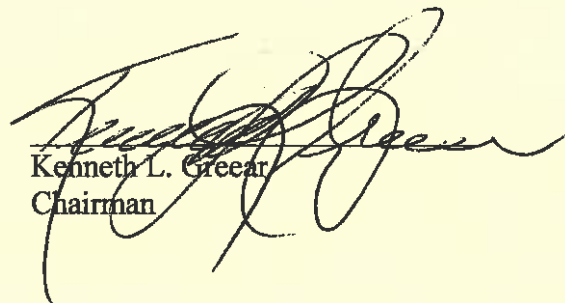
Nelson Robinson commended Danielle Boyd and Paul Barnette on their appearances during the legislative session.

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

The date of July 26th was tentatively set for the monthly meeting. The meeting will begin at 11:00 a.m. The conference call was set for July 19<sup>th</sup> 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. This motion was seconded by Commissioner Shrewsbury and passed by unanimous voice vote.



Kenneth L. Greear  
Chairman



Robin Graley