

MINUTES

WEST VIRGINIA LOTTERY COMMISSION

August 30, 2017

Call to Order – Approval of Minutes

The monthly meeting of the West Virginia Lottery Commission was called to order at Lottery Headquarters on Wednesday, August 30, 2017 at 11:00 a.m.

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

Also present were: Alan Larrick, Ray Moore, Dean Patrick, Bob Humphrey, Jim Cox, Robin Graley, Tommy Young, Keith Morgan, David Bradley and the public.

A motion to approve the minutes of the July 26, 2017 monthly meeting was made by Commissioner Shrewsbury. This motion was seconded by Vice Chairman Clayton and passed by unanimous voice vote.

A motion to approve the minutes of the July 19, 2017 conference call was made by Vice Chairman Clayton seconded by Commissioner Bicksler and passed by unanimous voice vote.

Report of the Director

Director Larrick reported working with IGT to begin the conversion planning process. IGT will be developing a mobile convenience app for our players as part of this project.

Director Larrick reported the LVL bid opening was August 2, 2017. The Lottery will collect approximately \$1.8M in bid fees, and issue an additional 587 bids. The high bid was \$7,632, and the average bid was \$3,097.85.

Director Larrick reported the Lottery presented year end revenues and updates on newly implemented legislative initiatives to the Joint Committee on Finance.

Director Larrick reported he and staff met with LVL operators and retailers in Flatwoods yesterday to discuss the upcoming conversion of the video central management system.

Director Larrick reported most commissioners joined him for a tour of the back-up data center in Anmoore earlier this month. In New Business, we will discuss the possible purchase instead of continued leasing of this facility.

- Financial Report

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

- Marketing

Tommy Young reviewed the monthly Marketing report. Randy Burnside updated Members on social media.

- 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.

III. Questions for Contractor

There were no questions.

Committee Issues - Finance and Audit Committee

The first item was setting the video lottery promotional credit limit for the racetracks and the Greenbrier Casino for the period of October 1, 2017 through December 31, 2017.

VOTE: Vice Chairman Clayton moved to set the video lottery promotional credit limit for the racetracks and the Greenbrier Casino for the period of October 1, 2017 through December 31, 2017 as follows:

Hollywood Casino at Charles Town Races	2.0%
Mardi Gras Casino & Resort	2.0%
Mountaineer Casino Racetrack and Resort	2.75%
Wheeling Island Gaming Inc.	2.75%
Greenbrier Hotel Corp.	2.5%

This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

The next item was possible approval of setting the table games complimentary chip limit for each of the racetracks and the Greenbrier Casino for the period of October 1, 2017 through December 31, 2017.

VOTE: Vice Chairman Clayton moved to set the table games complimentary chip limit for the racetracks and the Greenbrier Casino for the period of October 1, 2017 through December 31, 2017 as follows:

Hollywood Casino at Charles Town Races	0.75%
Mardi Gras Casino & Resort	0.75%
Mountaineer Casino Racetrack and Resort	0.75%
Wheeling Island Gaming Inc.	0.75%
Greenbrier Casino	0.75%

This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

The next item was possible approval of 100% civil penalty (\$12,883.05) against Viking Vending Services LLC, for first Non-Sufficient Funds.

VOTE: Vice Chairman Clayton moved to approve a civil penalty in the amount of \$1,288.30 against Viking Vending Services LLC, for first Non-Sufficient Funds. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

The next item was possible approval of 100% civil penalty (\$9,129.08) against Dove, LLC dba Torlone's for second Non-Sufficient Fund.

VOTE: Vice Chairman Clayton moved to approve a civil penalty in the amount of \$912.90 against Dove, LLC dba Torlone's for second Non-Sufficient Funds. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

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

- Games, Rules, Security and Marketing Committee

The items for approval: one new Aristocrat, Inc. GEN8 "Elvira Mistress of the Dark" Personality Program and New Associated Software for the racetracks one new IGT 43" Curved LCD Touchscreen Monitor for the racetracks, one new IGT "Ascent" Secure Boot Program for the racetracks, one new IGT Hardware Component for the racetracks, one new IGT "Ascent S3000" GI* "Gentlemen Prefer Blondes" Installation Media, one new GAME* Package and one new Universal Controller (UC) Program for the racetracks, three New Bally Gaming, Inc. Hardware Components for the racetracks, one new JCM GEN5 Printer and New Printer Software for use by IGT for Limited Video Lottery, one new Everi Games Inc. (formerly known as Multimedia Games, Inc.) MForce Personality Program Entitled "Super Jackpot Wild Gems" for racetracks, one new IGT "Ascent S3000" GI* "Gentlemen Prefer Blondes" Installation Media, one new GAME* Package and one new Universal Controller (UC) Program for racetracks, one new IGT "Ascent" GI* "Betty White's Story Time" Installation Media, one new GAME* Package and New Associated Software for racetracks, one new IGT "Ascent" GI* "Betty White's Story Time" Installation Media, one new GAME* Package and New Associated Software for the West Virginia Racetracks, one new IGT "Ascent" GI* "Betty White's Tall Tales" Installation Media and one new GAME* Package for racetracks. Approval letters from GLI have been received and reviewed.

VOTE: Commissioner Shrewsbury moved to approve: one new Aristocrat, Inc. GEN8 “Elvira Mistress of the Dark” Personality Program and New Associated Software for the racetracks one new IGT 43” Curved LCD Touchscreen Monitor for the racetracks, one new IGT “Ascent” Secure Boot Program for the racetracks, one new IGT Hardware Component for the racetracks, one new IGT “Ascent S3000” GI* “Gentlemen Prefer Blondes” Installation Media, one new GAME* Package and one new Universal Controller (UC) Program for the racetracks, three New Bally Gaming, Inc. Hardware Components for the racetracks, one new JCM GEN5 Printer and New Printer Software for use by IGT for Limited Video Lottery, one new Everi Games Inc. (formerly known as Multimedia Games, Inc.) MForce Personality Program Entitled “Super Jackpot Wild Gems” for racetracks, one new IGT “Ascent S3000” GI* “Gentlemen Prefer Blondes” Installation Media, one new GAME* Package and one new Universal Controller (UC) Program for racetracks, one new IGT “Ascent” GI* “Betty White’s Story Time” Installation Media, one new GAME* Package and New Associated Software for racetracks, one new IGT “Ascent” GI* “Betty White’s Story Time” Installation Media, one new GAME* Package and New Associated Software for the West Virginia Racetracks, one new IGT “Ascent” GI* “Betty White’s Tall Tales” Installation Media and one new GAME* Package for racetracks. This motion was seconded by Commissioner Marshall and passed by unanimous voice vote.

VI. Unfinished Business.

The only item was possible approval of amendments to West Virginia Lottery Interpretive Rule.

VOTE: Commissioner Shrewsbury moved to approve amendments to West Virginia Lottery Interpretive Rule. This motion was seconded by Commissioner Laird and passed by unanimous voice vote.

VII. New Business.

The only item was possible approval to purchase the back-up data center in Anmoore, WV, and authorize the Director to take all action necessary to ensure procedural compliance with all legal requirements.

VOTE: Vice Chairman Clayton moved to approve the purchase the back-up data center in Anmoore, WV, and authorize the Director to take all action necessary to ensure procedural compliance with all legal requirements. This motion was seconded by Commissioner Shrewsbury and passed by unanimous voice vote.

VIII. Scheduling of the next monthly meeting

The date for the next monthly meeting was set for September 28, 2017 at 11:00 a.m. at Lottery headquarters. The date for the conference call was set for September 20, 2017 at 12:00 noon.

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

IX. Adjourn

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

Robin Graley
Robin Graley

Kenneth L. Greear
Kenneth L. Greear
Chairman