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BEFORE THE MISSOURI GAMING COMMISSION

Meeting  
October 28, 2020  
9:30 a.m.  
3417 Knipp Drive  
Jefferson City, Missouri

BEFORE: Mike Leara, Chairman  
Daniel P. Finney, III, Commissioner  
Brandon Boulware, Commissioner  
Pat Conway, Commissioner  
David W. Hane, Commissioner

Reported by:  
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Alaris Litigation Services  
Columbia, Missouri 65201  
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1	AGENDA	
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3	I. Call to Order	3:3
4	II. Adoption of Agenda	3:16
5	III. Consideration of Minutes	
	A. September 30, 2020	4:13
6	IV. Consideration of Relicensure of Certain Class B Licensees	
7	B. Ameristar Casino Kansas City, LLC (Class B)	
8	Ameristar Casino St. Charles, LLC (Class B)	
9	* Presentation by Applicants	5:15
	* Presentation by Kansas City Port Authority	18:11
10	* Presentation by City of St. Charles	18:17
11	* Public Comment	18:21
12	* MBE/WBE Compliance Review	18:23
	* Investigative Summary	19:15
13	* Staff Recommendation	20:13
14	1. Resolution No. 20-034 (Ameristar Casino Kansas City, LLC)	20:18
15	2. Resolution No. 20-035 (Ameristar Casino St. Charles, LLC)	21:13
16	V. Consideration of Relicensure of Suppliers	
17	C. BMM North America, Incorporated d/b/a BMM Testlabs	
	1. Resolution No. 20-036	22:11
18	D. SG Gaming, Inc. d/b/a Scientific Games	
19	1. Resolution No. 20-037	24:6
20	VI. Consideration of Licensure of Level I/Key Applicants	
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21	VII. Motion for Closed Meeting under Sections 313.847, RSMo., Investigatory, Proprietary and Application Records and 610.021(1), RSMo, Legal Actions and Matters Subject to Attorney Client Privilege, (3) & (13) Personnel and (12) Contracts and (14) Records Protected From Disclosure by Law	29:24
22		
23		
24		
25		

1 (Start time: 9:30 a.m.)

2 P R O C E E D I N G S

3 CHAIRMAN LEARA: We will call the October  
4 meeting of the Missouri Gaming Commission to order.

5 Angie, please call the roll.

6 MS. FRANKS: Commissioner Hane.

7 COMMISSIONER HANE: Present.

8 MS. FRANKS: Commissioner Conway.

9 COMMISSIONER CONWAY: Present.

10 MS. FRANKS: Commissioner Boulware.

11 COMMISSIONER BOULWARE: Present.

12 MS. FRANKS: Commissioner Finney.

13 COMMISSIONER FINNEY: Present.

14 MS. FRANKS: Chairman Leara.

15 CHAIRMAN LEARA: Present.

16 The first item would be the adoption of the  
17 agenda.

18 I will move for the adoption, ask for a  
19 second.

20 COMMISSIONER CONWAY: Second.

21 CHAIRMAN LEARA: We have a second,  
22 Mr. Conway.

23 Any discussion on the agenda?

24 Seeing none, Angie, please call the roll on  
25 that.

1 MS. FRANKS: Commissioner Hane.

2 COMMISSIONER HANE: Approved.

3 MS. FRANKS: Commissioner Conway.

4 COMMISSIONER CONWAY: Approved.

5 MS. FRANKS: Commissioner Boulware.

6 COMMISSIONER BOULWARE: Approved.

7 MS. FRANKS: Commissioner Finney.

8 COMMISSIONER FINNEY: Approved.

9 MS. FRANKS: Chairman Leara.

10 CHAIRMAN LEARA: Approved.

11 MS. FRANKS: By your vote you've adopted the  
12 agenda.

13 CHAIRMAN LEARA: The next item on the agenda  
14 is consideration of the minutes from September 30 of  
15 2020.

16 I will move for the adoption of the minutes.  
17 Is there a second?

18 COMMISSIONER FINNEY: Second.

19 CHAIRMAN LEARA: Second, Mr. Finney.

20 Any discussion?

21 Seeing none, Angie, please call the roll.

22 MS. FRANKS: Commissioner Hane.

23 COMMISSIONER HANE: Approved.

24 MS. FRANKS: Commissioner Conway.

25 COMMISSIONER CONWAY: Approved.

1 MS. FRANKS: Commissioner Boulware.

2 COMMISSIONER BOULWARE: Approved.

3 MS. FRANKS: Commissioner Finney.

4 COMMISSIONER FINNEY: Approved.

5 MS. FRANKS: Chairman Leara.

6 CHAIRMAN LEARA: Approved.

7 MS. FRANKS: By your vote you've adopted the  
8 minutes of the September 30th, 2020 meeting.

9 CHAIRMAN LEARA: The next item, No. 4,  
10 consideration of relicensure

11 First up will be Ameristar, and I think  
12 St. Charles would like to go first. Is that correct?  
13 You have the floor when you're ready.

14 Please state your name.

15 MR. SHAW: Sure.

16 Good morning. My name is Ward Shaw. I'm  
17 the General Manager at Ameristar St. Charles. I  
18 appreciate the opportunity to be here, Chairman Leara,  
19 Commissioners, Deputy Director McGrail and MGC staff.

20 I also want to introduce two team members  
21 who are with me this morning from our Ameristar  
22 St. Charles property, our Assistant General Manager  
23 Doug Lang and our Director of Regulatory Compliance  
24 Shawn Ledbetter.

25 So we've included a letter here from our

1 home dock mayor, Mayor Borgmeyer, in St. Charles.

2           Amazingly enough Ameristar St. Charles will  
3 be coming up on our 27th year of operation here this  
4 year and really through that time has had a great  
5 partnership with the City, really predating the mayor  
6 and myself, and very happy to say that that partnership  
7 has continued and appreciate his endorsement here that  
8 I believe you have a copy of.

9           Our company has purchased our two  
10 properties. The two Ameristar properties in Missouri  
11 were purchased back in 2018 by Boyd Gaming.

12           Just a brief list of some of the capital  
13 improvements that have been made in our facility since  
14 the purchase from Boyd Gaming, a little over \$7 million  
15 over the last couple of years in capital improvements.

16           You'll notice as you peruse that list,  
17 outside of our Topgolf Swing Suite addition and our  
18 Ameristar sports bar, not many of them are guest-facing  
19 enhancements. I think it hits home or emphasizes the  
20 fact that this really is a large full-scale  
21 entertainment resort, as I mentioned, coming up on our  
22 27th year of operation.

23           A lot of infrastructure investments that our  
24 company has had to do just from a facility standpoint  
25 to make sure we're positioned well for the future.

1                   Also not included in that \$7 million is an  
2 additional \$5 million in IT infrastructure investments  
3 that have been made at our St. Charles property. Those  
4 are company investments that we've been making on the  
5 back end really to position our property and our  
6 company for future growth as we look to take advantage  
7 of technology improvements that would be enhancing our  
8 efficiency improving in the future.

9                   A brief look at crime statistics.

10                  At our property we've included here our list  
11 of admissions over the last several years, with just  
12 over 5 million admissions, actually the highest  
13 admission level of any of the gaming facilities in the  
14 state.

15                  And I think as you look at that number, the  
16 statistics that you see below then are reflective of a  
17 pretty low incident level at our Ameristar St. Charles  
18 property.

19                  We're very also proud of our strong  
20 partnership with not only the St. Charles PD but on-  
21 site MGC enforcement agents. Recently had a very good  
22 communication meeting in our property with the  
23 St. Charles County Drug Task Force and trying to  
24 coordinate how we can assist them and continuing to  
25 improve our community.

1                   And also, just since our last relicensing,  
2 helped host a meeting for the Missouri Highway Patrol  
3 on human trafficking.

4                   An overview of some of our underage gambling  
5 prevention, the processes that we have in place.

6                   These are similar to what you've seen from  
7 our facility in the past. I won't read all of them.  
8 I'll simply kind of highlight with the RU21 fraudulent  
9 identification training that gets updated annually with  
10 new material. All of our casino operations and food  
11 and beverage personnel receive both upon hiring and as  
12 an annual refresher.

13                   Our company also utilizes Veridocs that  
14 you'll see with the last major bullet down there. That  
15 is a technology that allowed us to swipe and instantly  
16 identify fraudulent IDs, and have some statistics there  
17 on the number of fraudulent IDs that we've been able to  
18 stop over the last couple years. Verified a little  
19 over 185,000 IDs through Veridocs annually.

20                   We have an overall look at some of our  
21 charitable contributions. You know, that's a big part  
22 of our investment in the St. Charles and really greater  
23 St. Louis region community.

24                   You'll see all of these organizations that  
25 we supported just in calendar year 2019 with around



1 \$240,000 of charitable contributions. What that number  
2 does not include are the literally thousands of hours  
3 donated by our team members in assisting local good  
4 causes as well.

5           So you see down in the bottom left from  
6 serving holiday dinners to local Ronald McDonald Houses  
7 to veterans organizations.

8           Our company since our purchase from Boyd  
9 Gaming actually provides all of our team members one  
10 free paid day off a year to volunteer at the civic  
11 organization of their choosing. A lot of our team  
12 members will take advantage of that.

13           Looking at the economic impact. As you can  
14 see here, for 2019 taxes and fees paid to local and  
15 State organizations approaching \$76 million and  
16 providing just right at just over \$54 million in direct  
17 compensation in the calendar year 2019 as well.

18           And from a MBE/WBE spend in minority/women  
19 business enterprises, that's certainly been a long-time  
20 focus for our property. Very happy with our consistent  
21 growth trends that you can see here over the years,  
22 reaching 28.5 percent of our total expenditures in  
23 2019.

24           Also happy to report that we're continuing  
25 on track in 2020 to once again grow that percentage on

1 top of our recent records. Really proud of this metric  
2 and it's a percentage that traditionally is among the  
3 highest in the state.

4 A brief overview.

5 And I know you have our relicensing package  
6 that was submitted previously and happy to answer any  
7 questions that you might have.

8 CHAIRMAN LEARA: Any questions for Mr. Ward?  
9 Mr. Shaw.

10 Thank you, Mr. Shaw.

11 MR. SHAW: Thank you, gentlemen.

12 Mr. Henson.

13 CHAIRMAN LEARA: For the stenographer,  
14 please state your name.

15 MR. HENSON: Okay. Keith Henson.

16 Good morning, Mr. Chairman, Commissioners,  
17 staff. I appreciate the opportunity to be here today  
18 to represent Ameristar Kansas City and Boyd Gaming for  
19 our relicensing.

20 Much of what you're going to hear from me is  
21 from what we call from our big sister at Ameristar  
22 St. Charles, because we really do try to stay in sync  
23 and make sure that both the east side of the state, as  
24 well as the west side of the state, are representing us  
25 in the best manner possible.

1                   You'll find here our letter from Jon  
2 Stephens, who is the President and CEO of the Port  
3 Authority. In Kansas City, you know, we give broadly  
4 to both Clay County, as well as the Port Authority, the  
5 City and then, you know, the majority of it to the  
6 State.

7                   We really take it as a privilege to operate  
8 in this area. We ensure that our team members are a  
9 part of the community, live in the community. We give  
10 back to major charitable organizations and ensure that  
11 we're giving our time and talents along the way.

12                   We also sponsored with the Port Authority  
13 our expertise in our MBE and WBE practices to ensure  
14 that we were sharing the knowledge and the success that  
15 we've had over the years with the Port Authority, and  
16 they were very pleased to learn from us and be able to  
17 take advantage of that. So the letter in here will  
18 represent from Jon Stephens.

19                   Our capital improvements have been  
20 significant, and I am very proud to represent what Boyd  
21 put into our facility in a time when most companies  
22 would have pulled back. During the pandemic we were  
23 able to proceed forward with close to \$10 million in  
24 capital improvements, plus the \$5 million in  
25 IT technical infrastructure.

1                   When Boyd Gaming acquired our property and  
2 our company, we really have replaced most every piece  
3 of infrastructure and have now kind of hooked in total  
4 what Boyd Gaming offers, as well as helped us develop  
5 over the last two years.

6                   We have a completely renovated hotel,  
7 184 hotel rooms, which were completed before we  
8 reopened after being shut down. We replaced three of  
9 our restaurants, a new Mexican cantina, a burger joint,  
10 a new Asian restaurant on the casino floor.

11                  And then, of course, we've continued with  
12 the bricks and mortar of asphalt and annoids (sic),  
13 continuing to replace our surveillance infrastructure.  
14 Our entire surveillance system was replaced last year.  
15 So a lot of progress in that aspect, and continue to  
16 invest in the assets that we have.

17                  Our crime statistics. About four and a half  
18 million admissions each year, and we're partners with  
19 MGC staff, with State police. We are actively involved  
20 with ensuring that when bad people happen to show up at  
21 our property, we identify them quickly. We work with  
22 our local, as well as the State troopers, and ensure  
23 that we get these people out of -- not only out of our  
24 business but make sure that State police and everybody  
25 else is able to take care of them.

1                   We're proud of these statistics. We  
2 continue to make it a top priority to ensure that we  
3 are a part of helping our authorities have training.  
4 They do many of their trainings in our building, in our  
5 offices, on our casino floor. We have such a huge  
6 facility that it's very easy for them to use our site  
7 as a training ground for their practices.

8                   Underage gambling. You saw in the  
9 statistics before of how few people we allow on the  
10 casino floor. I think the number last year was four.  
11 We use technology. We use resources. We use our  
12 people. It is a top priority.

13                   Veridocs allows you to understand who is  
14 walking into our facility. We're able to track that,  
15 keep track of it, refer back to it when appropriate.

16                   Every single employee, regardless of what  
17 their position is, goes through an RU21 training to  
18 ensure that they are trained on how to identify and  
19 understanding that whether they are in the security  
20 office or they are somebody who is responsible for  
21 cleaning, we're all responsible for identifying people  
22 who might be under the age of 21.

23                   We understand fraudulent IDs. They're  
24 better than they've ever been, and we try to stay on  
25 top of the technology and also on top of the best

1 practices to ensure that we are empowering our people  
2 to do so.

3 Charitable contributions. This is what we  
4 do. We give to Children's Mercy Hospital, Midwest  
5 Innocence Project. The list goes on and on. We really  
6 want to make sure that our team members are proud of  
7 where they work. They're proud of the company that  
8 they work for and providing their time, their volunteer  
9 time, their hours, their own money.

10 We provide them a vehicle to give pretax to  
11 any charitable organization they choose. Boyd Gaming  
12 picks up all of the administrative fees for  
13 administering that system, so our team members know  
14 that every dollar they give goes to the charity of  
15 their choice.

16 Economic impact.

17 55 million in total fees on an annual basis  
18 and over \$35 million in salaries, wages and health  
19 benefits to the team members that we have employed at  
20 Ameristar Kansas City.

21 Between gaming tax, State, Port, Clay  
22 County, I think we have a pretty broad reach of how  
23 we're impacting the economic livelihood of where we  
24 live and operate at.

25 Our MBE and WBE spend. The total has a

1 little zag and zig in it, but if you look at linear  
2 graph, we continue to grow.

3           What we do find is we find there are some  
4 companies that lose their MBE or WBE status over time  
5 because we're very strict with certification. We want  
6 to make certain that we are representing those  
7 companies that are legitimate.

8           WBE and MBE spends. We're still up at 28,  
9 26 percent, and we're on a similar track as the year  
10 goes on. We constantly are out there trying to find  
11 businesses, give them the opportunity. We celebrate  
12 the opportunities when we're able to get businesses  
13 certified and be able to be a partner of ours going  
14 forward.

15           So in the mid 20s now, getting into the high  
16 20 percentile. We believe that's the best practice in  
17 our business and in our industry. And when you look at  
18 the way that our properties in the state of Missouri  
19 are comparative to other Boyd properties, we are seeing  
20 as the best practice.

21           So we're representing the State of Missouri  
22 in that category and ensuring that we're keeping our  
23 other sister property coming along the way in the  
24 jurisdictions and the areas that they operate in as  
25 well.

1                   Most importantly on behalf of Boyd, thank  
2 you. We do take this as a privilege to operate in the  
3 state and would be absolutely open to any questions.

4                   CHAIRMAN LEARA: Any questions for  
5 Mr. Henson?

6                   COMMISSIONER BOULWARE: Out of curiosity,  
7 why would somebody outside of the underage context use  
8 a fraudulent ID? I mean, you don't check for warrants  
9 for example.

10                  MR. HENSON: No, we don't, but we have the  
11 ability to -- so if State police or local authorities  
12 are looking for somebody, we have the ability to look  
13 within our system and see if they've been on our  
14 property, and they use that information to understand  
15 if they're there, have been there recently, their own,  
16 you know, investigative support. We provide them a lot  
17 of information on who is in our facility.

18                  CHAIRMAN LEARA: Any other questions?

19                         I have one.

20                         I saw that you had a reduction in underage  
21 admissions on the floor from '17 to '19 of 50 percent.  
22 Is that a timeframe in which you employed the Veridocs  
23 or was it always there?

24                         MR. HENSON: Veridocs was there in '17. So,  
25 no, it isn't. It was brought there.



1                   CHAIRMAN LEARA: That number wasn't large.  
2 It was a 50 reduction. The percentage looks good but  
3 still from eight to four was the number?

4                   MR. HENSON: Yes.

5                   CHAIRMAN LEARA: But Veridocs was there?

6                   MR. HENSON: It was.

7                   What we're finding, these IDs, the fake IDs,  
8 are better than they've ever been. It's tough and it  
9 takes a lot of training and the technology to be able  
10 to solve this.

11                   COMMISSIONER BOULWARE: And also during that  
12 time period there was a significant reduction in the  
13 number of drug cases. Any idea why?

14                   MR. HENSON: I don't. I believe that we're  
15 a deterrent. I believe that bad people understand that  
16 if they show up at our place, we have police officers  
17 and State patrol that are there to catch them. I think  
18 the more visible they are, the better off we all are.  
19 And I really do give a lot of credence to that.

20                   You asked me what would be one reason. When  
21 our State troopers are in uniform on the floor standing  
22 there, people that shouldn't be there tend to turn  
23 around and go someplace else.

24                   CHAIRMAN LEARA: The drug cases, have they  
25 been from people using drugs primarily or was it a

1 transaction?

2 MR. HENSON: I'm not exactly sure how they  
3 calculate the drug cases, but my experience would tell  
4 me that it's a little of all of the above. Mostly  
5 casual, you know, methamphetamines, marijuana, you  
6 know, we find shows up at our doors too.

7 CHAIRMAN LEARA: Okay. Any other questions?

8 Mr. Henson, thank you.

9 MR. HENSON: Thank you very much. I  
10 appreciate it.

11 CHAIRMAN LEARA: I see on the list we have  
12 the Port Authority from Kansas City. Are they in the  
13 room?

14 MR. HENSON: They were. They told me that  
15 the letter would suffice.

16 CHAIRMAN LEARA: That's fine.

17 The City of St. Charles.

18 MR. SHAW: The same. I believe the mayor  
19 submitted a letter.

20 CHAIRMAN LEARA: Fine.

21 Next on the agenda, public comment.

22 Seeing none, Cheryl, you're up.

23 MS. ALONZO: Hi.

24 Good morning, Chairman, Commissioners. I'm  
25 Cheryl Alonzo.

1                   The Missouri Gaming Commission staff  
2 conducted a 100 percent audit of the MBE and WBE  
3 records for both Ameristar Casino and Ameristar  
4 St. Charles. The results of the audit and the specific  
5 details related to those findings are included in the  
6 summary report in your possession.

7                   If you have any questions, I'll be happy to  
8 answer them.

9                   CHAIRMAN LEARA: Any questions for Cheryl?  
10 Thank you.

11                  MS. ALONZO: Thank you.

12                  CHAIRMAN LEARA: Sergeant Holcomb in the  
13 room?

14                  You have the floor.

15                  SERGEANT HOLCOMB: Good morning, Chairman,  
16 Commissioners.

17                  Ameristar Kansas City and Ameristar  
18 St. Charles submitted applications to the Missouri  
19 Gaming Commission on April 30th, 2020 for the renewal  
20 of each company's Class B riverboat gaming license.  
21 Both licenses are scheduled to expire on October 31st,  
22 2020.

23                  Missouri State Highway Patrol investigators  
24 and Missouri Gaming Commission financial investigators  
25 conducted relicensing investigations which consisted of

1 feedback from affected municipality, county, State and  
2 Federal governmental agencies, a financial analysis, a  
3 review of disciplinary actions, litigation and business  
4 credit profiles and a review of key persons associated  
5 with each company.

6 The findings of these investigations were  
7 provided to the MGC staff and would be glad to answer  
8 any questions you might have.

9 CHAIRMAN LEARA: Any questions for Sergeant  
10 Holcomb?

11 Thank you, Sergeant.

12 SERGEANT HOLCOMB: Thank you, sir.

13 CHAIRMAN LEARA: The next item, staff  
14 recommendation.

15 DEPUTY DIRECTOR MCGRAIL: Staff recommends  
16 relicensing for both of the properties.

17 CHAIRMAN LEARA: Okay. All right.

18 The next item will be Resolution No. 20-034,  
19 relicensure of Ameristar Casino, Kansas City.

20 I will make a motion for the approval and  
21 look for a second.

22 COMMISSIONER BOULWARE: Second.

23 CHAIRMAN LEARA: Second, Mr. Boulware.

24 Any discussion?

25 Seeing none, Angie, please call the roll.

1 MS. FRANKS: Commissioner Hane.  
2 COMMISSIONER HANE: Approved.  
3 MS. FRANKS: Commissioner Conway.  
4 COMMISSIONER CONWAY: Approved.  
5 MS. FRANKS: Commissioner Boulware.  
6 COMMISSIONER BOULWARE: Approved.  
7 MS. FRANKS: Commissioner Finney.  
8 COMMISSIONER FINNEY: Approved.  
9 MS. FRANKS: Chairman Leara.  
10 CHAIRMAN LEARA: Approved.  
11 MS. FRANKS: By your vote you've adopted  
12 Resolution No. 20-034.  
13 CHAIRMAN LEARA: Next on the agenda is  
14 Resolution No. 20-035, relicensure of Ameristar Casino  
15 St. Charles.  
16 I will move for the approval and look for a  
17 second.  
18 COMMISSIONER FINNEY: Second.  
19 CHAIRMAN LEARA: Second, Mr. Finney.  
20 Any discussion?  
21 Seeing none, Angie.  
22 MS. FRANKS: Commissioner Hane.  
23 COMMISSIONER HANE: Approved.  
24 MS. FRANKS: Commissioner Conway.  
25 COMMISSIONER CONWAY: Approved.

1 MS. FRANKS: Commissioner Boulware.

2 COMMISSIONER BOULWARE: Approved.

3 MS. FRANKS: Commissioner Finney.

4 COMMISSIONER FINNEY: Approved.

5 MS. FRANKS: Chairman Leara.

6 CHAIRMAN LEARA: Approved.

7 CHAIRMAN LEARA: By your vote you've adopted  
8 Resolution No. 20-035.

9 CHAIRMAN LEARA: Next on the agenda,  
10 consideration of relicensure of suppliers.

11 First will be BMM North America,  
12 Sergeant McTheeney.

13 SERGEANT MCTHEENEY: Good morning, Chairman  
14 and Commissioners.

15 BMM North America, Incorporated, doing  
16 business as BMM Testlabs, submitted an application to  
17 the Missouri Gaming Commission on May 29th, 2020 for  
18 renewal of their supplier's license. The license was  
19 scheduled to expire on September 30th, 2020; however,  
20 the Commission voted to extend the license through  
21 November 29th of 2020.

22 Missouri State Highway Patrol investigators  
23 and Missouri Gaming Commission financial investigators  
24 conducted relicensing investigations which consisted of  
25 financial reviews, feedback from Missouri gaming

1 facility operators, jurisdictional inquiries and a  
2 review of disciplinary actions, litigation and key  
3 persons associated with the company.

4 The findings of this investigation were  
5 provided to the Missouri Gaming Commission staff, and I  
6 would be glad to answer any questions that you might  
7 have. Thank you.

8 CHAIRMAN LEARA: All right. Any questions  
9 for Sergeant McTheeney?

10 Seeing none, thank you.

11 CHAIRMAN LEARA: Okay. We have a resolution  
12 in front of us, No. 20-036.

13 I will move for the approval. Is there a  
14 second?

15 COMMISSIONER FINNEY: Second.

16 CHAIRMAN LEARA: Second, Mr. Finney.

17 Any discussion?

18 Seeing none, Angie, please call the roll.

19 MS. FRANKS: Commissioner Hane.

20 COMMISSIONER HANE: Approved.

21 MS. FRANKS: Commissioner Conway.

22 COMMISSIONER CONWAY: Approved.

23 MS. FRANKS: Commissioner Boulware.

24 COMMISSIONER BOULWARE: Approved.

25 MS. FRANKS: Commissioner Finney.

1 COMMISSIONER FINNEY: Approved.

2 MS. FRANKS: Chairman Leara.

3 CHAIRMAN LEARA: Approved.

4 MS. FRANKS: By your vote you've adopted  
5 Resolution No. 20-036.

6 CHAIRMAN LEARA: Next item, SG Gaming, Inc.  
7 doing business as Scientific Games.

8 Sergeant Seaton, you have the floor.

9 SERGEANT SEATON: Mr. Chairman,  
10 Commissioners, good morning.

11 Under Tab D you'll find the investigative  
12 summary report for the Las Vegas, Nevada based supplier  
13 company SG Gaming, Incorporated. That summary report  
14 is the result of a relicensing investigation conducted  
15 by Missouri State Highway Patrol investigators and MGC  
16 financial analysts.

17 The investigation consisted of financial  
18 reviews, feedback from Missouri gaming facility  
19 operators, national and international jurisdictional  
20 inquiries, a review of disciplinary actions,  
21 litigation, business credit profiles and also a review  
22 of the key persons associated with the company.

23 The results of this investigation were  
24 provided to the MGC staff for their review, and I would  
25 be happy to answer any questions you might have.



1                   CHAIRMAN LEARA:   Okay.

2                   Sergeant Seaton, we have several licensures  
3 of key persons that are still in process.  Is that  
4 correct?

5                   SERGEANT SEATON:  Yes, I believe there --

6                   CHAIRMAN LEARA:  Several?

7                   SERGEANT SEATON:  Yes.

8                   CHAIRMAN LEARA:  And I'm just making that  
9 aware to the other commissioners.

10                  And there's been some changes in the  
11 ownership?

12                  SERGEANT SEATON:  Correct.

13                  CHAIRMAN LEARA:  So this came to my  
14 attention here just when I walked in.  I don't think  
15 that there's anything significant other than reduction  
16 of ownership of Mr. Perelman.  Is that correct?

17                  SERGEANT SEATON:  I believe what you were  
18 given is dated October 16th.  There has been some  
19 additional transaction and a reduction in the holdings  
20 of Mr. Perelman since then.  I believe he's now below  
21 four percent.

22                  CHAIRMAN LEARA:  And do you see any  
23 substantial impact of that on the licensing or going  
24 forward?  Is it just passive investigators moving  
25 around?

1                   SERGEANT SEATON: To the best of our  
2 knowledge it is passive investors that are now holding  
3 all of Scientific Games.

4                   CHAIRMAN LEARA: Okay. And then will we be  
5 kept informed as far as the Commissioners about the  
6 licensing going forward of the additional people  
7 required to license and some of them that are still --

8                   SERGEANT SEATON: Correct. There's a couple  
9 that are currently under review. Their investigation  
10 is ongoing. And there are some -- I believe there's  
11 three newly appointed board members who -- they're just  
12 recently named to the board. They haven't yet  
13 submitted their applications, but they are coming.  
14 And, yes, you will be given their summary reports when  
15 their investigation is completed.

16                  CHAIRMAN LEARA: Fair enough. Thank you for  
17 that.

18                  Okay. Any other questions for  
19 Sergeant Seaton?

20                  Thank you.

21                  SERGEANT SEATON: Thank you.

22                  CHAIRMAN LEARA: All right. So we have a  
23 resolution in front of us, No. 20-037.

24                  I will move for the approval and look for a  
25 second.

1 COMMISSIONER CONWAY: Second.

2 CHAIRMAN LEARA: Second, Mr. Conway.

3 Any discussion?

4 Seeing none, Angie.

5 MS. FRANKS: Commissioner Hane.

6 COMMISSIONER HANE: Approved.

7 MS. FRANKS: Commissioner Conway.

8 COMMISSIONER CONWAY: Approved.

9 MS. FRANKS: Commissioner Boulware.

10 COMMISSIONER BOULWARE: Approved.

11 MS. FRANKS: Commissioner Finney.

12 COMMISSIONER FINNEY: Approved.

13 MS. FRANKS: Chairman Leara.

14 CHAIRMAN LEARA: Approved.

15 MS. FRANKS: By your vote you've adopted

16 Resolution No. 20-037.

17 CHAIRMAN LEARA: The next item on the  
18 agenda, consideration of relicensure of Level I and  
19 keys.

20 Mr. Aylward, you have the floor.

21 MR. AYLWARD: Good morning, Mr. Chairman,  
22 Commissioners.

23 Investigators with the Missouri State  
24 Highway Patrol and financial investigators from the  
25 Missouri Gaming Commission conducted comprehensive

1 background investigations on key and Level I  
2 applicants.

3           The investigations include, but are not  
4 limited to, criminal, financial and general character  
5 inquiries which are made in the jurisdictions where the  
6 applicants live, work and frequent.

7           The following applicants are being presented  
8 for your consideration: Herman Campuzano, Caesars  
9 Entertainment, Inc., Director of Internal Audit; Nicole  
10 Lee Solaita, Caesars Entertainment, Inc., Vice  
11 President of Internal Audit; and Peter Matthew Wolff,  
12 Gaming Laboratories International, LLC, Director of  
13 Technical Compliance.

14           Investigative findings were provided to the  
15 Missouri Gaming Commission staff for their review, and  
16 all investigators are able to answer any questions you  
17 might have.

18           Thank you.

19           CHAIRMAN LEARA: Is Corporal Aylward here?

20           MR. HOWERY: Corporal Aylward is actually  
21 out on sick leave right now.

22           CHAIRMAN LEARA: Okay. Fair enough.

23           I didn't have any questions. I was just  
24 trying to put --

25           MR. HOWERY: He's on extended leave right

1 now.

2 CHAIRMAN LEARA: Any questions for  
3 Lieutenant Aylward?

4 Seeing none, thank you.

5 We have a resolution for the approval of  
6 Level I and key applicants, Resolution No. 20-038. I  
7 will move for the approval and look for a second.

8 COMMISSIONER BOULWARE: Second.

9 CHAIRMAN LEARA: Second, Mr. Boulware.  
10 Any other discussion?

11 Seeing none; Angie, please call the roll.

12 MS. FRANKS: Commissioner Hane.

13 COMMISSIONER HANE: Approved.

14 MS. FRANKS: Commissioner Conway.

15 COMMISSIONER CONWAY: Approved.

16 MS. FRANKS: Commissioner Boulware.

17 COMMISSIONER BOULWARE: Approved.

18 MS. FRANKS: Commissioner Finney.

19 COMMISSIONER FINNEY: Approved.

20 MS. FRANKS: Chairman Leara.

21 CHAIRMAN LEARA: Approved.

22 MS. FRANKS: By your vote you've adopted  
23 Resolution No. 20-038.

24 CHAIRMAN LEARA: I will now make a motion  
25 for closed meeting under Sections 313.847 of the

1 Revised Statutes of Missouri, investigatory,  
2 proprietary and application records and Section  
3 610.021(1) of the Revised Statutes, legal actions and  
4 matters subject to attorney client privilege, (3) and  
5 (13) personnel, (12) contracts and (14) records  
6 protected from disclosure by law and ask for a second.

7 COMMISSIONER FINNEY: Second.

8 CHAIRMAN LEARA: Second, Mr. Finney.

9 Any discussion on the motion?

10 Seeing none, Angie, please call the roll.

11 MS. FRANKS: Commissioner Hane.

12 COMMISSIONER HANE: Approved.

13 MS. FRANKS: Commissioner Conway.

14 COMMISSIONER CONWAY: Approved.

15 MS. FRANKS: Commissioner Boulware.

16 COMMISSIONER BOULWARE: Approved.

17 MS. FRANKS: Commissioner Finney.

18 COMMISSIONER FINNEY: Approved.

19 MS. FRANKS: Chairman Leara.

20 CHAIRMAN LEARA: Approved.

21 We will now go to closed. Thank you.

22 WHEREIN, the meeting concluded at 10:05 a.m.

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25

## 1 CERTIFICATE OF REPORTER

2

3 I, Patricia A. Stewart, CCR, a Certified  
4 Court Reporter in the State of Missouri, do hereby  
5 certify that the testimony taken in the foregoing  
6 transcript was taken by me to the best of my ability  
7 and thereafter reduced to typewriting under my  
8 direction; that I am neither counsel for, related to,  
9 nor employed by any of the parties to the action in  
10 which this transcript was taken, and further that I am  
11 not a relative or employee of any attorney or counsel  
12 employed by the parties thereto, nor financially or  
13 otherwise interested in the outcome of the action.

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Patricia A. Stewart

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CCR 401

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**MISSOURI GAMING COMMISSION**  
**Second Open Session Minutes**  
**October 28, 2020**

The Missouri Gaming Commission (the “Commission”) went into the second open session at approximately 11:45 a.m. on October 28, 2020, at the Missouri Gaming Commission, 3417 Knipp Drive, Jefferson City, Missouri.

Deputy Director Tim McGrail updated the Commissioners on Adjusted Gross Receipts (AGR) and Admissions. AGR on average is down 4-8% as compared to same time last year while Admissions are down 30-40% on average. No motion, vote, or action was taken.

**Chairman Leara moved to adjourn the open session meeting. Commissioner Boulware seconded the motion, and after a roll call vote was taken, Hane – yes, Conway – yes, Boulware – yes, Finney – yes, and Leara – yes, the motion passed unanimously.**

The second open session meeting ended at 11:46 a.m.