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BEFORE THE MISSOURI GAMING COMMISSION
STATE OF MISSOURI

Meeting
July 28, 2010
9:00 a.m.
Missouri Gaming Commission
3417 Knipp Drive
Jefferson City, Missouri

COMMISSIONERS PRESENT:

James L. Mathewson, Chairman
Darryl T. Jones
Jack L. Merritt
Barrett Hatches
Noel Shull

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P R O C E E D I N G S

CHAIRMAN MATHEWSON: Good morning,
everyone. Nice to see everyone here on a beautiful
warm July day. Missouri weather, love it.

Okay. We'll call this group to order.

Ms. LeAnn, would you call roll please.

MS. McCARTHY: Chairman Mathewson.

CHAIRMAN MATHEWSON: Present.

MS. McCARTHY: Commissioner Shull.

COMMISSIONER SHULL: Present.

MS. McCARTHY: Commissioner Jones.

COMMISSIONER JONES: Present.

MS. McCARTHY: Commissioner Hatches.

COMMISSIONER HATCHES: Present.

MS. McCARTHY: Commissioner Merritt.

COMMISSIONER MERRITT: Present.

CHAIRMAN MATHEWSON: All being present,
all in attendance, we will first go to consideration
of the minutes on the June 29, 2010. Chair would
accept a motion to adopt those minutes of June 29.

COMMISSIONER MERRITT: So moved.

COMMISSIONER JONES: Second.

CHAIRMAN MATHEWSON: Any discussion?

Call roll, LeAnn.

MS. McCARTHY: Chairman Mathewson.

1 CHAIRMAN MATHEWSON: Approved.

2 MS. McCARTHY: Commissioner Shull.

3 COMMISSIONER SHULL: Approved.

4 MS. McCARTHY: Commissioner Jones.

5 COMMISSIONER JONES: Approved.

6 MS. McCARTHY: Commissioner Hatches.

7 COMMISSIONER HATCHES: Approved.

8 MS. McCARTHY: Commissioner Merritt.

9 COMMISSIONER MERRITT: Approved.

10 CHAIRMAN MATHEWSON: The minutes have
11 been adopted. Okay. Then the June 30th, 2010
12 minutes. Chair would accept a motion on those
13 please.

14 COMMISSIONER SHULL: Approval.

15 COMMISSIONER JONES: Second.

16 CHAIRMAN MATHEWSON: Any discussion?

17 Call roll, LeAnn.

18 MS. McCARTHY: Chairman Mathewson.

19 CHAIRMAN MATHEWSON: Approve.

20 MS. McCARTHY: Commissioner Shull.

21 COMMISSIONER SHULL: Approve.

22 MS. McCARTHY: Commissioner Jones.

23 COMMISSIONER JONES: Approve.

24 MS. McCARTHY: Commissioner Hatches.

25 COMMISSIONER HATCHES. Approve.

1 MS. McCARTHY: Commissioner Merritt.

2 COMMISSIONER MERRITT: Approve.

3 CHAIRMAN MATHEWSON: Okay. Who's doing
4 the -- is this Frank?

5 MR. STOTTLEMYRE: At this time we'll have
6 the hearing officer recommendations; Frank will
7 handle that for us.

8 CHAIRMAN MATHEWSON: Okay.

9 MR. JUNG: Good morning, Chairman,
10 Commissioners.

11 Just for the record I did not participate
12 in any either of these cases that are being presented
13 to you, but since Mr. Wolff's contract expired, I'll
14 be presenting them.

15 CHAIRMAN MATHEWSON: Proceed, sir.

16 MR. JUNG: Behind Tab C, the findings and
17 recommendation by the hearing officer, Mr. Don Wolff,
18 on a Bradley Patton. Mr. Patton is a table games
19 supervisor at Lumière Place. The Commission alleged
20 that Mr. Patton refused to contact a gaming agent
21 when requested to do so by a patron. The facts
22 alleged in the preliminary order for discipline are
23 as follows: A patron complained that a random number
24 generator at a table came up seven, seven times in a
25 row, and told Mr. Patton that there must be something

1 wrong with the random number generator and that the
2 dealer should use the dice. Mr. Patton took no
3 action. The pat-- the patron alleged that she
4 informed Mr. Patton she wanted to speak to a gaming
5 agent. The patron alleged that Mr. Patron -- Patton
6 told her that she needed to find her own gaming
7 agent. The Commission rules require a licensee to
8 contact a gaming agent when a patron makes such a
9 request.

10 Mr. Wolff determined that the complaint
11 by the patron was not supported in that he believed
12 Mr. Patton's testimony that he did not tell the
13 patron to find an agent on her own. Mr. Wolff
14 recommends no action in this matter.

15 CHAIRMAN MATHEWSON: Any discussion. Is
16 Mr. Patton here? Okay. Any discussion about this?
17 Chair would accept a motion to accept Mr. Wolff's
18 recommendation.

19 COMMISSIONER HATCHES: So moved.

20 COMMISSIONER SHULL: Second.

21 CHAIRMAN MATHEWSON: LeAnn, call the roll
22 on Resolution 10-081 please.

23 MS. MCCARTHY: Chairman Mathewson.

24 CHAIRMAN MATHEWSON: Approved.

25 MS. MCCARTHY: Commissioner Shull.

1 COMMISSIONER SHULL: Approved.

2 MS. McCARTHY: Commissioner Jones.

3 COMMISSIONER JONES: Approved.

4 MS. McCARTHY: Commissioner Hatches.

5 COMMISSIONER HATCHES: Approved.

6 MS. McCARTHY: Commissioner Merritt.

7 COMMISSIONER MERRITT: Approved.

8 MS. McCARTHY: By your vote you've

9 adopted Resolution 10-081.

10 CHAIRMAN MATHEWSON: Thank you.

11 MR. JUNG: Behind Tab D is the findings
12 and recommendations by the hearing officer, Don Wolff
13 on a Michael Dickerson. Mr. Dickerson was denied a
14 gaming license because of his failure to disclose
15 seven assault arrests on his license application.
16 Mr. Wolff upheld the Commission's decision to deny
17 Mr. Dickerson a gaming license, finding that the
18 frequent number and recent arrest for assault weighed
19 against Mr. Dickerson. The findings of Mr. Wolff are
20 that it upholds the denial of a license to
21 Mr. Dickerson.

22 CHAIRMAN MATHEWSON: Okay. Is
23 Mr. Dickerson here?

24 MR. DICKERSON: Present.

25 CHAIRMAN MATHEWSON: Would you like to --

1 would you like to make a comment, sir?

2 MR. DICKERSON: Yes.

3 CHAIRMAN MATHEWSON: Would you stand
4 right at that microphone right there in front of you,
5 sir --

6 MR. DICKERSON: Yes, sir.

7 CHAIRMAN MATHEWSON: -- please. Proceed.

8 MR. DICKERSON: Okay.

9 CHAIRMAN MATHEWSON: Thank you, sir,
10 thank you for being here. Proceed please.

11 MR. DICKERSON: Okay. Hello. Good
12 morning to you guys, and here it goes. Yes, I did
13 make a big mistake. It was not intentionally. And
14 most of the incidences in my situation go back to the
15 '80s and '90s and -- in my life, except issues with
16 my family in 2009 which pertain to the proper
17 care of my grandmother.

18 I've been bounced around various jobs and
19 now I've found a job just helping people and then
20 some. Other reasons I do what I do is laws in the
21 casinos are to be upheld, so I try not to break them.
22 If I don't mind saying, I'm pretty good at what I do.
23 Example, I received out of 1,200 employees the end
24 sum of the Pinnacle Corporation Property from a
25 patron by the name of Mary Jordan who was happy with

1 my services and sent to my supervisors. Also very
2 good at catching minors on board. On 5/28, caught
3 two minor with fake ID's on the casino floor, as well
4 as my supervisor Mike Hughes allowing me to show how
5 to check for fake ID's plus while using the Veridocs
6 system and by using my hands-on for various ID's in
7 previous jobs. Quote, I'm pretty good at it. And so
8 does Pinnacle Corporation seem, management and
9 co-owners.

10 In summary, bounced around various jobs.
11 Now I look forward to going to work. Find it in your
12 heart to allow me to continue to work. Disciplinary
13 action if you deem necessary. Started working in
14 January and still working subject to your
15 determination of my appeal. Please let me continue
16 to work. Thank you.

17 CHAIRMAN MATHEWSON: Mr. Dickerson,
18 obviously we -- the members of the commission are --
19 have information before us on this case as we do on
20 all cases and we depend on staff to bring that
21 information to us as I'm sure you would recognize.

22 Serious problem occurs here, at least in
23 my mind, of where you had a total of six different
24 charges starting back in I guess 1985, '86, '91, '92,
25 then you jumped to '97 and ultimately ended up in --

1 with a second degree assault in '09. The problem as
2 I see it and as our staff has seen it in this
3 recommendation of not allowing a license for you is
4 the fact you didn't report those things. And the
5 second degree, isn't that you were charged in a
6 second degree, the rest of them were third degree,
7 and that happened in '09 as you mention. But under
8 the law and under the rules as applied to a gaming
9 license, and I hope that you would understand that
10 because you can't -- you know, holding a gaming
11 license is a trust that you're given. You know, it's
12 like everybody says, I'm entitled to a driver's
13 license. No, you're not. No, you're not, you know.
14 You have to earn it. Then you have to maintain a
15 good standing or you can't keep it, you know, that
16 sort of thing.

17 And it's the same, in my mind at least,
18 as it relates to a license to work on a casino; it's
19 a position of trust. And the fact that you didn't
20 report five of those over a period of several years
21 of course puts the findings before us in a tough
22 situation, you know.

23 I'm glad and I -- and I commend you on
24 your feeling that you've kind of turned your life
25 around and maybe you're not quite as hotheaded as you

1 used to be or whatever. We all probably went through
2 that in our life, you know, certainly I did.

3 But you know that after a year, you can
4 reapply. And if you're going to do that, please show
5 all those things, you know, because you can't -- you
6 know, we have the ability to find things sometimes
7 that you as an individual or me as an individual
8 can't find, you know, but our law enforcement people
9 are trained for that and they can go back and check
10 those records.

11 So I -- with my comments and I would ask
12 any member of the commission if they have questions
13 of you, sir, or discussion. Anyone have any
14 thoughts, comments? Well -- go ahead, Mr. Shull.

15 COMMISSIONER SHULL: No, I believe the
16 law is quite clear about the options that we have on
17 this. Isn't that correct, Frank?

18 MR. JUNG: Yes, that's correct.
19 Chairman, our -- in fact our notice of duty is to
20 disclose arrests and convictions which is presented
21 to each applicant, has all caps and bold says, any
22 applicant who has questions about or does not fully
23 understand his or her duty to disclose all arrests
24 and convictions should not complete the application
25 process until such time that the applicant fully

1 understands this duty to disclose.

2 And this indicates that if you fail to
3 disclose an arrest or a conviction, it is a basis --
4 or an automatic denial. And like -- and like the
5 chairman pointed out, it's a one-year suspension for
6 failure to disclose, so you can reapply after one
7 year.

8 COMMISSIONER SHULL: Thank you.

9 MR. JUNG: You're welcome.

10 CHAIRMAN MATHEWSON: Any other thoughts,
11 questions?

12 Again, Mr. Dickerson, you know, I think
13 you showed a lot of class by showing up here this
14 morning.

15 MR. DICKERSON: Thank you, sir.

16 CHAIRMAN MATHEWSON: And I thank you for
17 doing that. I wish you well. I'm sorry, but the
18 law, we're here to, you know, apply that law. And so
19 if you choose to apply a year from now, well, then
20 make sure you get all those down there.

21 If you want a copy of this, I'll be glad
22 to give it you. I'm being -- trying to be a little
23 funny with you, I probably --

24 MR. DICKERSON: I have one, sir.

25 CHAIRMAN MATHEWSON: Okay.

1 MR. DICKERSON: Thank you.

2 CHAIRMAN MATHEWSON: All right. Okay.

3 Thank you, sir. Thank you again for being here.

4 MR. DICKERSON: Okay. Thank you.

5 CHAIRMAN MATHEWSON: Chair would accept a

6 motion to accept the recommendation of staff.

7 COMMISSIONER MERRITT: So moved.

8 COMMISSIONER HATCHES: Second.

9 CHAIRMAN MATHEWSON: Any other

10 discussion?

11 LeAnn, call the roll please.

12 MS. MCCARTHY: Chairman Mathewson.

13 CHAIRMAN MATHEWSON: Approve.

14 MS. MCCARTHY: Commissioner Shull.

15 COMMISSIONER SHULL: Approve.

16 MS. MCCARTHY: Commissioner Jones.

17 COMMISSIONER JONES: Approve.

18 MS. MCCARTHY: Commissioner Hatches.

19 COMMISSIONER HATCHES: Approve.

20 MS. MCCARTHY: Commissioner Merritt.

21 COMMISSIONER MERRITT: Approve.

22 MS. MCCARTHY: By your vote you've

23 approved Resolution No. 10-082.

24 MR. STOTTLEMYRE: Item four is a

25 consideration of relicensure of certain suppliers.

1 And, Sergeant Hamilton.

2 CHAIRMAN MATHEWSON: Morning, sir.

3 SERGEANT HAMILTON: Morning, Chairman and
4 Commissioners. Missouri Highway Patrol investigators
5 conducted a relicensing investigation on one supplier
6 company currently licensed in Missouri. The
7 investigation consisted of jurisdictional inquiries,
8 feedback from affected gaming company clients, a
9 review of disciplinary actions, litigation, and
10 business credit profiles as well as a review of the
11 key persons associated with the company. The results
12 of this investigation were provided to MGC staff for
13 their review and the following supplier company is
14 being presented for your consideration: Modern
15 Gaming Incorporated from Denham Springs, Louisiana.

16 CHAIRMAN MATHEWSON: Any questions?

17 Chair would accept a motion.

18 COMMISSIONER HATCHES: Moved.

19 COMMISSIONER JONES: Second.

20 CHAIRMAN MATHEWSON: Any discussion?

21 LeAnn, call the roll please.

22 MS. McCARTHY: Chairman Mathewson.

23 CHAIRMAN MATHEWSON: Approve.

24 MS. McCARTHY: Commissioner Shull.

25 COMMISSIONER SHULL: Approve.

1 MS. McCARTHY: Commissioner Jones.

2 COMMISSIONER JONES: Approve.

3 MS. McCARTHY: Commissioner Hatches.

4 COMMISSIONER HATCHES: Approve.

5 MS. McCARTHY: Commissioner Merritt.

6 COMMISSIONER MERRITT: Approve.

7 MS. McCARTHY: By your vote you've

8 approved Resolution No. 10-083.

9 MR. STOTTLEMYRE: Item five is

10 consideration of licensure of certain suppliers.

11 Sergeant Hamilton.

12 SERGEANT HAMILTON: If you'll notice

13 under Tab F, excuse me, there's two resolutions, one

14 for the company, BMM North America Incorporated doing

15 business as BMM Compliance, hereinafter referred to

16 as BMM, and the second resolution is for six key

17 persons associated with the company.

18 On August 13, 2008, BMM made application

19 to the Missouri Gaming Commission for a supplier's

20 license. The company also submitted applications for

21 the following six key persons: Martin Storm,

22 president and CEO; Peter Turner, managing director;

23 June Light, group manager; Richard Williamson, senior

24 vice president of engineering; Frank Oh, group

25 manager; and Nathan Gu, group manager.

1 Missouri Highway Patrol investigators
2 along with the Gaming Commission Financial
3 investigators conducted background investigations on
4 BMM and its associated key persons. The
5 investigation included but was not limited to:
6 Criminal, civil, financial, and general character
7 inquires of the key persons through international,
8 federal, state, and local government entities as well
9 as a comprehensive financial analyst -- analysis of
10 the company.

11 Investigation summary was submitted to
12 the Missouri Gaming Commission staff and a copy of
13 the comprehensive summary has been provided for your
14 review. I would be happy to entertain any questions
15 at this time.

16 CHAIRMAN MATHEWSON: Commissioner Shull.

17 COMMISSIONER SHULL: I was looking at it
18 and I noticed that we have the latest financial
19 information as dated December 31st, 2008. Excuse me.
20 And in the past we have had discussions regarding
21 these initial approvals --

22 MR. HAMILTON: Uh-huh.

23 COMMISSIONER SHULL: -- and we have
24 current information. And I was wondering why we're
25 unable to have 2009 financial statement supporting

1 this application.

2 SERGEANT HAMILTON: As the information
3 you received prior to the meeting, the company and
4 Mr. Storm both filed extensions for the 2009 tax
5 return at this time.

6 COMMISSIONER SHULL: And do they not
7 prepare their financial information even on a company
8 basis for 2009 until they file their tax returns?

9 SERGEANT HAMILTON: I can't answer that
10 question, sir.

11 COMMISSIONER SHULL: I'd like to move
12 that we table this application until we do receive
13 the current financial information from the company.

14 CHAIRMAN MATHEWSON: Okay. Chair
15 recognizes you for that motion, which calls for a
16 question. I need a little thought here, somebody.

17 COMMISSIONER JONES: We got to get a
18 second. I'll second that.

19 CHAIRMAN MATHEWSON: Okay, thank you.
20 That license --

21 SERGEANT HAMILTON: Uh-huh.

22 CHAIRMAN MATHEWSON: -- if we -- if we do
23 wait for this information, table this at this time,
24 so is that license in effect until we do that or?
25 Someone help me out here.

1 MR. STOTTLEMYRE: They're applying for
2 this first time, first license.

3 CHAIRMAN MATHEWSON: Oh, this is the
4 first time. I'm sorry, excuse me. I didn't read it
5 well. I'm sorry.

6 SERGEANT HAMILTON: Mr. Chairman.

7 CHAIRMAN MATHEWSON: Yes.

8 SERGEANT HAMILTON: This is a gaming app
9 and according to our rules we cannot issue a
10 temporary license to them until such investigation is
11 completed. So they do not have a temporary license
12 at this time.

13 CHAIRMAN MATHEWSON: Okay. I'm sorry, I
14 thought it was renewal.

15 SERGEANT HAMILTON: No.

16 CHAIRMAN MATHEWSON: I shouldn't have
17 even brought that up.

18 Okay. Any further discussion on
19 Commissioner Shull's motion that was seconded that we
20 hold up on this until we receive further financial
21 information? Any discussion?

22 Call roll on that motion, LeAnn, please.

23 MS. McCARTHY: Chairman Mathewson.

24 CHAIRMAN MATHEWSON: Approve.

25 MS. McCARTHY: Commissioner Shull.

1 COMMISSIONER SHULL: Approve.
2 MS. McCARTHY: Commissioner Jones.
3 COMMISSIONER JONES: Approve.
4 MS. McCARTHY: Commissioner Hatches.
5 COMMISSIONER HATCHES: Approve.
6 MS. McCARTHY: Commissioner Merritt.
7 COMMISSIONER MERRITT: Approve.
8 MS. McCARTHY: By your vote you've tabled
9 Resolution 10-084.
10 MR. STOTTLEMYRE: Item six is
11 consideration of disciplinary actions. And Frank --
12 COMMISSIONER JONES: One point of
13 information --
14 MR. STOTTLEMYRE: I'm sorry.
15 COMMISSIONER JONES: We have another
16 resolution.
17 MR. STOTTLEMYRE: Oh, on both
18 resolutions.
19 COMMISSIONER JONES: Right. So that
20 motion only tabled --
21 MR. STOTTLEMYRE: The first resolution.
22 COMMISSIONER JONES: -- 10-084. We
23 have -- we want to do everything together.
24 CHAIRMAN MATHEWSON: Yeah, I would think
25 we did. Frank?

1 MR. JUNG: Can we have another motion to
2 table 10-085 also please.

3 CHAIRMAN MATHEWSON: Okay.

4 COMMISSIONER SHULL: So moved.

5 COMMISSIONER MERRITT: Second.

6 CHAIRMAN MATHEWSON: Any further
7 discussion? Thanks for pointing that out.

8 MS. MCCARTHY: Chairman Mathewson.

9 CHAIRMAN MATHEWSON: Approve.

10 MS. MCCARTHY: Commissioner Shull.

11 COMMISSIONER SHULL: Approve.

12 MS. MCCARTHY: Commissioner Jones.

13 COMMISSIONER JONES: Approve.

14 MS. MCCARTHY: Commissioner Hatches.

15 COMMISSIONER HATCHES: Approve.

16 MS. MCCARTHY: Commissioner Merritt.

17 COMMISSIONER MERRITT: Approve.

18 MS. MCCARTHY: By your vote you've tabled
19 Resolution 10-085.

20 CHAIRMAN MATHEWSON: Six.

21 MR. STOTTLEMYRE: Item six, consideration
22 of disciplinary actions. Frank Jung.

23 MR. JUNG: Morning again. Tab G concerns
24 Casino One Corporation also known as Lumière Place.
25 The casino sent out a bonus reward promotion mailer

1 which indicated that the promotion was to start on
2 March 4th, 10 -- 2010 at 6:00 a.m. The promotion
3 offer could only be redeemed on the gaming floor
4 which did not open until 8:00 a.m. on March 4th. The
5 casino became aware of the misprint after mailing but
6 prior to the promotion starting and placed signs in
7 the casino informing patrons of the change. However,
8 on March 4th, 16 patrons showed up between 6:00 a.m.
9 and 8:00 a.m. to redeem the mailer. The casino
10 adjusted the accounts of these patrons; however,
11 staff recommends a \$10,000 fine in this matter.

12 CHAIRMAN MATHEWSON: Questions of Frank?

13 COMMISSIONER JONES: Yeah. Frank, as I
14 read through this information, they had two
15 violations of pretty much the same incidence earlier
16 and we fined them \$20,000.

17 MR. JUNG: That's correct. This is their
18 sixth violation, but a previous -- there was two
19 prior violations were combined for a \$20,000 fine, so
20 that's why I think the recommendation was a 10. They
21 were 10,000 each on that -- on those two, so I think
22 it was a 10,000 also. I think maybe Terri could
23 speak more if you have any questions of why that was
24 the recommendation on that basis.

25 MS. HUTCHISON: Hi, I'm Terri Hutchison,

1 I'm a gaming enforcement manager. The other two were
2 promotion issues; they're not exactly the same as
3 this one. They were where they had advertised like
4 parking always free for gamblers, that was one of
5 them that -- that was one of their older ones, but
6 the one was where a promotion was offered for points
7 to receive so much and they didn't have everything
8 together. There was a large number of patrons who
9 had not received their cash on their accounts as they
10 were supposed to. Let's see. But this casino also
11 has had several other promotion issues; therefore,
12 this is the reason for our fine.

13 MR. JUNG: Commissioner Jones --

14 CHAIRMAN MATHEWSON: Does that answer the
15 question though?

16 MR. JUNG: Commissioner Jones, I think it
17 appears, what I think from reading this or from my
18 reading this was the fact that the casino did catch
19 it before the promotion date and they did try to
20 attempt to put signs out and then they adjusted those
21 who did not -- were unable to see the sign --

22 COMMISSIONER JONES: Right.

23 MR. JUNG: -- from 6:00 to 8:00, so I
24 think that was the recommendation for a 10,000 rather
25 than something higher I believe.

1 COMMISSIONER JONES: Okay.

2 MR. JUNG: I'm just speculating on that,
3 but from reading the facts in this case.

4 COMMISSIONER JONES: Well, it did look
5 like they tried to make some adjustments early in the
6 game and it just -- these, what, a dozen or so folks
7 just slipped through the crack on it.

8 MR. JUNG: They probably didn't show up
9 between -- from the time the signs were placed up at
10 the casino entrances and the promotion date. That's
11 what it appears that happened.

12 COMMISSIONER JONES: Uh-huh.

13 MR. JUNG: So they were not aware of the
14 change.

15 CHAIRMAN MATHEWSON: Okay.

16 COMMISSIONER JONES: Yeah.

17 CHAIRMAN MATHEWSON: Okay. Any other
18 questions? Chair would accept a motion for adoption
19 of the recommendation of DC-10-236.

20 COMMISSIONER HATCHES: So moved.

21 COMMISSIONER JONES: Second.

22 CHAIRMAN MATHEWSON: Any discussion?

23 Call roll please, LeAnn.

24 MS. MCCARTHY: Chairman Mathewson.

25 CHAIRMAN MATHEWSON: Approve.

1 MS. McCARTHY: Commissioner Shull.

2 COMMISSIONER SHULL: Approve.

3 MS. McCARTHY: Commissioner Jones.

4 COMMISSIONER JONES: Approve.

5 MS. McCARTHY: Commissioner Hatches.

6 COMMISSIONER HATCHES: Approve.

7 MS. McCARTHY: Commissioner Merritt.

8 COMMISSIONER MERRITT: Approve.

9 MS. McCARTHY: By your vote you've
10 approved DC-10-236.

11 MR. JUNG: Under Tab H, this again
12 concerns Casino One Corporation also known as Lumière
13 Place. This involves a ten count audit violation for
14 the main bank accountability sheets not including
15 correct amounts, cage being observed making exchanges
16 without documentation, audible alarms not sounding
17 when redemption kiosks were open, safekeeping
18 receipts missing cage cashier and patrons' signatures
19 and not including patrons' photos, coupons not being
20 scanned or manually inputted, table games supervisor
21 not inspecting dice for evidence of tampering at the
22 end of the gaming day, table game jackpot slips not
23 containing dealer signature, and patrons allowing --
24 oh, I'm sorry, patrons allowed in a drop area during
25 BV drops. The staff recommends a \$50,000 fine in

1 this -- for these violations.

2 CHAIRMAN MATHEWSON: Frank, that, I
3 believe, I mean, I know I haven't been here for a
4 long time, but I've been here for over a year now.
5 Man, they just kind of stepped all over themselves
6 there, didn't they?

7 MR. JUNG: This is Cheryl's case, so I'll
8 let her -- she's the audit -- from the audit, so I'll
9 let her answer the questions because she was the one
10 that brought it to the DRB. She's more aware of the
11 facts of this case, Mr. Chairman. Yeah, if you have
12 any questions, she can answer it. But it looks, it
13 appears from what -- from reading the preliminary
14 order of discipline there was numerous violations and
15 that's I believe signified by the staff's
16 recommendation of a \$50,000 fine.

17 CHAIRMAN MATHEWSON: I would like to
18 inquire of Cheryl. Cheryl, identify yourself so we
19 get it on tape.

20 MS. ALONZO: Cheryl Alonzo, director of
21 compliance audit.

22 CHAIRMAN MATHEWSON: Did this, all these
23 events happen, I mean, with one walk through of -- or
24 did they just stack up? I mean, how did this all
25 happen? I mean, this is -- this is some serious

1 problems here.

2 MS. ALONZO: Well, the audit itself had
3 quite a few findings. From the first audit of the
4 property after it first opened, we had a significant
5 amount. So then this is the second audit that we've
6 done and there were fewer audit findings, still a
7 little bit more than what we typically see.

8 And so we took -- you know, these -- but
9 these were like -- these findings are ones that were
10 in the last audit and then that we saw them again
11 this time. So, you know, they may have fixed them
12 for a little bit, but obviously it didn't stick, and
13 so that's why we bring them in the GIR. And it's
14 just the same problems we see with each property,
15 it's just that they had more findings and then they
16 end up having more repeat findings. So that's why
17 this one's a little pricier.

18 We have gone back and followed up again
19 on the current audit, and they did implement seven of
20 them; one of them we weren't able to observe because
21 they're not issuing those type of coupons currently,
22 and two of them still had some issues, but were
23 improved. So they're getting there, you know, so.
24 But these were just, you know, the repeats from the
25 first audit to the second audit.

1 CHAIRMAN MATHEWSON: Okay. So where
2 are -- we are now -- the last time that you or your
3 staff looked at these was in January --

4 MS. ALONZO: That's when this last --

5 CHAIRMAN MATHEWSON: -- of this year?

6 MS. ALONZO: -- that audit was
7 completed. And since this GIR's come, we also went
8 back and did our follow up to that audit that was
9 done.

10 CHAIRMAN MATHEWSON: Okay.

11 MS. ALONZO: And so --

12 CHAIRMAN MATHEWSON: And when was that
13 please?

14 MS. ALONZO: That was the month of June.

15 CHAIRMAN MATHEWSON: Okay.

16 MS. ALONZO: So June we doubled checked
17 and --

18 CHAIRMAN MATHEWSON: Have you filed a new
19 one on action that you found or lack of action that
20 you found at that one, or are we going to have
21 another one here in --

22 MS. ALONZO: I don't think so.

23 CHAIRMAN MATHEWSON: -- another month or
24 so?

25 MS. ALONZO: I think we were down to

1 just -- I can't -- yeah, there are some other issues,
2 not necessarily --

3 CHAIRMAN MATHEWSON: The same ones.

4 MS. ALONZO: -- the two that weren't
5 fixed, but follow up to findings in the current audit
6 report, there are a few of those coming in a GIR but
7 is unrelated to these issues.

8 CHAIRMAN MATHEWSON: Okay.

9 MS. ALONZO: Is that confusing enough?

10 CHAIRMAN MATHEWSON: Well, yeah.

11 MS. ALONZO: Because we do follow up on
12 the current -- you know, we have two ways you can get
13 into discipline.

14 CHAIRMAN MATHEWSON: No, I understand
15 what you're saying. But obviously these are broad-
16 based, but there could be a hundred others besides
17 that if -- I'm not saying there was.

18 MS. ALONZO: Right, right.

19 CHAIRMAN MATHEWSON: I'm just saying
20 there's a lot of different issues that could be on an
21 audit.

22 MS. ALONZO: Right. We're following up
23 to that January audit.

24 CHAIRMAN MATHEWSON: Okay.

25 MS. ALONZO: We've already followed up in

1 June, we followed up to the January audit. And there
2 were repeat findings there, so you're going to see
3 those too.

4 CHAIRMAN MATHEWSON: Okay.

5 MS. ALONZO: Coming soon to a theater
6 near you.

7 CHAIRMAN MATHEWSON: Okay.

8 MS. ALONZO: But, you know, it looked
9 like at least with these particular items, they
10 were either, have been implemented or they've made
11 marked improvements where we were going to do a
12 further discipline.

13 COMMISSIONER SHULL: Cheryl -- I'm sorry,
14 go ahead.

15 COMMISSIONER JONES: Cheryl, I'm glad you
16 clarified some things for me because after reading
17 this I thought from the first audit to this, I
18 thought they just blew it off and just said, oh, we
19 aren't going to do it. You're suggesting that they
20 made the fix, but it just didn't take on. I mean,
21 you know, people still, they did it for a while and
22 then they went back to the old way probably just
23 forgetting it, so. Like I say, just reading it
24 initially, I just thought they just blew it off.

25 MS. ALONZO: Yeah. No, they could have

1 fixed it sometime, you know, in the meantime.

2 COMMISSIONER JONES: Yeah.

3 MS. ALONZO: And then by the time it came
4 to the next audit, it got -- you know, that
5 procedure, you know --

6 COMMISSIONER JONES: Right.

7 MS. ALONZO: -- went by the wayside or
8 whatever.

9 COMMISSIONER JONES: Exactly. Okay.

10 COMMISSIONER SHULL: Is there an
11 individual that's in charge of this entire operation,
12 compliance and the audits?

13 MS. ALONZO: Well, each property has a
14 compliance officer who's you know, supposed to be
15 spearheading that, that's who we give our audit
16 findings to, they get us the responses. But
17 typically we address -- we'll give our notice of
18 investigation to the manager of the department
19 because the compliance officer can only have so --
20 you know, control so much that's going on. It's the
21 real -- the management is who we always consider
22 responsible for their department. They're the ones,
23 you know, over it each day. And so in this case the
24 analyses were given to the managers over these
25 departments to give them a chance to, you know,

1 respond. And then also several of the managers
2 though have moved on to River City, so we actually
3 had to go give it to them at River City.

4 CHAIRMAN MATHEWSON: So we may be moving
5 the problem downstream so to speak.

6 MS. ALONZO: Yeah, but we're auditing
7 there now, so.

8 COMMISSIONER MERRITT: I don't suppose
9 there would be anyone from the entity here to address
10 this a little bit?

11 CHAIRMAN MATHEWSON: I don't know.

12 MR. STOTTLEMYRE: I don't see anyone.

13 CHAIRMAN MATHEWSON: Say it again?

14 MS. ALONZO: Well, Les is pointing out
15 that the compliance officer from Lumière also moved
16 to River City, so they have a new compliance off-- or
17 not new at the company, but new at the property.

18 CHAIRMAN MATHEWSON: And because of their
19 just opening three months ago or whenever it was down
20 at River City, then we haven't done an audit on that
21 yet or?

22 MS. ALONZO: Yeah, we're currently there
23 now.

24 CHAIRMAN MATHEWSON: Okay.

25 MS. ALONZO: They've -- you know, we

1 replaced the present casino with River City in our,
2 kind of our audit schedule so we can get there
3 because we don't want to wait too long because we
4 have, you know, issues at Lumière.

5 COMMISSIONER SHULL: So River City should
6 be perfect.

7 MS. ALONZO: Yeah, I hope so.

8 CHAIRMAN MATHEWSON: Cheryl, I -- you
9 know, I don't know, Roger, let me defer off to you or
10 Frank, but you know, this is -- and I have a habit of
11 kind of making things light, okay, and I apologize
12 for that. This -- this is serious. You know, you
13 look at these -- this many different things, that's
14 serious. And, you know, we have a recommendation
15 here from staff for a \$50,000 fine. You know, from
16 this commissioner's position, that's going to really
17 grow fast if we keep seeing this kind of thing out of
18 both of those, you know, Lumière and River City. I
19 mean, these are serious problems. And I hope that
20 the message gets back to management there that we're
21 going to take them very serious.

22 MS. ALONZO: I expressed that at the
23 audit exit too.

24 CHAIRMAN MATHEWSON: You have the ability
25 to do that. Thank you --

1 MS. ALONZO: Yes, I did.

2 CHAIRMAN MATHEWSON: -- for that. Well,
3 I appreciate that and I -- you know, however you want
4 to deal with it there, Mr. Executive Director, but I
5 think another message needs to go back from at least
6 this commissioner and I would all assume all five
7 commissioners; is that fair?

8 COMMISSIONER HATCHES: That's fair.

9 COMMISSIONER JONES: Absolutely.

10 CHAIRMAN MATHEWSON: That we -- we're
11 taking this very serious, okay. And the same way
12 about River City. Go ahead.

13 COMMISSIONER MERRITT: I would suggest
14 that the amount assessed through our action today is
15 an amount that be made not a negotiable amount on
16 that.

17 CHAIRMAN MATHEWSON: Oh, okay. Okay.
18 Yeah.

19 COMMISSIONER HATCHES: Mr. Chairman, I
20 think also based on testimony here that although they
21 had these ten counts and you've met with them and
22 you've gone back in June and you still are finding
23 problems, some of them consistent with these and some
24 of them are not; is that right?

25 MS. ALONZO: Some are follow ups to the

1 new audit.

2 COMMISSIONER HATCHES: It's still -- it's
3 still a little bit concerning to me that it doesn't
4 appear to be getting the attention, that they
5 continue to have these issues. They haven't
6 corrected all the problems that you've identified
7 even yet. And as you go back, you'll find more
8 problems, again maybe consistent, maybe not, but it
9 just seems to me that they're just not getting it.
10 Something's not working.

11 MR. STOTTLEMYRE: Mr. Chairman.

12 CHAIRMAN MATHEWSON: Yes, sir.

13 MR. STOTTLEMYRE: I will make the
14 feelings of the Commission known to the general
15 manager, so I'm sure that message will travel down.

16 CHAIRMAN MATHEWSON: Yeah.

17 COMMISSIONER SHULL: Can that be
18 expressed in writing? Can we send him a letter?

19 MR. STOTTLEMYRE: We can send him a
20 letter; I'll also talk to him in person.

21 CHAIRMAN MATHEWSON: Appreciate that.
22 And, Roger, please express the fact that again, as
23 one member of this commission, but I don't want to
24 hear this stuff about, well, we were going through a
25 transition from Lumière down to River City. I don't

1 want to hear that, okay. I mean, that -- that's to
2 me -- I mean, this is serious and the fact that we're
3 moving some of the management people, which we knew
4 they were doing from Lumière down there is again,
5 even though I said, making light of it, it's just
6 moving the problem downstream potentially, and I
7 don't want to hear, well, we were going through a
8 transition, you know, I mean.

9 MR. STOTTLEMYRE: That message will be
10 relayed.

11 COMMISSIONER JONES: Now, the
12 correspondence is going to Todd George?

13 MR. STOTTLEMYRE: Yes.

14 COMMISSIONER JONES: Because he's
15 responsible --

16 MR. STOTTLEMYRE: Yes.

17 COMMISSIONER JONES: -- pretty much for
18 both --

19 CHAIRMAN MATHEWSON: The buck stops with
20 him, doesn't it?

21 MR. STOTTLEMYRE: Yes, sir.

22 CHAIRMAN MATHEWSON: Okay. We have a --
23 we have a recommendation at this point with good
24 dialogue in relationship to this -- to this penalty.
25 Chair would accept a motion to adopt the

1 recommendation at this time on Casino One.

2 COMMISSIONER JONES: Mr. Chairman?

3 CHAIRMAN MATHEWSON: Yes, sir.

4 COMMISSIONER JONES: Even though it
5 wasn't seconded, I don't know if the Commission --

6 CHAIRMAN MATHEWSON: Certainly.

7 Certainly, Commissioner. Chair would accept your
8 motion to include, if your motion is to adopt the
9 recommendation, that this recommendation that we are
10 adopting is not to be adjusted down because someone
11 appealed it.

12 MR. JUNG: You don't -- you don't need a
13 motion for that. I'll just -- it'll be noted that
14 when I talk to --

15 CHAIRMAN MATHEWSON: Well, the fact --

16 MR. JUNG: -- them that there will be no
17 negotiation.

18 CHAIRMAN MATHEWSON: -- that you said it
19 and I said it, put it on the record, Frank --

20 MR. JUNG: Once -- and I think that once
21 Mr. Riffel hears that this is nonnegotiable, the
22 message will get to his clients that this is a
23 serious issue also.

24 CHAIRMAN MATHEWSON: You okay with that?

25 COMMISSIONER JONES: Yeah. That was

1 Jack's?

2 COMMISSIONER MERRITT: Yeah, Jack.

3 CHAIRMAN MATHEWSON: Okay. Chair would
4 accept a motion then.

5 COMMISSIONER HATCHES: So moved.

6 CHAIRMAN MATHEWSON: Okay.

7 COMMISSIONER JONES: Second.

8 CHAIRMAN MATHEWSON: Any further
9 discussion?

10 LeAnn, call roll, please.

11 MS. McCARTHY: Chairman Mathewson.

12 CHAIRMAN MATHEWSON: Approve.

13 MS. McCARTHY: Commissioner Shull.

14 COMMISSIONER SHULL: Approve.

15 MS. McCARTHY: Commissioner Jones.

16 COMMISSIONER JONES: Approve.

17 MS. McCARTHY: Commissioner Hatches.

18 COMMISSIONER HATCHES: Approve.

19 MS. McCARTHY: Commissioner Merritt.

20 COMMISSIONER MERRITT: Approve.

21 MS. McCARTHY: By your vote you've

22 adopted DC-10-237.

23 CHAIRMAN MATHEWSON: Thank you. Frank?

24 MR. JUNG: Tab I concerns Harrah's

25 Maryland Heights. The casino's advertising and

1 public relations manager placed an ad on a St. Louis
2 website called stldrunks.com offering calls, wells,
3 and bottles for just a Washington at the Voodoo
4 Lounge. The advertisement included a picture of
5 George Washington as it appears on the one dollar
6 bill in the background. Commission rules prohibit
7 any advertisement of intoxicating liquor that
8 contains any statement offering any coupon, premium
9 price, rebate or sale, price below cost, or at a
10 discount as an inducement to purchase liquor. The
11 advertisement offered intoxicating liquor at a
12 discount in violation of the Gaming Commission
13 rules. Staff recommends a \$10,000 fine.

14 CHAIRMAN MATHEWSON: Questions of Frank?

15 COMMISSIONER SHULL: I'd move for
16 approval DC-10-238.

17 COMMISSIONER HATCHES: Second.

18 CHAIRMAN MATHEWSON: Any discussion?
19 Call roll, LeAnn, please.

20 MS. McCARTHY: Commission-- Chairman
21 Mathewson.

22 CHAIRMAN MATHEWSON: Approve.

23 MS. McCARTHY: Commissioner Shull.

24 COMMISSIONER SHULL: Approve.

25 MS. McCARTHY: Commissioner Jones.

1 COMMISSIONER JONES: Approve

2 MS. McCARTHY: Commissioner Hatches.

3 COMMISSIONER HATCHES: Approve.

4 MS. McCARTHY: Commissioner Merritt.

5 COMMISSION MERRITT: Approve.

6 MS. McCARTHY: By your vote you've

7 adopted DC-10-238.

8 CHAIRMAN MATHEWSON: Frank.

9 MR. JUNG: Tab J concerns Harrah's North
10 Kansas City. A pit manager failed to change decks of
11 cards at several blackjack tables in the required
12 six-hour time limit. This has occurred five times
13 since April of 2009. Harrah's North Kansas City paid
14 a \$9,000 fine in April of this year and a \$9,000 fine
15 in June of this year for the same violation. Staff
16 now recommends a \$15,000 fine in this matter.

17 COMMISSIONER HATCHES: You want to say
18 something?

19 COMMISSIONER SHULL: No.

20 CHAIRMAN MATHEWSON: I think we have here
21 as the old story goes, some slow learners. I have a
22 long story about that, but I won't share it with you
23 because you guys wouldn't want to hear it.

24 Okay. Any questions of Frank on this?
25 Since this is a continuing violation, would

1 Commission like to place this one so it isn't
2 negotiated down also?

3 MR. JUNG: So noted.

4 CHAIRMAN MATHEWSON: Okay. Because, you
5 know, we negotiated the other two down and I
6 personally think this one shouldn't be negotiated
7 down. Are we in agreement on that? Okay. Then
8 Chair would accept a motion to adopt the
9 recommendation with no adjustment on the fee.

10 COMMISSIONER MERRITT: So moved.

11 COMMISSIONER JONES: Second.

12 CHAIRMAN MATHEWSON: Any discussion?
13 Call roll please.

14 MS. McCARTHY: Chairman Mathewson.

15 CHAIRMAN MATHEWSON: Approve.

16 MS. McCARTHY: Commissioner Shull.

17 COMMISSIONER SHULL: Approve.

18 MS. McCARTHY: Commissioner Jones.

19 COMMISSIONER JONES: Approve.

20 MS. McCARTHY: Commissioner Hatches.

21 COMMISSIONER HATCHES: Approve.

22 MS. McCARTHY: Commissioner Merritt.

23 COMMISSIONER MERRITT: Approve.

24 MS. McCARTHY: By your vote, you've
25 adopted DC-10-239.

1 MR. JUNG: Thank you.

2 MR. STOTTLEMYRE: Item seven is
3 consideration of institutional investor waivers, and
4 Clarence Greeno will present.

5 MR. GREENO: Good morning, Mr. Chairman,
6 Commissioners.

7 CHAIRMAN MATHEWSON: Good morning.

8 MR. GREENO: Behind Tabs K and L are two
9 resolutions regarding waiver of licensure for
10 institutional investors holding and/or requesting to
11 hold publicly traded interest up to 20 percent in
12 specific licensees. Each investor has submitted a
13 request for a waiver to hold interest in these
14 licensees in compliance with 11 CSR 45-4.020. The
15 submitted waivers certify all holdings are for
16 institutional investment purposes only, with no
17 intent to be involved in the management or operation
18 of the licensees. Because the holdings may exceed --
19 may exceed the 10 percent threshold for which the
20 Executive Director may grant waivers, these
21 resolutions are before the commission today.

22 The first resolution, No. 10-086, is for
23 Mediobanca International SA and its holdings in
24 Lottomatica Group S.P.A., the parent organization of
25 Atronics America, LLC and Spielo Manufacturing, ULC,

1 both of which are licensed suppliers in the state.

2 The second resolution, No. 10-087, is for
3 Mitsubishi UFJ Financial Group, Incorporated, and its
4 holding in Konami Corporation, the parent of Konami
5 Gaming, Incorporated, a Missouri supplier licensee.

6 CHAIRMAN MATHEWSON: Okay. Any questions
7 of Clarence?

8 Let's take these individually, okay.
9 Chair would accept a motion on Resolution 10-086.

10 COMMISSIONER HATCHES: So moved.

11 COMMISSIONER JONES: Second.

12 CHAIRMAN MATHEWSON: Any discussion?

13 Call roll.

14 MS. McCARTHY: Chairman Mathewson.

15 CHAIRMAN MATHEWSON: Approve.

16 MS. McCARTHY: Commissioner Shull.

17 COMMISSIONER SHULL: Approve.

18 MS. McCARTHY: Commissioner Jones.

19 COMMISSIONER JONES: Approve.

20 MS. McCARTHY: Commissioner Hatches.

21 COMMISSIONER HATCHES: Approve.

22 MS. McCARTHY: Commissioner Merritt.

23 COMMISSIONER MERRITT: Approve.

24 MS. McCARTHY: By your vote, you've

25 adopted Resolution No. 10-086.

1 CHAIRMAN MATHEWSON: Any questions of
2 Clarence on 10-087?

3 Seeing none, Chair would accept a motion
4 to approve.

5 COMMISSIONER JONES: So moved.

6 COMMISSIONER SHULL: Second.

7 CHAIRMAN MATHEWSON: Call roll please.

8 MS. McCARTHY: Chairman Mathewson.

9 CHAIRMAN MATHEWSON: Approve.

10 MS. McCARTHY: Commissioner Shull.

11 COMMISSIONER SHULL: Approve.

12 MS. McCARTHY: Commissioner Jones

13 COMMISSIONER JONES: Approve.

14 MS. McCARTHY: Commissioner Hatches.

15 COMMISSIONER HATCHES: Approve.

16 MS. McCARTHY: Commissioner Merritt.

17 COMMISSIONER MERRITT: Approve.

18 MS. McCARTHY: By your vote, you've
19 adopted Resolution No. 10-087.

20 CHAIRMAN MATHEWSON: Thanks, Clarence.

21 MR. STOTTLEMYRE: Item eight will be
22 consideration of rules and regulations. We'll have
23 several different presenters here with the -- I had
24 Les first, but I guess Terri's going to handle that,
25 so we'll let Terri Hutchison present.

1 CHAIRMAN MATHEWSON: Terri, where were
2 you the last meeting? You weren't even here. Where
3 were you? You don't remember?

4 MS. HUTCHISON: I was actually in Canada.

5 CHAIRMAN MATHEWSON: You left the
6 country.

7 MS. HUTCHISON: Yeah, I left the country.

8 CHAIRMAN MATHEWSON: You people from
9 Morgan County have a tendency to do that. Proceed,
10 Terri, please.

11 MS. HUTCHISON: Mr. Chairman,
12 Commissioners, behind Tab M will find 21 proposed
13 rules with six rules pertaining to riverboat gaming
14 and 15 other rules pertaining to bingo. The first
15 rule, 11 CSR 45-1.090, definition. This proposed
16 amendment worded to accommodate table game
17 progressive systems and provide the standard
18 definition of the gambling game.

19 11 CSR 45-4.020, licensees, restrictions
20 on license, licensing authority of the executive
21 director, and other definition. This proposed
22 amendment combines institutional investor waiver
23 requirements for holdings in privately held and
24 publicly traded entities rather than their being
25 stated separately. It also revises the reporting

1 requirements once a waiver is granted.

2 11 CSR 45-5.051, minimum standards for
3 blackjack. This proposed amendment authorizes a
4 supervisor to order a shuffle as a games protection
5 measure.

6 11 CSR 45-5.075, payout percentage for
7 progressive table games. This proposed amendment
8 adds the table games language to the current
9 progressives rules.

10 11 CSR 45-5.200, progressive slot
11 machine. This proposed amendment revise the -- and
12 to address the 24-hour gaming and a loophole in
13 progressive reconciliation.

14 11 CSR 45-5.300, progressive table
15 games. This is a new rule to regulate progressive
16 table games. We updated these rules and clarified
17 provisions throughout these based on changes in the
18 industry and concerns from MGC personnel.

19 And the last 15 are the bingo
20 presentation; I'll hand those over to Rachel Farr.

21 CHAIRMAN MATHEWSON: Okay. Go ahead.

22 COMMISSIONER SHULL: Mr. Chair, is it
23 possible to make a recommendation for approval on the
24 issues regarding slots --

25 CHAIRMAN MATHEWSON: Yeah.

1 COMMISSIONER SHULL: -- separately?

2 CHAIRMAN MATHEWSON: I'm looking at
3 Frank. Frank, can we make that one motion for those
4 changes presented? The --

5 MS. HUTCHISON: One through six.

6 MR. JUNG: Yes.

7 CHAIRMAN MATHEWSON: -- 090 to 5.300 as
8 one motion and then we'll do the bingo in one
9 motion --

10 MR. JUNG: Yes, you can.

11 CHAIRMAN MATHEWSON: -- after we hear
12 them?

13 MR. JUNG: Yes, you can.

14 CHAIRMAN MATHEWSON: Okay.

15 COMMISSIONER SHULL: I would move that.

16 CHAIRMAN MATHEWSON: Okay.

17 COMMISSIONER HATCHES: Second.

18 CHAIRMAN MATHEWSON: We have a motion and
19 a second that we approve those rules and amendments
20 which would be items one through six is that relate
21 to the casinos, okay.

22 Any discussion or questions comments?

23 Call the roll, LeAnn, on those.

24 MS. MCCARTHY: Chairman Mathewson.

25 CHAIRMAN MATHEWSON: Approve.

1 MS. McCARTHY: Commissioner Shull.

2 COMMISSIONER SHULL: Approve.

3 MS. McCARTHY: Commissioner Jones.

4 COMMISSIONER JONES: Approve.

5 MS. McCARTHY: Commissioner Hatches.

6 COMMISSIONER HATCHES: Approve.

7 MS. McCARTHY: Commissioner Merritt.

8 COMMISSIONER MERRITT: Approve.

9 MS. McCARTHY: By your vote you've

10 adopted rules and amendments 11 CSR 45-1.090, 11 CSR
11 45-4.020, 45-5.051, 45-5.075, 45-5.200, and 11 CSR
12 45-5.300.

13 CHAIRMAN MATHEWSON: Thank you.

14 MS. FARR: Mr. Chairman, Commissioners,
15 under Tab M, numbers 7 through 21 are proposed rule
16 amendments relating to the regulation of bingo. The
17 majority of these proposed amendments are the result
18 of House Committee substitute for Senate Bill 940
19 which was passed by the General Assembly and signed
20 by the governor. The regulation language is being
21 amended to reflect the changes made in the statutes.

22 Regulation 11 CSR 45-30.190 is being
23 filed as an emergency amendment because Senate Bill
24 940 removed the prize payout maximum from the statute
25 and required that the Commission set the maximum in

1 regulation. With this emergency amendment, the
2 Commission will be keeping the prize payout maximum
3 at the same amount that was previously in statute.

4 The one regulation amendment that is not
5 a result of the House Committee substitute for Senate
6 Bill 940 is regulation 11 CSR 45-30.540, approval of
7 bingo paraphernalia. This regulation is being
8 amended to clarify the items a manufacturer is
9 required to submit for approval of a pull-tab game.

10 The comment period for these rules will
11 run from September 1st through October the 1st. And
12 if you have any questions, I'd be happy to answer
13 them at this time.

14 CHAIRMAN MATHEWSON: Did you have --

15 COMMISSIONER JONES: No.

16 CHAIRMAN MATHEWSON: -- any questions?

17 COMMISSIONER JONES: Just trying to look
18 through here.

19 CHAIRMAN MATHEWSON: I'm sorry. Are we
20 missing one of them? Is that what you're seeing
21 there?

22 COMMISSIONER HATCHES: What was the last
23 rule?

24 COMMISSIONER JONES: What was the last --
25 the last --

1 MS. FARR: All of --
2 COMMISSIONER JONES: We did the
3 emergency. What was the one before -- after that?
4 MS. FARR: The approval of bingo
5 paraphernalia is number 20 in your book.
6 COMMISSIONER JONES: Oh, okay.
7 COMMISSIONER HATCHES: Oh, okay, it is.
8 CHAIRMAN MATHEWSON: We good?
9 COMMISSIONER HATCHES: Yeah.
10 CHAIRMAN MATHEWSON: Okay. Again, Chair
11 would accept a motion as it relates to the 7 through
12 21, all of those relating to the rules and
13 regulations on bingo.
14 COMMISSIONER MERRITT: So moved.
15 COMMISSIONER SHULL: Second.
16 CHAIRMAN MATHEWSON: Any discussion?
17 LeAnn, call the role please.
18 MS. McCARTHY: Chairman Mathewson.
19 CHAIRMAN MATHEWSON: Approve.
20 MS. McCARTHY: Commissioner Shull.
21 COMMISSIONER SHULL: Approve.
22 MS. McCARTHY: Commissioner Jones.
23 COMMISSIONER JONES: Approve.
24 MS. McCARTHY: Commissioner Hatches.
25 COMMISSIONER HATCHES: Approve.

1 MS. McCARTHY: Commissioner Merritt.

2 COMMISSIONER MERRITT: Approve.

3 MS. McCARTHY: By your vote you've
4 adopted 11 CSR 45-30.020, 45-30.025, 45-30.030,
5 45-30.035, 45-30.070, 45-30.175, 45-30.190,
6 45-30.205, 45-30.210, 45-30.225, 45-30.355,
7 45-30.535, 45-30.540, and 11 CSR 45-30.600.

8 CHAIRMAN MATHEWSON: Great job, LeAnn. I
9 was worried that you could hold that much wind, but I
10 should have known that you would.

11 MS. McCARTHY: I can handle it.

12 CHAIRMAN MATHEWSON: Yes, you certainly
13 can and did.

14 Okay. Mr. Executive-type-Director person
15 there, Roger.

16 MR. STOTTEMYRE: Item nine would be any
17 new business.

18 CHAIRMAN MATHEWSON: Any new business
19 before this fine outstanding group? Any old
20 business?

21 Okay. Chair would accept a motion under
22 Section 313.847, 610.210 (1), (11), (12), and (14).
23 Shall we go into closed session.

24 COMMISSIONER SHULL: So moved.

25 COMMISSIONER JONES: Second.

1 CHAIRMAN MATHEWSON: Any discussion?

2 Call roll please.

3 MS. McCARTHY: Chairman Mathewson.

4 CHAIRMAN MATHEWSON: Approve.

5 MS. McCARTHY: Commissioner Shull.

6 COMMISSIONER SHULL: Approve.

7 MS. McCARTHY: Commissioner Jones.

8 COMMISSIONER JONES: Approve.

9 MS. McCARTHY: Commissioner Hatches.

10 COMMISSIONER HATCHES: Approve.

11 MS. McCARTHY: Commissioner Merritt.

12 COMMISSIONER MERRITT: Approve.

13 (Meeting adjourned at 10:00 a.m.)

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CERTIFICATE

I, Shelley L. Mayer, a Certified Court Reporter,
CCR No. 679, the officer before whom the foregoing
meeting was taken, do hereby certify that the
testimony that appears in the foregoing meeting was
taken by me to the best of my ability and thereafter
reduced to typewriting under my direction; that I am
neither counsel for, related to, nor employed by any
of the parties to the action in which this meeting
was taken, and further, that I am not a relative or
employee of any attorney or counsel employed by the
parties thereto, nor financially or otherwise
interested in the outcome of the action.

Shelley L. Mayer, CCR

