

MINUTES

WEST VIRGINIA LOTTERY COMMISSION

December 19, 2018

Call to Order - Approval of Minutes

The monthly meeting of the West Virginia Lottery Commission was called to order at Lottery headquarters on Wednesday, December 19, 2018 at 11:03 a.m.

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

Also present were: Director John Myers, Assistant Director Buffington, Robin Graley, Bob Humphrey, Keith Morgan, June Somerville, David Bradley, Elizabeth Webb, Steve Compston, Randy Burnside, Dean Patrick and the public.

A motion to approve the minutes of November 28, 2018 monthly meeting was made by Commissioner Shrewsbury. This motion was seconded by Commissioner Bicksler and passed by unanimous voice vote.

A motion to approve the minutes of the November 14, 2018 conference call was made by Commissioner Bicksler, seconded by Commissioner Laird and passed by unanimous voice vote.

Report of the Director

Director Myers reported lettering has been added to the southeast facing side of the building. Lighting of this sign should occur this week.

Director Myers reported licensing the following:

- Aruze Gaming America, Inc. as a Table Game Supplier
- Galaxy Gaming, Inc. as a Limited Gaming Facility Supplier

Director Myers reported upcoming budget hearings with Senate and House Finance Committees.

Director Myers and staff joined a conference call on sports betting with the New Jersey Gaming Commission on December 18, 2018.

- Finance

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

- Marketing

Randy Burnside reviewed the monthly Marketing report and provided the social media report for November.

- Security Division – Traditional

Steve Compston provided the Racetrack/Traditional Security report.

- Security Division – Limited Video Lottery

David Bradley reviewed the Limited Video Lottery Security report.

-Security - Table Games/Casino/Video

David Bradley provided the report for the Table Games Division.

- Video Lottery

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

- Licensing

Elizabeth Webb reviewed the Licensing report.

Questions for Contractor

There were no questions for IGT.

Finance and Audit Committee

The first item was possible approval of the Director's recommendation to impose a 100% civil penalty (\$12,627.72) against limited video lottery retailer Betlyn-Lyons, LLC dba A Better Place for first non-sufficient funds in twelve consecutive months.

VOTE: Commissioner Bicksler moved to approve a civil penalty in the amount of \$2,525.54 against Betlyn-Lyons, LLC dba A Better Place limited video lottery retailer for first non-sufficient funds in twelve consecutive months. This motion was seconded by Vice Chairman Clayton and passed by unanimous voice vote.

The next item was possible approval of updates to Lottery Policy Statements 11-07/GB and 11/06/RVL pertaining to limited eligibility for spending recoupment of modernization funds. Patrick Clark addressed the Commission on this issue.

VOTE: Commissioner Bicksler moved to approve updates to Lottery Policy Statements 11-07/GB and 11/06/RVL pertaining to limited eligibility for spending recoupment of modernization funds. This motion was seconded by Vice Chairman Clayton and passed by unanimous voice vote.

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

Games, Rules, Security and Marketing Committee

The first items for approval were: IGT "Ascent" GI* "Baywatch Beach Blast" Installation Media and GAME* Package for the racetracks, IGT "Ascent" GI* "Golden Goddess Valeria" Installation Media, GAME* Package and Universal Controller (UC) Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Lucky Tree Winds of Fortune" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Double Blessings" Personality Program for the racetracks, IGT "Ascent S3000" GI* WHEEL OF FORTUNE – "2X 3X 4X 5X Super Times Pay" Installation Media and GAME* Package for the racetracks, Bally Gaming, Inc. "ArgOS" "Hexogems Jewels of the Cai Shen" Personality Program for the West Virginia racetracks, Bally Gaming, Inc. "ArgOS" "88 Fortunes Diamond" Personality Program for the racetracks, Everi Games Inc. (Multimedia Games, Inc.) MForce Personality Program Entitled "Ca\$h Money" for the racetracks, IGT "Ascent" GI* "Mystery of the Congo" Installation Media and GAME* Package for the racetracks, Bally Gaming, Inc. "ArgOS" "Leprechaun's Gold Rainbow Bay" Personality Program for the racetracks, IGT "Ascent S3000" GI* "Triple Strike" Installation Media and GAME* Package for the racetracks, Bally Gaming, Inc. "ArgOS" "Jinse Dao Dragon" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Quick Hit Double Jackpot Triple Blazing 7s" Personality Program for the racetracks, M3 Technology Solutions, LLC RT1016 Redemption Terminal, UC1100 Redemption Terminal, Kiosk Software and Bill Validator Software for Limited Video Lottery, JCM GEN5 USB/NETPLEX Printer for use by IGT for the racetracks, two New Bally Gaming, Inc. Hardware Components for the racetracks, Bally Gaming, Inc. "ArgOS" "Blazing 7s Scatter" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Blazing Star Red & Black Sevens" Personality

Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Diamond Line Blazing 7s" Personality Program for the racetracks, JCM GEN5 Printer and Printer Software for use by Bally Gaming, Inc. for Limited Video Lottery. Approval letters from Gaming Laboratories, International have been received and reviewed.

VOTE: Commissioner Shrewsbury moved to approve: IGT "Ascent" GI* "Baywatch Beach Blast" Installation Media and GAME* Package for the racetracks, IGT "Ascent" GI* "Golden Goddess Valeria" Installation Media, GAME* Package and Universal Controller (UC) Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Lucky Tree Winds of Fortune" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Double Blessings" Personality Program for the racetracks, IGT "Ascent S3000" GI* WHEEL OF FORTUNE – "2X 3X 4X 5X Super Times Pay" Installation Media and GAME* Package for the racetracks, Bally Gaming, Inc. "ArgOS" "Hexogems Jewels of the Cai Shen" Personality Program for the West Virginia racetracks, Bally Gaming, Inc. "ArgOS" "88 Fortunes Diamond" Personality Program for the racetracks, Everi Games Inc. (Multimedia Games, Inc.) MForce Personality Program Entitled "Ca\$h Money" for the racetracks, IGT "Ascent" GI* "Mystery of the Congo" Installation Media and GAME* Package for the racetracks, Bally Gaming, Inc. "ArgOS" "Leprechaun's Gold Rainbow Bay" Personality Program for the racetracks, IGT "Ascent S3000" GI* "Triple Strike" Installation Media and GAME* Package for the racetracks, Bally Gaming, Inc. "ArgOS" "Jinse Dao Dragon" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Quick Hit Double Jackpot Triple Blazing 7s" Personality Program for the racetracks, M3 Technology Solutions, LLC RT1016 Redemption Terminal, UC1100 Redemption Terminal, Kiosk Software and Bill Validator Software for Limited Video Lottery, JCM GEN5 USB/NETPLEX Printer for

use by IGT for the racetracks, two New Bally Gaming, Inc. Hardware Components for the racetracks, Bally Gaming, Inc. "ArgOS" "Blazing 7s Scatter" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Blazing Star Red & Black Sevens" Personality Program for the racetracks, Bally Gaming, Inc. "ArgOS" "Diamond Line Blazing 7s" Personality Program for the racetracks, JCM GEN5 Printer and Printer Software for use by Bally Gaming, Inc. for Limited Video Lottery This motion was seconded by Commissioner Laird and passed by unanimous voice vote.

The last item was possible approval of the hearing examiner's recommended decision in the limited video lottery retailer licensing appeal of KBG, Inc., dba The Derby Bar and Grill, William L. Jones, Owner/President. Mr. Jones attorney, Charles Anderson, Esq. addressed the Commission.

VOTE: Commissioner Shrewsbury moved to approve the hearing examiner's recommended decision in the limited video lottery retailer licensing appeal of KBG, Inc., dba The Derby Bar and Grill, William L. Jones, Owner/President. Commissioner Kniceley abstained himself from this vote. This motion was seconded by Commissioner Laird and passed by unanimous voice vote.

- Unfinished Business

There was no Unfinished Business.

- New Business

There was no Unfinished Business.

Scheduling of the next monthly meeting

The date for the next monthly meeting was set for January 23, 2019 at 11:00 a.m. at Lottery Headquarters in Charleston, WV. The date for the conference call was set for January 15, 2019 at 12:00 noon.

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

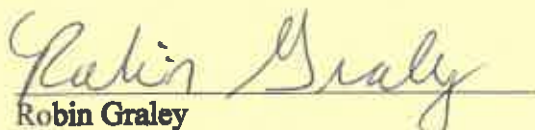
Chairman Greear thanked the Director, Assistant Director, Commissioners and staff for a job well done in 2018.

Adjourn

VOTE: Vice Chairman Clayton moved to adjourn the meeting.



Kenneth L. Greear
Chairman



Robin Graley
Recording Secretary