

PENNSYLVANIA GAMING CONTROL BOARD

* * * * *

IN RE: PUBLIC MEETING

* * * * *

OMNI WILLIAM PENN HOTEL
530 WILLIAM PENN PLACE
PITTSBURGH, PENNSYLVANIA
THURSDAY, JUNE 21, 2007

* * * * *

BEFORE:

THOMAS DECKER, CHAIRMAN

- via telephone

RAYMOND ANGELI

MARY DiGIACOMO COLINS

JEFFREY W. COY

KENNETH McCABE

SANFORD RIVERS

GARY A. SOJKA

REPORTER: LACEY C. GRAY

REPORTER - NOTARY PUBLIC

INDEX

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

<u>AGENDA</u>	<u>PAGE</u>
Call to Order - Commissioner Mary Colins	3
Executive Director's Report - Anne LaCour Neeb	9
Chief Financial Officer Report - Eileen McNulty	29
Administration - Mike Walsh	32
Office of Chief Counsel - Frank Donaghue	35
Final Regulations - Nanette Horner	36
Other Business - Frank Donaghue	46
Licensing - Susan Hensel	
Office of Chief Counsel - Doug Sherman	51
Adjournment - Commissioner Mary Colins	60
Certificate	62

1 MS. COLINS:

2 Good morning everyone. I'm Commissioner
3 Mary Colins. We're going to begin. Chairman Decker
4 is going to be calling in by phone. We're having some
5 technical difficulties, but because he is calling in
6 by phone, I'm going to be conducting the meeting
7 today. And I'd like to welcome all of you and welcome
8 my fellow board members to this public meeting. Ray
9 Angeli, Commissioner Ray Angeli is on the phone.
10 Hello, Ray.

11 MR. ANGELI:

12 Hi, how you doing?

13 MS. COLINS:

14 All right, good. So we have a quorum of
15 the board present, and I'm calling this meeting to
16 order now. In the audience, I'd also like to
17 acknowledge that we have Andrea Mead, who is here
18 representing Revenue Secretary Wolf. Thank you,
19 Andrea, for joining us. And as always, I will ask
20 members of the Board and all of you in the audience to
21 please turn --- I feel like an airline stewardess, to
22 please turn off your electronic devices. Turn off
23 your Blackberries and your cell phones, please.

24 And the next thing we will do is Pledge
25 of Allegiance. I've noticed we do not ---

1 Commissioner Coy called my attention to this, we do
2 not have a flag in the room, nonetheless I'd like us
3 all to stand and Pledge of Allegiance.

4 PLEDGE OF ALLEGIANCE RECITED

5 MR. DECKER:

6 Can you hear me?

7 MS. COLINS:

8 Yes, Tad. We called the meeting to
9 order, and I explained to everyone that you are
10 calling in, ---

11 MR. DECKER:

12 Okay. Thank you.

13 MS. COLINS:

14 --- and that in your place I'll be
15 conducting the meeting, but you're on the phone along
16 with Commissioner Angeli.

17 MR. DECKER:

18 Thank you very much.

19 MS. COLINS:

20 Thank you.

21 MR. COY:

22 You caught us in mid pledge.

23 MS. COLINS:

24 All right. And now let me make an
25 announcement before we get into our reports. Next

1 Friday, June 29th, is the deadline to apply for the
2 two available Category 3 licenses, and also to submit
3 applications for the Local Law Enforcement grants. So
4 I wanted to reiterate that deadline.

5 In addition, I want to also make an
6 announcement regarding a matter that is before the
7 Board, and that is the matter of Greenwood Gaming and
8 Entertainment's petition for approval of its licensed
9 facility expansion plan. Greenwood Gaming has
10 submitted a motion to the Board, and in this motion,
11 they have asked for an enlarged amount of time in
12 which to provide to the Board substantive evidence
13 which they believe the Board will need in order to
14 evaluate their petition, which asks for the Board to
15 grant their request to change the plans previously
16 submitted to the Board for their licensed facility,
17 their permanent licensed facility.

18 So what I have done is I have signed an
19 order, which is a scheduling order, which schedules
20 the proceedings to September 25th, 2007. Now, this
21 order which I have signed is a procedural order only.
22 To those of you who practice law, you're familiar with
23 scheduling orders, which are signed and enforced by
24 courts and boards and administrative bodies, and this
25 is a scheduling order. It provides for a June 27th

1 prehearing conference date before me in the
2 Conshohocken Gaming Board office. It also provides
3 for a July 9th conference date before me in the
4 Conshohocken office.

5 It provides for an August 10th date as
6 the date in which the petitioner, Greenwood Gaming and
7 Entertainment will submit its final permanent casino
8 plans to the Board and to the Pennsylvania Horse
9 Racing Commission, for the Board and the Racing
10 Commission's review. And it also provides for the
11 hearing date on the actual substance of the petition,
12 and that hearing date is September 25th, 2007. The
13 time of the hearing and the exact place of the hearing
14 will be provided to the parties prior to that hearing.
15 So that is an order which I will be signing and will
16 be served upon the petitioner and the interested
17 parties in the matter.

18 I would like to ask my fellow board
19 members if there are any comments or statements
20 regarding that order?

21 MR. COY:

22 Well, Madam Chair, I appreciate the
23 effort that you and the staff have put into moving
24 this matter forward, but I would really urge --- and
25 while I support it, I would really urge Greenwood

1 Gaming to work with the State Horse Racing Commission
2 and the Department of Agriculture to move forward with
3 the plans for improvements to the back of the
4 facility.

5 This is a requirement for licensure, and
6 while they're operating with a temporary license at
7 this point, the improvements that need to be made are
8 a requirement of the license. And I would hope that
9 while these dates are important, that they sort of get
10 on with it, and let's see some improvements in the
11 physical space.

12 MS. COLINS:

13 So there's no misunderstanding, these
14 dates are merely scheduling dates and the hearing date
15 on the petition which is before the Board. It affects
16 no other obligations or duties of the applicant.

17 MR. SOJKA:

18 Madam Chairwoman, I'd like to simply add
19 that along with several members of the PGCB staff,
20 this Tuesday, this last Tuesday I joined a tour
21 organized by the Department of Agriculture, and hosted
22 by Greenwood Gaming. And we looked at the facilities
23 there, and I can assure you that there is, at this
24 very moment, spirited conversation going on among the
25 horsemen, the Department of Agriculture and the

1 management at that facility.

2 MR. MCCABE:

3 And Madam Chair, I would like to just
4 add, I agree with those statements, and I hope that
5 they at Philadelphia Park understand our commitment to
6 enforcing the law and helping the horseracing
7 industry.

8 MS. COLINS:

9 Okay. Thank you. One final notice is
10 that the Board has held an executive session on June
11 15th and this morning, and at those sessions we
12 discussed personnel matters, no business was conducted
13 at those times. Now, we'll move to the transcripts.
14 Is there a motion that we approve the transcripts?

15 MR. SOJKA:

16 Yes, Madam Chairwoman. I move that the
17 Board approve the transcripts and minutes of the May
18 1st and May 17th, 2007 meetings.

19 MR. MCCABE:

20 Second.

21 MS. COLINS:

22 Any questions or discussions? All those
23 in favor?

24 AYES RESPOND

25 MS. COLINS:

1 Opposed?

2 NO RESPONSE

3 MS. COLINS:

4 The motion carries. Now on to new
5 business. We'll hear from Executive Director Anne
6 Neeb.

7 MS. NEEB:

8 Good morning, Commissioner Colins,
9 members of the Board. Last month you heard from our
10 six Category 1 licensees about the status of the
11 racetrack operations, including the plans for the
12 improvements to the backside.

13 Today we have The Meadows and Presque
14 Isle Downs here to give us an update on their slot
15 operations and their plans. So what I'd like to do is
16 go right to that and introduce here, Michael
17 Graninger, who is the vice president and general
18 manager of The Meadows Racetrack & Casino, and ask him
19 to please come forward so he can give his
20 presentation.

21 MR. GRANINGER:

22 Madam Chair and members. Thank you. Mr.
23 Rivers, Mr. McCabe, it's nice to meet under more
24 pleasant circumstances. Where would you like me to
25 start? The last meeting we had, you addressed the

1 backside improvements that we had planned to do or we
2 had talked about with the MSOA there, and you have a
3 copy of it in your hand. If you'd like me to read
4 them to you or go down the list, I would be glad to do
5 that, but they're --- on the second page.

6 We've talked with the executive director
7 of the MSOA at Meadows, and we explained that we're
8 going to do the --- spend a million dollars a year on
9 backside improvements. And we also told them that
10 whatever he wanted to do, that's what we're going to
11 do. So his choices are outlined on this sheet that
12 I've given you. The jogging track, which has already
13 been started. We donated the land for them to have a
14 jogging track, so they don't have to race on the track
15 --- practice on the track every day.

16 They want new dormitories for their
17 backside people, which we will do. The roads, we ---
18 when they spoke about the roads we --- we have
19 improved --- in fact, we had them graded yesterday so
20 the riders can get down without potholes and some
21 other problems that they had. We're going to increase
22 the lighting, which they wanted. Speaker systems in
23 the barns, so they can hear the announcements. We're
24 going to improve that.

25 We started a new paddock --- a 12 race

1 paddock with locker rooms, kitchen facilities, and
2 we're going to improve on the fence that goes around
3 the track, the white fence. And they've all agreed --
4 - and as you can see from the letter that was written
5 to us from the executive director --- are you going to
6 make me read that?

7 MS. COLINS:

8 Yes, please.

9 MR. GRANINGER:

10 I'll read it. I'll read it. This is
11 from Kim Hankins, executive director MSOA. And it
12 says the working relationship between MSOA and gaming
13 have been excellent. The most recent addendum to the
14 current horseman's agreement is a perfect example.

15 An issue regarding stall and racing
16 application and protection of the horsemen have helped
17 maintain The Meadows as a viable racing entity for
18 many years, has worked out to the satisfaction of both
19 parties.

20 MSOA looks forward to working with gaming
21 to provide the best racing opportunities for the 550
22 members of the MSOA.

23 The benefits and increased purses in Act
24 71 of the health and retirement program will help with
25 the horsemen for generations to come.

1 Basically, what we did on the agreement
2 we made with the horsemen was, there's been horsemen
3 knocking around there for, you know, 40 years. They
4 don't have the quality of horses right now, and with
5 the purses going up, it's going to be harder for them
6 to get a horse that can compete. So we said we'd give
7 them a certain amount of time so they can upgrade
8 their stock so they can compete at their home track,
9 which was --- which got accolades from us. It was
10 probably unprecedented in the history there, but we
11 were willing to work with them. And we want to have a
12 good relationship with the horsemen, which I think
13 we've --- well, you can see that we have.

14 MS. COLINS:

15 Very good. Thank you. Are there any
16 questions?

17 MR. RIVERS:

18 Yes. Mike, I think the issue that I'm
19 most concerned with, and I'd like to applaud you for
20 is, when this Act was passed, it was designed to help
21 the horseracing industry. And it seems to me that you
22 and your organization has done exactly what the Act
23 asked that you do, and I think Western Pennsylvania
24 will be the recipient of some exciting things
25 happening at The Meadows. So I'd personally like to

1 say congratulations, and thank you for the four days
2 that I had to spend at your location working with you
3 and your outstanding staff trying to get all of this
4 --- why are you laughing?

5 MR. DECKER:

6 We feel sorry for them.

7 MR. RIVERS:

8 I'm trying to bring this team to
9 fruition. And I think you guys did an outstanding
10 job, and I'm sure Ken will probably have something to
11 say also. Thank you.

12 MR. MCCABE:

13 No, I concur with Commissioner River's
14 statement. Thank you.

15 MR. GRANINGER:

16 Thank you, Commissioners.

17 MS. COLINS:

18 All right. Any other questions? Very
19 good. Thank you, sir.

20 MR. RIVERS:

21 Time out. You're not going to talk about
22 your facility and how the opening went and the money
23 that you're making?

24 MR. GRANINGER:

25 Well, okay.

1 MR. RIVERS:

2 This is your time to shine.

3 MR. GRANINGER:

4 Well, I would like to have a Jack Daniels
5 right now, but ---. We did about \$66 million in
6 handle, and of that, we have netted about \$5.5
7 million. We gave our partner, the State of
8 Pennsylvania about \$2,800,000, and we got about \$450
9 out of our end after we paid everything, but --- no,
10 we didn't.

11 The Saturday night was very impressive.
12 Our Monday, Friday, Saturday and Sundays were just ---
13 we had two players for every machine. Saturday night
14 realized about 1,000 people at the racetrack. I've
15 never seen that many people at the racetrack since
16 I've been there. There were crowds on the first
17 floor, crowds in the grand stand, crowds down on the
18 apron, and it was an exciting night.

19 We filled up just about every parking
20 spot we had, which was all the way down to the
21 racetrack road, and everything ran smooth, no
22 complaints, and everybody had a good time, and we
23 appreciate being in Western Pennsylvania with Gaming.

24 MS. COLINS:

25 Great. Thank you. Thank you very much.

1 MS. NEEB:

2 Next we have Richard Knight and Ted
3 Arneault, who will provide us with their update on
4 Presque Isle Casino --- Presque Isle Downs & Casino.
5 You want to come up?

6 MS. COLINS:

7 Good morning, gentlemen.

8 MR. KNIGHT:

9 Good morning.

10 MR. ARNEAULT:

11 Good morning.

12 MS. COLINS:

13 Proceed.

14 MR. KNIGHT:

15 Members of the Board, Executive Director
16 Neeb, staff members, obviously, I'm Richard Knight,
17 and this is Ted Arneault, who you know. I'll give you
18 a little update on what's going on. It's nice to see
19 you again.

20 As you know, we opened the last day of
21 February to a very strong opening. We found out
22 quickly that our market was exactly what we thought it
23 would be. It's Northwest Pennsylvania, Northeast
24 Ohio, and a little bit from New York. After that
25 strong opening, about the third or fourth week, our

1 major competitor, which is Seneca Allegheny in New
2 York opened up a major expansion. A brand new hotel,
3 major new restaurants, and expansion to their bus
4 facilities, their concert facilities. A fairly
5 sophisticated, impressive facility.

6 Since that time, they have been gaining
7 market share back from us, and it's come out of our
8 tail, if you will. So I think that's about over. The
9 summertime is in Erie, things are looking good, but
10 it's still something we'll have to deal with on an
11 ongoing basis.

12 The marketing that we have is really
13 starting to kick in now, and I think that market share
14 loss that --- we'll start to get that back, so I'm
15 fairly confident that's going to happen.

16 The Meadows' opening, we get lots of
17 question if it affected us or not, if it did, I'm not
18 --- it was close. I'm not sure if it did or not. We
19 kind of flat week to week. Actually, we're up this
20 week compared to last week, but I think that's more of
21 the time of the year. So I think we're probably more
22 affected by weddings, anniversaries and graduations,
23 quite honestly than The Meadows. So fortunately,
24 we're not --- it doesn't seem like we're running up
25 against one another.

1 I think an important thing to talk about
2 is our employment. 745 people right now, 98 percent
3 from Pennsylvania. That will soon go to a hundred
4 percent, as the people start to, you know, become
5 Pennsylvania residents, those that --- that two
6 percent that exists.

7 The first part of this week we had a
8 visit from Mozelle Daniels, who you all know. If I
9 can paraphrase, and I don't want to speak for her, but
10 she did make some nice comments, saying that what
11 we've done in our diversity efforts, or the model that
12 shows our commitment and that we --- you know, we've
13 done what we're supposed to do. In fact, we've done
14 more than we're supposed to do. So I thought ---
15 those were comments that we were certainly proud of
16 and things that we're going to keep, you know, on the
17 front burner, and that commitment will stay there.

18 Something else that's interesting, I
19 think, is what I call, or what people call the halo
20 effect in Erie. The various hotels are all reporting
21 increased business, both mid-week and weekends, and
22 this has been going on since opening. So they're
23 seeing --- and they're talking, and it's anecdotal
24 evidence, but nonetheless, they're talking about the
25 positive aspects we're bringing to their business.

1 One very important, and I think
2 interesting aspect is that I met with the general
3 manager from the Downs of Erie this week, actually
4 Monday, and he was telling me how his handle has been
5 up since we opened. So we have provided that positive
6 effect to his business, so it will soon become our
7 business. And with that, it's probably a good time
8 for me to turn this over to Ted and let him talk a
9 little bit about what's going forward now.

10 MR. ARNEAULT:

11 Well, as we've all recognized, and you
12 all have stated, members of the Commission, that this
13 bill was to help racing in its very initial idea. And
14 we are in the middle of building what's really
15 exciting for all of racing as well as for Pennsylvania
16 in to having the first, what's called Tapeta, or
17 synthetic track in the state. And the horsemen are
18 really excited this, and I think the whole racing
19 community in the Midwest is excited about it.

20 And as Dick just said, we are in the
21 process of merging the Downs of Erie into our
22 facility. We think that's going to do nothing but
23 help the market, as we get cross play between the
24 horse players and the people who want to enjoy the
25 other entertainment aspects that we offer, including

1 the slots, the dining and other aspects of it.

2 But then in September, probably one of
3 the more exciting events in racing, in the history of
4 Pennsylvania, one of the first racetracks,
5 thoroughbred racetracks to be built in years, some 30
6 years is going to open up with the state of the art
7 track with state of the art facilities. And it's
8 going to be very interesting to see how that racing
9 actually helps all of racing in Pennsylvania, and in
10 fact, helps Pennsylvania's image as a place to go
11 racing, as a place to be.

12 And I think with what the Legislature
13 have done and what you all have regulated, you're
14 going to see a racing industry in Pennsylvania that's
15 going to blossom and really flourish. So we're happy
16 to be part of that and very eagerly anticipating our
17 initial race dates in September.

18 MS. COLINS:

19 Thank you. Thank you very much. Are
20 there any questions?

21 MR. MCCABE:

22 I have a comment. Ted, I'd like to
23 compliment you, your whole organization. Those
24 comments that Mozelle relayed to you, we've been
25 hearing from our entire staff about how well you have

1 been cooperating, not only with the local government,
2 but our staff. And we appreciate that. And we've
3 heard that many times that you guys are the model, and
4 I want you to know that we appreciate that. You've
5 shown yourselves to be a good corporate citizen, not
6 only in gaming but in racing.

7 MR. ARNEAULT:

8 Thank you. That's a tribute to Dick and
9 his staff, and the employees there really.

10 MR. SOJKA:

11 I would like to thank you for taking the
12 plunge on the artificial surface on the track. We've
13 heard a lot about this, and it's important, I think,
14 not only for the quality of racing but what it means
15 to the health of the horses. And in the last couple
16 of years, we've gone through some wrenching situations
17 with injuries to horses and whatnot, and I think a lot
18 of people will be watching you and watching that
19 surface and seeing what the record will be.

20 MR. ARNEAULT:

21 Let's all keep our fingers crossed,
22 because this is the first one in the United States.
23 And certainly all the tests indicate that it's the way
24 to go, but we've got pretty tough winters in Erie, so
25 let's see how we get through it.

1 MS. COLINS:

2 I have a question. You mentioned in your
3 statement a few minutes ago that you're in the process
4 of merging the racing side with the slot side now.
5 Could you explain for us in some detail what your
6 program or plan is to merge these two sides and how
7 you're doing it successfully, because you said your
8 handle is up, and I have to assume that this merger is
9 working for you, the two elements of gaming.

10 MR. ARNEAULT:

11 Well, currently the Downs of Erie, which
12 is the off track betting facility that's owned by the
13 Pocono Downs is under contract to be purchased by
14 Presque Isle Downs this summer. We expect by sometime
15 during the third quarter. So that all of the racing
16 employees and all of the aspects of off track betting
17 racing will be brought over to Presque Isle so that
18 we'll have one facility that we can market these
19 products out of Erie.

20 So we think it's going to help
21 tremendously, the cross marketing efforts between
22 gaming and racing, and it's very encouraging to see
23 that the handle is up while they are separate
24 facilities. And we can only believe that as we merge
25 them into a single facility with single marketing and

1 then we can have the racing aspects more or less come
2 under the umbrella of the Presque Isle marketing, that
3 it's going to improve tremendously.

4 This was all part of a transaction that
5 we had to agree to, or we all agreed to back when we
6 got our racing license about four years ago. So it's
7 been an eagerly anticipated transaction. We've made
8 employment available to all of the people who work at
9 the Downs of Erie. We think they're going to bring a
10 tremendous amount of expertise in dealing with
11 customers and dealing with a regulated environment
12 over to Presque Isle, so we think --- as we go along,
13 we've been talking about this for the last six months
14 to make sure that it's an easy transition. We expect
15 that sometime in July or August we're going to be able
16 to complete it.

17 MR. DECKER:

18 Mary, I have one question.

19 MS. COLINS:

20 Yes.

21 MR. DECKER:

22 Mr. Arneault, I echo what everyone else
23 said. It's Tad Decker on the phone, and I'm sorry I'm
24 not there today. I agree with what everyone else
25 said, and I think the numbers we've heard, both at the

1 casino and the anticipation of what you think is going
2 to happen with the track when it gets up and running,
3 as well as what's happening in The Meadows, and then
4 some of the other places, like Mohegan Suns in
5 Harrah's, there seems to be a little bit of a
6 resurgence in racing.

7 But we got a couple of tracks that
8 haven't done as well that have lost fairly
9 substantially. I don't know if you've heard about
10 that, Philly Park, and I think most recently we've
11 learned about Penn National. Do you have any comments
12 on that, or would you have any thoughts about, is that
13 a trend or do you think that's sort of temporary,
14 because it's the opposite of what we've seen happen in
15 other places, and it's certainly the opposite of what
16 we anticipated.

17 MR. ARNEAULT:

18 I would have to believe that it's
19 temporary. I think, as the marketing program start
20 using both the products to cross market their
21 facilities, you're going to see people coming into
22 these facilities playing both the horses and the
23 machines and enjoying the other entertainment aspects
24 that these facilities have to offer, and I think we've
25 all only been at this for a very short period of time,

1 and sometimes, especially in big markets like
2 Philadelphia, it's going to take a while to adjust or
3 for people to remember that the racetrack is there and
4 that as they promote --- and Philly Park has always
5 done a great job promoting its racing.

6 As they promote their racing in
7 conjunction with their machines and their other
8 facilities, I think that that's only going to improve.
9 And then you have to look at Penn National, they have
10 not had the ability to have the machines up as they
11 develop a whole new facility. So I think once their
12 facility opens up, certainly they've got the
13 experience to market these facilities as full
14 entertainment facilities that you're going to see a
15 resurgence there also. I just think it's an exciting
16 time for racing in all of Pennsylvania.

17 MR. DECKER:

18 We do, too, so we're very optimistic and
19 we hope that those particular ones adopt sort of what
20 you and the others have been doing in that joint
21 marketing approach. So thanks very much.

22 MR. ARNEAULT:

23 Thank you.

24 MS. COLINS:

25 I have another question. Regarding the

1 New York casino, is it Allegheny Seneca?

2 MR. ARNEAULT:

3 Yes.

4 MS. COLINS:

5 You said they've developed a rather
6 sophisticated property now with hotel; is that
7 correct?

8 MR. ARNEAULT:

9 Correct.

10 MS. COLINS:

11 And entertainment. How will you compete?

12 MR. KNIGHT:

13 Well, we can't go head on head with them.
14 I mean, given their situation and how they operate, we
15 really don't have the ability to deal with them one on
16 one. I think we're just going to have to pay
17 attention to our markets, our closer end markets,
18 market them directly. Hopefully, we'll stop them,
19 which we have been stopping.

20 Most of the people that try to drive by
21 us, that go to Seneca Allegheny from the Northwest
22 Pennsylvania, Northeast Ohio market. But going head
23 on head against their marketing efforts is something
24 we just can't do, so ---.

25 MR. ARNEAULT:

1 I think as you look at what we have, our
2 strengths, that's proximity to the markets versus
3 their strength, a full line of products, we're going
4 to have to learn how to really cut the people off, and
5 we're going to have to use unique marketing ideas,
6 which we've been able to do in the past. And I think,
7 you know, any new facility, such as theirs is, is
8 going to have an immediate impact on a market that's
9 already there. People are going to want to go visit
10 that facility, at least once or twice.

11 I think as we start developing products
12 that they don't have, such as our racing product, and
13 we integrate it into what we have already in our slot
14 market, you're going to see that we bring the people
15 back and cut off the people, certainly coming from
16 Ohio that want to go there, and that's just going to
17 take some time to adjust your marketing and get some
18 kinds of products that they don't have. And I think
19 we're well on our way to do that. And it's always
20 tweaking the marketing effort, finding ways that you
21 have to bring them in that are unique.

22 And I think racing is certainly going to
23 be one of those resurgences, but we're sitting in Erie
24 in a unique area, and that it is becoming a tourism
25 destination area on its own, and we have a tremendous

1 amount of partners that we work with there that have
2 motels that can compete with any motel that they have.

3 So as we learn and as we further
4 integrate our marketing plans with the hotel plans and
5 other of the tourism venues in Erie, I think we're
6 going to more than adequately compete with these guys.

7 MR. RIVERS:

8 Ted, you have a facility in West
9 Virginia. As you know, West Virginia recently voted
10 to allow table games. As you look at your market here
11 in Pennsylvania, how do you plan to --- what do you
12 plan to do to make sure that the fact that they have
13 table games in West Virginia does not erode any of
14 your market here in Pennsylvania and/or the other
15 areas that you're serving?

16 MR. ARNEAULT:

17 I think Erie will not be affected by that
18 very much. I think Erie has a market unto itself with
19 its racing program with the tourism destination venue.
20 Like I said, that area is becoming that --- Erie is
21 going to have its own kind of market. So I think our
22 job is to protect that market, and I think we'll be
23 doing that, and I think Erie will grow as a result of
24 it even if it's cross marketing, but it will grow as a
25 result of being a destination tourism area unto

1 itself.

2 MR. RIVERS:

3 One of the things I've received, a fair
4 number of calls and/or letters from your constituents
5 in the greater Erie area, and a lot of them are ---
6 and they're really singing the praises of what you
7 guys have done, and hope that you just keep it up.

8 MR. ARNEAULT:

9 Oh, we're going to more than keep it up.
10 We think, honestly, racing is going to add so much to
11 Erie that --- that's why we went out on the limb and
12 built a \$6 million Tapeta track, because we think we
13 become one of the racing centers, certainly of the
14 Midwest, and that's going to bring people into ---
15 Erie is ideally situated to be an agrarian area that
16 could even, I would see, explode with a little horse
17 farms and the ability, because of this track to grow
18 the agrarian part of what we offer. And I think
19 that's what also is one of the intents of this bill,
20 remember the agrarian part of this was highly talked
21 about when this bill was going through, and I think
22 Presque Isle will be one of the glowing examples of
23 that.

24 MR. RIVERS:

25 Well, have you noticed the snow in Erie?

1 MR. ARNEAULT:

2 I have noticed lots of snow in Erie.

3 MR. RIVERS:

4 Thank you.

5 MR. ARNEAULT:

6 Thank you.

7 MS. COLINS:

8 Any other questions? Thank you very
9 much, we certainly appreciate your presentations.

10 MR. ARNEAULT:

11 Thank you.

12 MS. COLINS:

13 Anne, anything further?

14 MS. NEEB:

15 I don't have anything further. And at
16 this time, we'll go to our chief financial officer's
17 report, Eileen McNulty.

18 MS. COLINS:

19 Great. Thank you very much.

20 MS. MCNULTY:

21 Thank you Commissioners, and good
22 morning. The first item I have on the agenda relates
23 to our current policy for cost recovery of gaming lab
24 costs. Our current policy, which is codified in our
25 policy and procedure manual indicates that the cost

1 recovery, which is required in the statute for our
2 gaming lab be distributed among the manufacturers,
3 based on the number of submissions by each
4 manufacturer.

5 Since February, our gaming lab staff has
6 been maintaining timesheets to reflect hours worked on
7 each submission. At this point, we are prepared to
8 move to a billing method based on hours worked. The
9 executive director has approved a revised procedure
10 for the recovery of gaming lab costs, and at this
11 point you may want to consider a motion to adopt that
12 procedure.

13 MS. COLINS:

14 May I have a motion to approve the gaming
15 lab cost recovery procedure?

16 MR. COY:

17 Madam Chairman, I move that the procedure
18 established by the executive director from time to
19 time and contained in the Gaming Control Board policy
20 and procedure manual be used in billing for
21 reimbursement of the cost of establishing and
22 operating the gaming lab.

23 MR. RIVERS:

24 Second.

25 MS. COLINS:

1 Are there any questions for Eileen or any
2 comments? All those in favor?

3 AYES RESPOND

4 MS. COLINS:

5 Opposed?

6 NO RESPONSE

7 MS. COLINS:

8 Motion carries.

9 MS. MCNULTY:

10 Thank you, Madam Chair. The second item
11 I have is a report on revenues and expenditures for
12 May of 2007. May spending from the General Fund was
13 \$1,930,459, bringing our year-to-date total spending
14 from the General Fund to \$20,152,467.

15 Personnel expense was \$1,458,568, or 76
16 percent of our May expenses. Total personnel expenses
17 for the year-to-date now amount to \$15,109,126, or 75
18 percent of our year-to-date spending. May operating
19 expenses were \$471,891, bringing the year-to-date
20 total to \$5,043,340.

21 Real estate was our largest operating
22 expense, accounting for \$82,177 in May and \$909,101
23 year-to-date. Year-to-date real estate accounted for
24 18 percent of our operating expenses.

25 For the month, legal fees were the second

1 largest operating expense. These expenses were
2 \$57,400, or 12.2 percent of May's operating expenses.
3 Year-to-date legal services total \$188,960, or just
4 3.7 percent of our operating expenses.

5 We do anticipate that we will have
6 significant legal services bills for the current month
7 as well. Consultant services were the third largest
8 operating expense category for the month at \$49,645.
9 This category included charges for the continued
10 development of the slots link system.

11 Finally, travel was the fourth largest
12 monthly operating expense in May. This reflects the
13 substantial work during the month at The Meadows
14 facility. May travel expenses were \$49,492. Year-to-
15 date travel expenses have been \$387,708, or 7.7
16 percent of operating expenses. That concludes my
17 report.

18 MS. COLINS:

19 Thank you. Any questions? Thank you
20 very much.

21 MS. MCNULTY:

22 Thank you.

23 MS. COLINS:

24 Mike Walsh will be next, I believe.

25 MR. WALSH:

1 Good morning Madam Chair and members of
2 the Board. The Bureau of Administration has two
3 agenda items this morning. The first being a request
4 to consider three individuals, who have been
5 recommended for positions with the Pennsylvania Gaming
6 Control Board.

7 These individuals have completed a
8 background investigation and drug screening. The
9 results of which have been reviewed and approved by
10 the Board. The three candidates are as follows. In
11 the office of the executive director Catherine
12 Stetler, as a legislative and communications
13 assistant. In the Bureau of Administration, Joel
14 Confer as an office support specialist. And in the
15 Bureau of Corporate Compliance and Internal Controls,
16 Michael Matlock as a compliance examiner.

17 Commissioner Colins, we respectfully
18 request that a motion by the Board be approved to hire
19 these individuals.

20 MR. RIVERS:
21 Madam Chair, ---

22 MS. COLINS:
23 Yes.

24 MR. RIVERS:
25 --- I'd like to, based on the

1 recommendation of the director of administration, I
2 would like to go forward with the three applicants
3 that he made reference to. However, I also would like
4 to also add a caveat to that, that they not be offered
5 employment until our budget and/or appropriation
6 situation has come to fruition. And upon satisfactory
7 completion of that, then we go forward with these
8 three names.

9 MS. COLINS:

10 Any comments?

11 MR. COY:

12 Second.

13 MS. COLINS:

14 All right. Any questions or comments?

15 All in favor.

16 AYES RESPOND

17 MS. COLINS:

18 Opposed

19 NO RESPONSE

20 MS. COLINS:

21 Motion carries. Thank you, Mike.

22 MR. WALSH:

23 Thank you. Just one more item. The
24 Bureau of Administration is pleased to make the
25 announcement of the appointment of Linda Lloyd as the

1 director of the Office of Hearings and Appeals. As
2 you know, Linda has served since July of last year as
3 an assistant chief counsel in our office, formally
4 served as a Deputy Attorney General, and we are
5 pleased to make the announcement of this appointment
6 and wish her well in that new position.

7 MS. COLINS:

8 Great.

9 MR. WALSH:

10 Thank you.

11 MS. COLINS:

12 Thank you. Frank Donaghue.

13 MR. RIVERS:

14 Excuse me, Frank. Did Linda work for
15 you?

16 ATTORNEY DONAGHUE:

17 That's correct.

18 MR. RIVERS:

19 Another one lost.

20 ATTORNEY DONAGHUE:

21 That's correct.

22 MR. MCCABE:

23 People don't hang with you long; do they?

24 ATTORNEY DONAGHUE:

25 Good evening, Madam Chair and

1 Commissioners. First the Office of Chief Counsel, I
2 would like to introduce the director of our compulsive
3 gaming program to discuss two final formed
4 regulations, specifically Chapters 511a and 513a.

5 MS. HORNER:

6 Good afternoon. Promulgation of these
7 regulations is necessary to replace the Board's
8 temporary regulations that will expire, are needed to
9 carry out the policy and purposes of the Act and to
10 enhance the credibility and integrity of gaming in the
11 Commonwealth.

12 More specifically, it will provide the
13 basis for barring or removing individuals from
14 licensed facilities who are underage, or whose
15 presence would be inimical to the interest of the
16 Commonwealth and gaming.

17 After the Board adopts this final form
18 rulemaking, it will be submitted to the standing
19 committees and IRRC. IRRC will consider it a public
20 meeting, and then it'll be submitted to the Office of
21 Budget for a final fiscal note and the Office of
22 Attorney General for a final review for form and
23 legality. Once the reviews are completed, the
24 regulation will be submitted to the Legislative
25 Reference Bureau for final publication in the

1 Pennsylvania Bulletin. The permanent regulations will
2 take effect on the date of publication in the
3 Pennsylvania Bulletin.

4 Most of the changes that were made to the
5 final form regulations from the temporary regulations
6 were for the purpose of clarification and uniformity
7 with other regulations.

8 Chapter 511a deals with excluded persons.
9 Basically an excluded person is a person whose
10 presence in a licensed facility would pose a threat to
11 the operations or the proper reporting of revenue.
12 This is not self-exclusion. Self-exclusion is a tool
13 for a person with a gambling problem to be able to
14 refrain from the temptation of going into a casino.
15 And as an aside, as of this morning, we do have 64
16 people on the self-exclusion lists.

17 Comments to the proposed permanent
18 regulations included whether the excluded persons list
19 will be on the Board's website, and a concern
20 regarding identity theft if too much personal
21 information is placed on the Board's website.

22 While we will be posting a list of
23 excluded persons on the Board's website, only the name
24 and alias, physical description, photograph and birth
25 year will be placed on the website and made public.

1 Comments were also received concerning
2 activities that may cause a person to be on the list,
3 as well as due process considerations. The
4 regulations provide the activities that may be
5 considered in determining whether a person should be
6 placed on the excluded persons list. The Board will
7 make a determination of how much of a threat to the
8 integrity of gaming any individual poses, and due
9 process will be ensured through notification and an
10 opportunity to be heard.

11 The regulations specify that similar to
12 the self-excluded and underage regulations, if an
13 excluded person is identified while engaging in gaming
14 activities, the person's winnings will be forfeited
15 and will be remitted to the Problem Gambling Education
16 and Outreach Fund under the Pennsylvania Gaming
17 Control Board. Additionally, a definition of the
18 Office of Compulsive and Problem Gambling has been
19 added to this regulation because each facility must
20 address its process and procedure regarding
21 enforcement of the excluded persons list and obtain
22 Board approval through the Office of Compulsive and
23 Problem Gambling prior to conducting gaming
24 operations.

25 Chapter 513a deals with underage gaming.

1 And the comments that we received to the proposed
2 permanent regulations address the forfeiture provision
3 of the regulations and facility signage requirements.

4 On the issue of forfeiture of gambling
5 winnings, individuals who are prohibited from engaging
6 in gaming activities, should not be able to benefit
7 from their prohibited behavior. And the forfeiture
8 provision provides a disincentive for them to engage
9 in prohibitive conduct.

10 As far as signage for underage gambling,
11 facilities will be allowed some flexibility on the
12 exact wording to be used on their signs, but the
13 proposed language must be submitted to the Board as
14 part of the plans and procedures that they submit for
15 approval prior to conducting operations.

16 I will address any questions you may
17 have, and I ask for a motion for approval.

18 MS. COLINS:

19 Are there any questions or comments
20 for ---?

21 MR. SOJKA:

22 Could I --- just for clarification, could
23 I return back to the list that's going to appear back
24 on our website of excluded persons. First, that does
25 not include self-exclusion.

1 MS. HORNER:

2 That is correct.

3 MR. SOJKA:

4 Secondly, what remedies does an
5 individual have once they're on that list to get their
6 name removed from it?

7 MS. HORNER:

8 Well, in being placed on the list, they
9 will receive notification and they will have a hearing
10 prior to being placed on the list. If they would like
11 to be removed from the list once placed on the list,
12 they may petition the Board for removal.

13 MR. SOJKA:

14 But there's no automatic time period or
15 anything?

16 MS. HORNER:

17 No.

18 MR. SOJKA:

19 You don't serve your time on the list?

20 MS. HORNER:

21 No. Basically, you would have to show
22 rehabilitation from whatever it was that caused you to
23 be placed on the list initially.

24 MR. COY:

25 To who?

1 MS. HORNER:

2 To the Board.

3 MS. COLINS:

4 I mean, the excluded person list is
5 punitive; correct?

6 MS. HORNER:

7 Yes.

8 MS. COLINS:

9 These are people who the Board has
10 decided are the types of people that should not be in
11 casinos ---

12 MS. HORNER:

13 That's correct.

14 MS. COLINS:

15 --- for having committed crimes or things
16 of that nature; correct?

17 MS. HORNER:

18 Yes.

19 MR. COY:

20 And the theory of not putting people to
21 self-exclude is --- well, I think I know, but you tell
22 me.

23 MS. HORNER:

24 Why we don't want that ---

25 MR. COY:

1 Yeah.

2 MS. HORNER:

3 --- list made public? Because an
4 individual is acknowledging that they have a gambling
5 problem, and they are asking for us to assist them in
6 refraining from engaging in gambling.

7 MR. COY:

8 So it would be less likely that they
9 would self-exclude if they knew that it would be
10 public?

11 MS. HORNER:

12 Absolutely. Yes.

13 MR. MCCABE:

14 I have a question about --- I've looked
15 at New Jersey's, Las Vegas' exclusion list. Are we
16 going to take --- because of our close proximity to
17 Atlantic City and that, are we going to take some of
18 the same people that are excluded from the New Jersey
19 casinos and automatically put them on, or will they
20 have the same due process rights where we're going to
21 have a hearing to determine whether or not they should
22 or should not be on our exclusion list?

23 MS. HORNER:

24 We will not adopt another jurisdiction's
25 list. Anybody who is placed on our list will receive

1 notification due process and have the hearing.
2 However, we may have some duplication of the list from
3 other jurisdictions if the person has a nexus to the
4 activity in Pennsylvania.

5 Some of the people on the New Jersey
6 excluded persons list may have been placed on the list
7 because of cheating at cards. That is not an
8 immediate threat to us in Pennsylvania at this time.
9 So the Board will be asked to weigh the threat that a
10 person poses. We do not want a huge list. We don't
11 want to just adopt other jurisdictions lists.

12 MR. MCCABE:

13 How does the process start that somebody
14 gets put on this list, do the casinos come to us, or
15 if we observe somebody --- our enforcement people
16 observe --- I'm particularly thinking of organized
17 crime figures because of my background with the FBI.

18 If we happen to notice somebody that may
19 be associated with organized crime, that's already on,
20 and hopefully our enforcement people have looked at
21 the exclusion lists in Las Vegas and Atlantic City,
22 and they can recognize these people and we start
23 seeing them at our casino, then does the enforcement
24 officer then take an action, start the process? Does
25 the casino have to start the process? How does this

1 process start?

2 MS. HORNER:

3 It will be officially --- it will
4 officially start when the Bureau of Investigation and
5 Enforcement files a petition to place someone on the
6 list. That petition may be based on information that
7 they have through investigation. By looking at the
8 lists in other jurisdictions, information that's been
9 provided by the operators. But it will be
10 investigated by the BIE prior to a petition being sent
11 to the Board.

12 MR. MCCABE:

13 Thank you.

14 MS. COLINS:

15 So that's a chief --- is that a Chief
16 Enforcement Counsel function then?

17 MS. HORNER:

18 Yes.

19 MS. COLINS:

20 From BIE it goes to Chief Enforcement
21 Counsel, and then they would litigate that before the
22 Board?

23 MS. HORNER:

24 Correct.

25 MS. COLINS:

1 Okay. Thank you. All right. Do we have
2 a motion at this point?

3 MR. MCCABE:

4 Madam Chair, I move that the Board adopt
5 the final form regulations number 125-57, pertaining
6 to Chapters 511a --- and have we discussed 513?

7 MS. HORNER:

8 Yes.

9 MS. COLINS:

10 We have.

11 MR. MCCABE:

12 And 513a, and that the Board post this
13 final form regulation on the Board's website.

14 MR. RIVERS:

15 Second.

16 MS. COLINS:

17 All those in favor?

18 AYES RESPOND

19 MS. COLINS:

20 Any opposed?

21 NO RESPONSE

22 MS. COLINS:

23 Motion carries. Thank you Nan, very
24 much.

25 MS. HORNER:

1 Thank you.

2 ATTORNEY DONAGHUE:

3 Madam Chair, next with regard to some
4 other business, I'd like you to --- turn to some
5 withdrawal petitions, which we will present in three
6 separate motions. The first is the Board has received
7 the following petition to withdraw the waiver renewal
8 application of FMR Corp. at Licensing Docket Number
9 5676.

10 With regard to this request, it was
11 reviewed by the Office of Enforcement Counsel, and the
12 Chief Enforcement Counsel has no objection to the
13 withdrawal, as there is no information constituting
14 good cause to deny, condition or prejudice the
15 withdrawal of the application. And all required fees
16 have been paid as of this date. This petition would
17 be granted without prejudice.

18 The Chief Counsel's office concurs in
19 this review and submits the petition for motion by the
20 Board to grant the petition without prejudice.

21 MS. COLINS:

22 So this petition means that FMR
23 Corporation is not going to renew its request that it
24 not have to ask for ---

25 ATTORNEY DONAGHUE:

1 A waiver.

2 MS. COLINS:

3 --- a waiver?

4 ATTORNEY DONAGHUE:

5 That is correct.

6 MS. COLINS:

7 Or renew its request that it asked for a
8 waiver?

9 ATTORNEY DONAGHUE:

10 They're withdrawing their waiver renewal
11 application.

12 MS. COLINS:

13 Okay. Is there a motion?

14 MR. SOJKA:

15 Yes, Madam Chairman. I move that the
16 Board grant the petition to withdraw the waiver
17 renewal application of FMR Corporation without
18 prejudice.

19 MS. COLINS:

20 Second?

21 MR. MCCABE:

22 Second.

23 MS. COLINS:

24 All those in favor?

25 AYES RESPOND

1 MS. COLINS:

2 Opposed?

3 NO RESPONSE

4 MS. COLINS:

5 Motion carries. Thank you. Next one?

6 ATTORNEY DONAGHUE:

7 And next, the Board has received a
8 petition to withdraw the supplier application of
9 Revenco Gaming, LLC and all applications and waiver
10 requests associated there with.

11 With regard to these requests, they were
12 reviewed by the Office of Enforcement Counsel, and the
13 Chief Enforcement Counsel has no objection to the
14 withdrawal, as there is no information constituting
15 good cause to deny, condition or prejudice the
16 withdrawal of these applications, and all required
17 fees have been paid to date.

18 The withdrawals of the following
19 Licensing Docket Numbers would all be granted without
20 prejudice. Numbers 2218, 2250, 2257, 2272, 2433,
21 2434, 3030, 3031, 3032, and 2432.

22 Chief Counsel's office concurs in this
23 review and submits the petition for a motion by the
24 Board to grant the petition without prejudice.

25 MS. COLINS:

1 May I have a motion?

2 MR. COY:

3 So moved.

4 MS. COLINS:

5 Okay. Very good.

6 MR. ANGELI:

7 I'll second it.

8 MS. COLINS:

9 Thank you. Are there any questions or
10 comments? All those in favor?

11 AYES RESPOND

12 MS. COLINS:

13 Opposed?

14 NO RESPONSE

15 MS. COLINS:

16 Motion carries. Next, please?

17 ATTORNEY DONAGHUE:

18 Okay. And finally, with regard to
19 withdrawal petitions, the Board has received the
20 following 13 petitions for withdrawal of gaming
21 employee and permittee applications of non-gaming
22 employee applications.

23 With regard to these requests, they were
24 reviewed by the Office of Enforcement Counsel and
25 Chief Enforcement Counsel has no objection to the

1 withdrawals, as there is no information constituting
2 good cause to deny, condition or prejudice the
3 withdrawal of these applications, and all required
4 fees have been paid as of this date.

5 Chief Counsel's office concurs in this
6 review and submits the following for a motion by the
7 Board to grant the withdrawal petitions at the
8 following PGCB Licensing Docket Numbers without
9 prejudice. Numbers, 8248, 16143, 16159, 16892, 4383,
10 5942, 4328, 5920, 15889, 17010, 17064, 17031, and
11 6467. May I have a motion to that effect?

12 MR. MCCABE:

13 Madam Chair, I move that the Board grant
14 the previously entered withdrawal petitions without
15 prejudice for gaming and non-gaming employee permit
16 and registration applications, as described by the
17 Chief Counsel.

18 MR. COY:

19 Second.

20 MS. COLINS:

21 Any questions? All those in favor?

22 AYES RESPOND

23 MS. COLINS:

24 Opposed?

25 NO RESPONSE

1 MS. COLINS:

2 Motion carries.

3 ATTORNEY DONAGHUE:

4 Okay. And finally, for the Office of
5 Chief Counsel we just had one motion regarding an
6 admission of pro hac vice. Mr. Sherman?

7 MR. SHERMAN:

8 Good afternoon, Madam Chair, and members
9 of the board. With respect to the Greenwood Gaming
10 petition for approval of its expansion plan, the Board
11 has received a motion for admission, pro hac vice from
12 Attorney Nicholas Casiello, to participate as
13 co-counsel to Greenwood Gaming in that matter.

14 Attorney Casiello is licensed to practice
15 law in New Jersey and has been admitted in other
16 instances before this board, especially to represent
17 clients in Gaming Control Board matters here.

18 Based upon the petition, it would be
19 appropriate to entertain a motion at this time to
20 consider Attorney Casiello's petition for pro hac vice
21 admission for the Greenwood Gaming matter.

22 MS. COLINS:

23 Thank you. Is there a motion?

24 MR. SOJKA:

25 Yes, Madam Chairman. I move that the

1 Board approve the order granting a motion for
2 admission pro hac vice of Nicholas Casiello, Jr. as
3 co-counsel representing Greenwood Gaming.

4 MR. COY:

5 Second.

6 MS. COLINS:

7 Any questions? All those in favor?

8 AYES RESPOND

9 MS. COLINS:

10 Opposed?

11 NO RESPONSE

12 MS. COLINS:

13 Motion carries.

14 ATTORNEY DONAGHUE:

15 Thank you, Madam Chair.

16 MS. COLINS:

17 Thank you. Susan Hensel.

18 MS. HENSEL:

19 Thank you, Madam Chair and members of the
20 board. I have several items to present to you today.

21 The first item concerns certified vendor applicants
22 who are today before the Board for approval.

23 Prior to this meeting, the Bureau of
24 Licensing provided you with an order and an attached
25 list of the following five vendors. Amthor Steel,

1 Inc., Rollin Retail Systems, Inc., Decisive Business
2 Systems, Inc., Joseph McCormick Construction, Inc.,
3 and Keystone Gaming Technologies, Inc.

4 I have consulted with Chief Enforcement
5 Counsel Dale Miller, and BIE has no objection to the
6 certification of these five companies.

7 Should you vote to approve their
8 certifications, the companies would be subject to a
9 series of conditions, and I ask that the Board adopt a
10 motion approving the order.

11 MR. RIVERS:

12 Madam Chair, based on the recommendation
13 of the Director of Licensing, I move that the Board
14 adopt the order and the attached list regarding the
15 approval of applications for vendor certification.

16 MS. COLINS:

17 Is there a second?

18 MR. SOJKA:

19 Second.

20 MS. COLINS:

21 Any questions or comments? All those in
22 favor?

23 AYES RESPOND

24 MS. COLINS:

25 Opposed?

1 NO RESPONSE

2 MS. COLINS:

3 Motion carries. Thank you. Susan, go
4 on.

5 MS. HENSEL:

6 The next matter concerns registered
7 vendor applicants. Registered vendors are those doing
8 business with facilities between \$15,000 and \$200,000
9 in a 12-month period.

10 Prior to this meeting, the Bureau of
11 Licensing provided each of you with an order, and an
12 attached list of 25 vendors. I have consulted with
13 Chief Enforcement Counsel, Dale Miller, and BIE has no
14 objection to the registration of the 25 companies.
15 All vendors approved by the Board will be listed on
16 the Board's website on an approved vendors list, and I
17 ask that the Board adopt a motion approving the
18 registered vendors.

19 MS. COLINS:

20 Is there a motion?

21 MR. SOJKA:

22 Yes, Madam Chairman. I move that the
23 Board adopt the order and the attached list regarding
24 the approval of applications for vendor registration.

25 MS. COLINS:

1 Is there a second?

2 MR. RIVERS:

3 Second.

4 MS. COLINS:

5 Any questions or comments? All those in
6 favor?

7 AYES RESPOND

8 MS. COLINS:

9 Opposed?

10 NO RESPONSE

11 MS. COLINS:

12 Motion carries.

13 MS. HENSEL:

14 The next set of proposed orders before
15 the Board concern the Category 1 licensees. These
16 orders follow the recent issuance of the adjudications
17 for the Category 1 licensees and contain a
18 comprehensive list of those individuals and entities
19 associated with the Licensees who are eligible for
20 licensure or who have been approved for licensure
21 under the authority delegated to the Director of
22 Licensing.

23 Prior to today's meeting, each of you
24 were provided with copies of the proposed orders for
25 Chester Downs and Marina, LLC, Downs Racing, LP,

1 Greenwood Gaming, Mountainview Thoroughbred Racing
2 Association, Presque Isle Downs, Inc., and Washington
3 Trotting Association, Inc.

4 The orders list the names of the entities
5 and individuals who are principals or key employees of
6 the approved licensees. Each has submitted an
7 application for licensure, caused application fees to
8 be paid, and no issues have been identified by the
9 Bureau of Investigations and Enforcement or licensing
10 to preclude either their licensure or were requested
11 their waiver from the licensing requirement. I ask
12 that the Board vote on each of these orders
13 separately.

14 MR. MCCABE:

15 I move that the Board adopt the order
16 approving licensing for principals and key employees
17 and granting waivers for Chester Downs.

18 MR. COY:

19 Second.

20 MS. COLINS:

21 Any questions? All those in favor?

22 AYES RESPOND

23 MS. COLINS:

24 Opposed?

25 NO RESPONSE

1 MS. COLINS:

2 Motion carries.

3 MR. COY:

4 Madam Chair, I move the Board adopt the
5 order approving license for principals and key
6 employees, granting waivers for Downs Racing.

7 MS. COLINS:

8 Is there a second?

9 MR. SOJKA:

10 Second.

11 MS. COLINS:

12 Any questions? All in favor?

13 AYES RESPOND

14 MS. COLINS:

15 Opposed?

16 NO RESPONSE

17 MS. COLINS:

18 Motion carries. Okay, next?

19 MR. MCCABE:

20 Madam Chair, I move that the Board adopt
21 the order approving licenses for principals and key
22 employees and granting waivers for Greenwood Gaming
23 and Entertainment, Inc.

24 MS. COLINS:

25 Is there a second?

1 MR. COY:

2 Second.

3 MS. COLINS:

4 Okay. Thank you. All in favor?

5 AYES RESPOND

6 MS. COLINS:

7 Opposed?

8 NO RESPONSE

9 MS. COLINS:

10 Motion carries.

11 MR. RIVERS:

12 Madam Chair, I move that the Board adopt
13 the order approving licenses for principals and key
14 employees and granting waivers for the Mountainview
15 Thoroughbred Racing Association.

16 MS. COLINS:

17 Is there a second?

18 MR. SOJKA:

19 Second.

20 MS. COLINS:

21 All in favor?

22 AYES RESPOND

23 MS. COLINS:

24 Opposed?

25 NO RESPONSE

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

MS. COLINS:

Motion carries. Next?

MR. SOJKA:

Madam Chairman, I move that the Board adopt the order approving licenses for principals and key employees and granting waivers for Presque Isle Downs, Inc.

MS. COLINS:

Is there a second?

MR. RIVERS:

Second.

MS. COLINS:

All those in favor?

AYES RESPOND

MS. COLINS:

Opposed?

NO RESPONSE

MS. COLINS:

Motion carries.

MR. COY:

Madam Chair, I move the Board adopt the order approving licenses for principals and key employees and granting waivers for Washington Trotting Association, Incorporated.

MS. COLINS:

1 Is there a second?

2 MR. MCCABE:

3 Second.

4 MS. COLINS:

5 All in favor?

6 AYES RESPOND

7 MS. COLINS:

8 Opposed?

9 NO RESPONSE

10 MS. COLINS:

11 Motion carries. Susan, thank you very
12 much.

13 MS. HENSEL:

14 Thank you.

15 MS. COLINS:

16 Is there anything further? Any further
17 business at this time?

18 MR. COY:

19 Better save some for the next meeting.

20 MS. COLINS:

21 All right. We will. We'll save it for
22 the next meeting. Thank you all. Our next public
23 meeting will be in Harrisburg on July 16th at 1:00
24 p.m. in the North Office Building. And may I have a
25 motion to adjourn?

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

MR. RIVERS:

Madam Chair, before we do adjourn, I would like to say thank you for the Board's coming to Western Pennsylvania. We enjoy having you and wish you the best of luck on your return trip back to wherever.

MS. COLINS:

All right. Thank you.

MR. RIVERS:

You now have my motion.

MR. MCCABE:

Second.

MS. COLINS:

All in favor?

AYES RESPOND

MS. COLINS:

Thank you very much.

* * * * *

PUBLIC MEETING CONCLUDED AT 12:23 P.M.

* * * * *