

STATE OF MICHIGAN
MICHIGAN GAMING CONTROL BOARD

PUBLIC MEETING
Cadillac Place
3062 W. Grand Blvd., Suite L-700
Detroit, Michigan 48202

September 10, 2019 9:30 a.m.
MEETING MINUTES

On Tuesday, September 10, 2019, the Michigan Gaming Control Board held a public meeting at the Board's office in Cadillac Place, 3062 W. Grand Boulevard, Suite L-700, Detroit, Michigan 48202.

Present: In attendance were the following Board Members:

Mr. Robert Anthony, Chairman
Mr. Patrick McQueen
Ms. Carla Walker-Miller
Ms. Barbara Smith

Also attending:

Richard Kalm, Executive Director
Diane Brown, Board Secretary
Bethany McCune, Assistant Attorney General

Business:

Mr. Anthony called the meeting to order at 9:44 a.m. There was no preliminary business to discuss.

Mr. Anthony stated the first order of business was to approve the minutes from the Board's regular public meeting held May 21, 2019. It was noted Board Members previously received copies of the minutes. Board Members were asked if there were any questions, concerns, or corrections; there were none.

A motion was made by Ms. Smith and supported by Ms. Walker-Miller that the Board accept and approve the minutes of the May 21, 2019, regular public meeting. A voice vote was taken.

Motion carried.

Executive Director Kalm presented his report to the Board stating since the last board meeting two new employees were hired and three employees resigned. MGCB has 135 full-time employees and 14 vacant positions.

Regarding the Board's budget, as of August 31, 2019, total expenditures were \$24,253,200 leaving an unexpended balance of \$6,465,633 in appropriated funding for fiscal year 2019, which includes funds for anticipated expenditures to the Attorney General's Office and the Michigan State Police.

For casino operations, Mr. Kalm reported aggregate revenue for the three Detroit casinos for the month ending July 2019 was down 0.3% when compared to July 2018. Revenue was up 1.3% when compared to June 2019. For year-to-date July 31, 2019, the aggregate revenue for the Detroit casinos was up 0.8% compared to last year.

The aggregate revenue for the month ending August 31, 2019 was down 0.5% when compared to August 2018. Gaming revenue for the month was MGM \$53 million, MotorCity \$40 million, and Greektown \$26.8 million. Compared to the same period last year, revenue for MGM was up 0.7%, MotorCity was up 0.4%, and Greektown was down 4.2%. Gaming taxes for the month of August were \$9.7 million compared to \$9.8 million last year.

Mr. Kalm also informed the Board; MGM reached the \$400 million mark on August 21, 2019 which was the earliest it had been reached. MGM wired \$4 million to the City of Detroit and increased its tax rate by 1% as required by the development agreement.

Regarding supplier licensing and vendor registration, Mr. Kalm advised the Board that as of August 31, 2019, 574 active vendor exemptions were registered. As of August 31, 2019, 293 casino supplier companies were granted exemption from supplier licensing requirements.

Mr. Kalm reported a total of six active temporary nongaming-related and three active temporary gaming-related supplier licenses in effect. There are 94 annual supplier licenses in effect.

Regarding occupational licensing, Mr. Kalm advised the Board as of August 31, 2019, the Board's Employee Licensing section issued a total of 2,065 occupational licenses to MGM employees; 1,656 occupational licenses to MotorCity employees; and 1,252 occupational licenses to Greektown employees. In addition, 1,504 employees of various licensed casino suppliers have been granted occupational licenses. Currently, there are 118 temporary occupational licenses in effect.

Mr. Kalm advised the Board since the May 2019 public meeting the required background investigations of 218 pending Level 1 and Level 2 occupational licenses have been completed. Prior to the September 2019 meeting Mr. Kalm approved 590 occupational license renewal requests and 141 Level 3 applications on behalf of the Board.

Mr. Kalm also reported Michigan State Police (MSP) Board-related activity and staffing update.

Next, the Board considered for approval, the recommendation of the Executive Director and the Licensing & Investigations Division's Employee Licensing staff regarding the Level 1 and Level 2 occupational license applications.

There being no questions from Board Members, it was moved by Ms. Walker-Miller and supported by Mr. McQueen that the Board enter an Order accepting and adopting the recommendations of the Executive Director and the Licensing & Investigations Division for the 218 pending Level 1 and Level 2 occupational license applications. A voice vote was taken.

Motion carried.

The next item of business on the agenda was consideration of the pending supplier licensing applications of Bangarang Enterprises, LLC and LLP Services, Inc. d/b/a LLP Construction Services.

There being no questions from Board Members, it was moved by Mr. McQueen and supported by Ms. Walker-Miller that the Board enter Orders finding the applicants and their qualifiers eligible and suitable for licensing and, accordingly, grant the requests for a one-year period. A voice vote was taken.

Motion carried.

Next agenda item was consideration of the pending supplier license renewal requests of Colasanti Construction Services, Inc.; Concept 3 LLC; Del Bene Produce, Inc.; Diversified Construction Specialists, Inc.; Duffey, Petrosky & Company, L.L.C.; Foresite Sports, Inc. d/b/a Interactive Promotions Group; Gaming Laboratories International, LLC; Gasser Chair Co., Inc. with New Key Person Joann Louise Kirin; Guideline Mechanical, Inc.; Jasman Construction, Inc.; JCM American Corporation d/b/a JCM Global with New Key Person Yoshihiro Iuchi; JMC Electrical Contractor, LLC d/b/a JMC Technology Group; Kimprint, Inc. d/b/a Progressive Printing; MarxModa, Inc.; Orion Waterproofing, Inc. d/b/a Orion Restoration and Waterproofing, Inc.; Premier Services Group, LLC; Surveillance Systems Integration, Inc. d/b/a Surveillance Systems Incorporated; Turner Electrical Services, LLC; Unique Linen Services, Inc.; and Wolverine Mailing, Packaging, Warehouse, Inc. d/b/a Wolverine Solutions Group.

There being no questions from Board Members, Ms. Walker-Miller supported the motion put forth by Ms. Smith that the Board enter Orders finding the suppliers and their qualifiers eligible and suitable for license renewal and, accordingly, grant the requests for a one-year period. A voice vote was taken.

Motion carried.

The next item on the agenda was to consider the Licensing, Investigations & Audit Division's recommendation regarding the suitability of New Key Person, Bartholomaeus Czapkiewicz, of supplier licensee Ainsworth Game Technology Limited. There were no questions from Board Members. A motion was made by Ms. Walker-Miller and supported by Mr. McQueen that the Board grant the request. A voice vote was taken.

Motion carried.

The next agenda item was to consider the Casino Operations Division's recommendation regarding the Acknowledgement of Violation of casino licensee Detroit Entertainment, L.L.C. d/b/a MotorCity Casino. There was no discussion or questions regarding the recommendation; therefore, a motion was made by Mr. McQueen and supported by Ms. Walker-Miller to approve the violation. A voice vote was taken.

Motion carried.

The next agenda item was to consider the Casino Operations Division's recommendations regarding the Acknowledgement of Violation of supplier licensee Incredible Technologies, Inc. There was no discussion or questions regarding the recommendations; therefore, a motion was made by Ms. Smith and supported by Ms. Walker-Miller to approve the violation. A voice vote was taken.

Motion carried.

The next three agenda items were the casino license renewals of MGM Grand Detroit, LLC; Detroit Entertainment, LLC d/b/a MotorCity Casino; and Greektown Casino, L.L.C. MGM Grand

Detroit's renewal report also included the suitability of new Key Persons Keith Arlyn Meister and Cameron Scott Steinagel.

There were no questions from Board Members. Motions were made and supported. A voice vote was taken for each casino individually.

Motions carried.

The next item on the agenda was to consider the Licensing, Investigations & Audit Division's recommendation regarding the withdrawal request of Gemellaro Systems Integration, Inc. There was no discussion or questions from Board Members, therefore, a motion was made by Ms. Walker-Miller and supported by Ms. Smith, that the Board approve the request. A voice vote was taken.

Motion carried.

Next agenda item was to consider the Licensing, Investigations & Audit Division's recommendations regarding the Administrative Law Judge's Proposals for Decision of occupational licensees LaRoi Davis and Donald Thaxton. Assistant Attorney General Bethany McCune summarized the violations for the Board. Neither Mr. Davis nor Mr. Thaxton were present. The Board voted to accept the Proposals for Decision.

The Board then considered the Acknowledgements of Violations of occupational licensees Ahmed Bin-Abdoon; Kiara Cheyney Chandler; Kris Lamar Porter; and Willeata Pulliam. The licensees nor their respective representatives were present. There were no questions from Board Members. A motion to approve was made by Ms. Smith and supported by Ms. Walker-Miller. A voice vote was taken.

Motion carried.

Mr. Anthony moved on to the "Other Business" portion of the agenda where the Board reviewed a proposed meeting schedule for fiscal year 2019-2020. There were no changes. A voice vote was taken.

Motion carried. The schedule will be posted on the Gaming Control Board's website.

Mr. Anthony then announced the Board's next regular public meeting would be held Tuesday, November 12, 2019, at 9:30 a.m.

A motion to go into closed session was made by Ms. Walker-Miller and supported by Mr. McQueen. A roll call vote was taken.

Motion carried.

Following the closed session, the Board resumed the public meeting for the purpose of approving the May 21, 2019 closed session minutes.

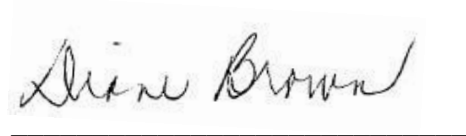
Mr. McQueen put forth the motion for approval which was supported by Ms. Smith. A voice vote was taken.

Motion carried.

Mr. Anthony then asked for a motion to adjourn the public meeting. A motion was made by Ms. Smith and supported by Ms. Walker-Miller. A voice vote was taken.

Motion carried.

Mr. Anthony adjourned the meeting at 10:48 a.m.

A handwritten signature in cursive script that reads "Diane Brown". The signature is written in black ink on a light-colored background.

Diane Brown, Board Secretary