

**MINUTES OF REGULAR MEETING - VIDEO
OPEN SESSION
May 28, 2015
ILLINOIS GAMING BOARD
Springfield, ILLINOIS**

NOTE: ITEMS IN **BOLDFACE PRINT** REFLECT OFFICIAL BOARD ACTIONS

On Thursday, May 28, 2015 a Regular Meeting - Video of the Illinois Gaming Board (“Board”) was held on the 5th floor at 160 N. LaSalle at the Michael J. Bilandic Building, Chicago, Illinois. The Open Session on Video Gaming started at approximately 9:40 A.M. Present were Chairman Don Tracy, Members Lee Gould, Hector Alejandre and Member Dunn.

APPROVAL OF MINUTES – Open Session

Member Gould moved that **the Board approve the open session minutes of its Regular Meeting of April 23, 2015**. Member Alejandre seconded the motion. The Board approved the motion unanimously by roll call vote.

PUBLIC COMMENTARY-

William Bogot – From the Law Firm Fox Rothschild addressed the Board pertaining to an application of a Video Gaming Establishment license awaiting licensure. Also addressing the Board was Michelle Pinski owner of Wash-N-Winnie’s of Momence, Inc.

DISCUSSION OF AMENDMENT TO VIDEO GAMING RULE 330 –

Caleb Melamed – Legislative Liaison for the Illinois Gaming Board addressed the Board.

Section 78 (a) (3) and (b) of the Video Gaming Act grant the Board rulemaking authority. During the May 28 open meeting of the Illinois Gaming Board, the Board’s legal staff will submit a proposal to amend the rules on video gaming [11 Ill. Adm. Code 1800] with respect to economic disassociation.

Video gaming Rule 330, (“Economic Disassociation”) currently authorizes the Board to order the disassociation from a licensee of a person holding an ownership interest or meeting the standard for designation as a “Person With Significant Interest or Control” (“PSIC”). “PSIC” is defined by video gaming Rule 110 (“Definitions”) to include persons who either:

- Are issued a license in their name;
- Have ability to influence or control the activities of an applicant or licensee; or
- Exercise significant influence or control over decisions concerning any part of an applicant or licensee's video gaming operation.

Rule 330 does *not* authorize the Board to direct the disassociation of those persons who lack an ownership interest and fall short of the threshold for PSIC designation, but whose involvement in a video gaming operation may be nevertheless sufficient to pose a threat to that operation's integrity.

Accordingly, it is proposed to amend Section 330 by authorizing the Board to order the disassociation of "any person connected with video gaming operations" upon a finding that economic disassociation is warranted.

MANUFACTURER, DISTRIBUTOR, SUPPLIER LICENSE RENEWAL:

- **Novomatic Americas, Sales, LLC**-Manufacturer, Distributor and Supplier Licenses Renewal
Member Alejandro moved to **approval the Manufacturer, Distributor and Supplier Licenses of Novomatic Americas, Sales, LLC in connection with the 2015 Renewal application.** Member Gould seconded the motion. The Board approved the motion unanimously by roll call vote.

TERMINAL OPERATOR LICENSEE ITEMS:

- Renewals Retroactive to April, 2015
Based on staff's investigation, Member Gould moved to renew the following Terminal Operator Licenses retroactive to April 2015 for a period of one year, expiring in April 2016: Illinois Operators, Inc. and Tangent Gaming Capital, LLC. **Member Alejandro seconded the motion. The Board approved the motion unanimously by roll call vote.**
- Renewals effective May, 2015
Based on staff's investigation, Member Gould moved to renew the following Terminal Operator Licenses effective May, 2015 expiring in May, 2016: Chicago Gaming Distributors, LLC, Illinois Gaming Investors LLC d/b/a Prairie State Gaming, LLC and Tap Room Gaming, LLC. **Member Alejandro seconded the motion. The Board approved the motion unanimously by roll call vote.**

Gaming & Entertainment Management-Illinois LLC

Based on staff's investigation, Member Dunn moved to renew the terminal operator license of Gaming & Entertainment Management-Illinois LLC retroactive to April 2015, expiring in April 2016. **Member Alejandro seconded the motion. The Board approved the motion unanimously by roll call vote.**

LZ Entertainment LLC

Based on staff's investigation, Member Alejandro moved to renew the terminal operator license of LZ Entertainment LLC expiring in May 2016. **Member Gould seconded the motion. The Board approved the motion unanimously by roll call vote.**

TECHNICIAN & TERMINAL HANDLER LICENSEE ITEMS:

Based on staff's investigation, Member Gould moved to approve 38 Terminal Handler Licenses. Member Alejandre seconded the motion. The Board approved the motion unanimously by roll call vote.

Based on staff's investigation and recommendation, Member Gould moved to authorize the Administrator to issue notices of denial to the following individuals: Phillip Miser, Jeffrey Scott Cooper, Grant Jerome Bockwinkel, Steven Joseph Nations and Heather Ann Low. Member Alejandre seconded the motion. The Board approved the motion unanimously by roll call vote.

VIDEO GAMING LOCATION LICENSEE ITEMS:

- Video Gaming Location License Approvals & Denials:
Based on staff's investigation, Member Dunn moved to approve 107 Video Gaming Location Licenses authorize the Administrator to issue notices of denial to:
 - 150701073 Scooters Bar, LLC d/b/a Scooters II
 - 140703813 Pure Night Club Corp. d/b/a PURE
 - 140703516 Antonio Hudson d/b/a Club Suav-ve
 - 130704639 Frank Elliott Mannie d/b/a The Other Place
 - 140702725 HACIENDA DE LOS PEREZ MEXICAN GRILL CORPORATION
d/b/a HACIENDA DE LOS PEREZ MEXICAN GRILL
 - 140701435 KGee CGees LLC d/b/a Live Wire Music & Spirits
 - 130705492 Last Stop, Inc. d/b/a Tweaker's Bar & Grill
 - 130706296 Manucks, LLC d/b/a Orange and Brew Saloon And Grill
 - 130706081 Quackers, Inc. d/b/a The Boars Nest
 - 130701768 WINDSOR OAKS LLC d/b/a Windsor Oaks LLC
 - 140702692 YELLOWDOG CHILL & GRILL CO. d/b/a YELLOWDOG CHILL
& GRILL CO
 - 150700723 Mexican Woman Gaming, LLC Calumet Park Series d/b/a Island
Cafe
 - 150701337 Mexican Woman Gaming, LLC Elk Grove Series d/b/a Island Cafe
 - 150700725 Mexican Woman Gaming, LLC Harvey Series d/b/a Island Cafe
 - 140703853 Mexican Woman Gaming, LLC d/b/a Island Cafe

Member Alejandre seconded the motion. The Board approved the motion unanimously by roll call vote.

Based on staff's investigation and recommendation, Member Gould moved to rescind the Notice of Denial issued in April 2015 and grant a Video Gaming Location License to the Following locations:

- 140704305 Singh Petroleum Inc. d/b/a Singh Petroleum
- 140703382 ROSKO OIL CO. d/b/a Rosko's Reindeer Mart

- 140703723 Donnita Inc. d/b/a 104 Store
- 140703761 Donnita Inc. d/b/a 104 Store
- 140702757 Ronald Eugene Heil d/b/a The Liquor Hut
- 140703294 RUBE'S LIQUOR LOCKER, INC. d/b/a RUBE'S LIQUOR LOCKER
- 140702710 S.A.T.T. ENTERPRISES, LLC d/b/a S.A.T.T. ENTERPRISES LLC
- 140701935 RR Gaming LLC d/b/a RR Gaming
- 140704242 ELLIOTT GAMING INC. d/b/a Gamers
- 140703157 Spirits Package Liquors, Inc. d/b/a Tracy's
- 140701960 Rosie's Video Gaming, LLC d/b/a Rosie's Video Gaming
- 140701652 KOELLNER ENTERPRISE LLC d/b/a ANNIE'S
- 140703567 KOELLNER ENTERPRISE LLC d/b/a ANNIES
- 140702884 WASH N WINNIE'S OF MOMENCE, INC. d/b/a WASH N WINNIE'S OF MOMENCE
- 140704038 One Stop Smoker's Shop, Inc. d/b/a One Stop Smoker's Shop
- 140702528 Safari Land, L.L.C. d/b/a Safari Land

Member Alejandro seconded the motion, Member Dunn vote No, motion passed 3-1.

ADMINISTRATIVE REQUESTS FOR HEARING & REQUESTS TO REAPPLY:

- Requests for Hearing
Based on staff's investigation, Member Gould moved to deny the request for hearing filed by the previously licensed locations as those requests for hearing are now moot. **Member Alejandro seconded the motion. The Board approved the motion unanimously by roll call vote.**
Based on staff's investigation and recommendation, Member Alejandro moved to deny the request for hearing from Karpathos Holdings, LLC d/b/a Nutties as it has failed to establish a prima facie case for hearing. **Member Gould seconded the motion. The Board approved the motion unanimously by roll call vote.**

Based on staff's investigation and recommendation, Member Dunn moved to deny the requests for hearing from Television-Radio-Newspaper Club of Springfield as it has failed to establish a prima facie case for hearing. **Member Gould seconded the motion. The Board approved the motion unanimously by roll call vote.**

Based on staff's investigation and recommendation, Member Gould moved to grant the request for Hearing for the following applicants:

- 140703899 Fill-Up Mart, Inc. d/b/a Fill-Up Mart #14
- 140703455 Fill - Up Mart, Inc. d/b/a Fill - Up Mart # 11
- 150700051 Kemp's Korner, Inc. d/b/a Kemp's Korner
- 140702632 Russell Oil Co. d/b/a Roc #11
- 140702632 Russell Oil Co. d/b/a Roc #11
- 140702504 Martin & Bayley, Inc. d/b/a Hucks Convenience Food #177

- 140701943 Martin & Bayley, Inc. d/b/a Huck's Food & Fuel #366
- 140703992 Martin & Bayley, Inc. d/b/a Huck's Food Store
- 140702620 WORTMAN-MEYER PROPERTIES, LLC d/b/a Mach 1
- 140703345 Strasburg Short Stop LLC d/b/a Strasburg Marathon
- 140702502 Expresslane, Inc. d/b/a Lasalle East
- 140703200 Expresslane, Inc. d/b/a Express Lane Gas and Food Mart
- 140702503 Expresslane, Inc. d/b/a Starved Rock Shell
- 140703009 Karco Inc. d/b/a Rollnup#25
- 140703024 Karco Inc. d/b/a Rollingup#16 Smoke Shop & Liquor
- 140702844 Satnam Inc. d/b/a Caseyville Mini Mart
- 140703656 RJ'S Expressway, Inc. d/b/a RJ'S Expressway
- 140702435 RAGHUNANDAN, INC. d/b/a Apollo Mart
- 130705977 Americas Check Cashing & Liquor Store LLC d/b/a Americas Check Cashing & Liquor Store
- 140703539 MOE'S PACKAGE LIQUOR'S, INC. d/b/a MOE'S PACKAGE LIQUOR
- 140702727 S.A.T.T. ENTERPRISES, LLC d/b/a B & R GROCERY
- 140703674 Sporty's Beverage Connection, LLC d/b/a Sporty's Beverage Connection
- 140701070 SPEAKEASY LIQUORS, INC. d/b/a Speakeasy Liquors
- 140703886 Begu 99, Inc. d/b/a Bina's Place
- 150700433 Begu 99, Inc. d/b/a Bina's Place
- 140702741 Lucky 7 Slots LLC d/b/a Lucky 7 Slots
- 140703637 LANUTI'S RESTAURANT, INC. d/b/a Goldies
- 140703927 DENNIS EDWIN COATNEY d/b/a DENNY'S BAIT & PACKAGE LIQUOR

Member Dunn seconded the motion. The Board approved the motion unanimously by roll call vote.

- Requests to Reapply
Based on staff's investigation and recommendation, Member Gould moved to deny the request to reapply Wiley-Mumford Post #764 of the American Legion, Inc. d/b/a American Legion Post 764 and Ghanshym, Inc. d/b/a Henry Phillips 66. Member Alejandre seconded the motion. The Board approved the motion unanimously by roll call vote.

Based on staff's investigation and recommendation, Member Gould moved to grant request to Reapply from CasalePizza, Inc. d/b/a Casale Pizza. Member Dunn seconded the motion. The Board approved the motion unanimously by roll call vote.

- Requests for Board Waiver
Based on staff investigation and the location restriction contained in the Video Gaming Act, Member Dunn moved to deny the waiver request of Ragin CPB Corp.

d/b/a Ragin Cajun Piano Bar. **Member Gould seconded the motion. The Board approved the motion unanimously by roll call vote.**

DISCIPLINARY ACTIONS:

- LZ Entertainment LLC
Based on staff's investigation, Member Alejandre moved to issue Disciplinary Complaint to LZ Entertainment LLC in the amount of \$300,000 and for LZ to disassociate from Dan Vanchieri, Chad Michael and Joel Brown for violations of the Board's Adopted Rules. **Said action to take effect 21 days from the dates of service of the Complaints unless Answers are properly filed within that timeframe. Member Gould seconded the motion. The Board approved the motion unanimously by roll call vote.**

- Failure to Timely Submit Materials to the Board
Based on staff's investigation, Member Gould moved to issue Disciplinary Complaints to fine in the amount of \$5,000 the following licensees for their failure to timely submit requested materials to the Board:
 - Chicago Gaming Distributors, LLC
 - Illinois Gaming Investors LLC d/b/a Prairie State Gaming, LLC
 - Illinois Operators, Inc.
 - Tangent Gaming Capital, LLC
 - Tap Room Gaming, LLC

said actions to take effect 21 days from the dates of service of the Complaints unless Answers are properly filed within that timeframe. **Member Alejandre seconded the motion. The Board approved the motion unanimously by roll call vote.**

- Gaming & Entertainment Management-Illinois LLC (\$10,000 Fine)
Based on staff's investigation, Member Gould moved to issue a Disciplinary Complaint to fine in the amount of \$10,000 to Gaming & Entertainment Management-Illinois LLC for its failure to timely submit requested materials to the Board, said action to take effect 21 days from the date of service of the Complaints unless Answers are properly filed within that timeframe. **Member Dunn seconded the motion. The Board approved the motion unanimously by roll call vote.**

- Failing to Meet the Requirements of the Act
Based on staff's investigation, Member Alejandre moved to issue Disciplinary Complaint to the video gaming license of 141002267 Martin & Bayley, Inc. d/b/a Hucks Food and Fuel (East Peoria) for failing to meet the requirements of a Truck Stop Establishment as defined in the Video Gaming Act, said actions to take effect 21 days from the dates of service of the Complaint unless Answers are properly filed with that timeframe. **Member Gould seconded the motion. The Board approved the motion unanimously by roll call vote.**

At 10:19 A.M. Member Dunn motioned to adjourn and Member Alejandre seconded the motion. All Members voted in favor of adjournment.

Respectfully submitted,

Mary C. Boruta
Secretary to the Administrator