

Colorado Limited Gaming Control Commission

Minutes of Public Session

February 17, 2022

PUBLIC SESSION

I. Call to Order

The February 17, 2022, meeting of the Colorado Limited Gaming Control Commission was called to order by Chair Nathan at approximately 9:17 a.m. via a Cisco Webex video conference. Commissioners Coleman, Davis, and Landaveri were present via Cisco Webex and a quorum existed. Commissioner Armstrong was excused for good cause.

Officials & Administrators in Attendance

Richard Nathan, Chair via Cisco Webex
Justin Davis, Vice-Chair via Cisco Webex
Patsy Landaveri, Commissioner via Cisco Webex
Shawn Coleman, Commissioner via Cisco Webex
Kevin Armstrong, Commissioner via Cisco Webex
Cory Amend, Senior Director, Specialized Business Group via Cisco Webex
Dan Hartman, Director, Division of Gaming via Cisco Webex
Kenya Collins, Director of Administration via Cisco Webex
Kirsten Gregg, Chief of Investigations via Cisco Webex
Matt Heap, Chief of Sports Betting Investigations via Cisco Webex
Torrey Samson, Assistant Attorney General via Cisco Webex
Bradford Jones, Senior Assistant Attorney General via Cisco Webex
Suzanne Karrer, Communications Manager via Cisco Webex
John Madruga, Agent in Charge, Backgrounds via Cisco Webex
Brett Buckingham, Agent in Charge, Sports Betting via Cisco Webex
Breanne Nolan, Assistant to the Director, Secretary to the Commission via Cisco Webex

EXECUTIVE SESSION

The Commission voted unanimously to go into Executive Session pursuant to sections 24-6-402(3)(a) (III), 44-30-521(1)(a), 44-30-526(1)(d), and 44-30-1507 of the Colorado Revised Statutes to review confidential background licensing reports from the Division of Gaming that were scheduled for consideration in the Public Session.

PUBLIC SESSION

The Public Session was called back to order at 10:21 a.m.

II. Approval of Licensing Actions

The Commission voted unanimously to approve the Renewal of the Retail and Master License for FHR-Colorado LLC d/b/a Bronco Billy's Casino, FHR-Colorado LLC d/b/a Billy's Casino, and FHR-Colorado LLC d/b/a Sir William's Casino. The Retail and Master licenses will expire two years from the current dates of expiration.

The issuance of the above Master licenses does not concurrently grant approval to entities or individuals with whom these licensees have entered into, or considered entering into contracts for sports betting operations or internet sports betting operations; nor does it preclude any entities or individuals from being called forward by the Division to conduct a comprehensive background investigation regarding their suitability to operate in Colorado.

The Commission voted unanimously to approve the Renewal of the Manufacturer/Distributor licenses for Full House Resorts, Inc. and FHR-Colorado LLC d/b/a Bronco Billy's Casino. The Manufacturer/Distributor licenses will expire two years from the current dates of expiration.

The Commission voted unanimously to approve the First Internet Sports Betting Operator License for Penn Sports Interactive, LLC. The Internet Sports Betting Operator License will expire two years from its date of issuance.

The Commission voted unanimously to approve the First Vendor Major Licenses for Penn Sports Interactive, LLC, NYX Digital Gaming (USA), LLC, and SG Gaming, Inc. d/b/a Scientific Games. The Vendor Minor Licenses will expire 2 years from the dates of issuance.

The Commission voted unanimously to approve the Temporary Reissuance of the Internet Sports Betting Operator Licenses for Score Digital Sports Ventures Inc. d/b/a theScore Bet and Crown CO Gaming LLC d/b/a DraftKings Inc. The Temporary Reissuance of the Internet Sports Betting Operator Licenses were issued pending the final results of the Division's background investigation.

The Commission voted unanimously to approve the Temporary Reissuance of the Sports Betting Operator License for Crown CO Gaming LLC d/b/a DraftKings Inc. The Temporary Reissuance of the Sports Betting Operator License was issued pending the final results of the Division's background investigation.

The Commission voted unanimously to approve the Temporary Reissuance of the Vendor Major License for Score Media Ventures Inc. The Temporary Reissuance of the Vendor Major License was issued pending the final results of the Division's background investigation.

The Commission voted unanimously to approve the First Vendor Minor Licenses for BETTRSPORTS, LLC d/b/a HEATR, OddsIndex, LLC, LOW6 USA INC., FLATIRON COLLECTIVE INC., and CheckdGroup Limited d/b/a Checkd. The Vendor Minor Licenses will expire 2 years from the dates of issuance.

III. Opportunity for the Public to Address the Commission

The Chair extended an opportunity for the public to address the Commission.

Mark Sievers, Teller County resident, asked the Commission for specifics regarding the statute passed allowing Teller and Gilpin County Residents to serve on the Colorado Limited Gaming Control Commission. The Commission deferred to Director Hartman who stated that Teller and

Gilpin County residents are able to apply to serve on the Commission and to check the Division website for upcoming appointments.

Heather Frayer, Off Track Betting Operator, asked if OTBs could be included in the rulemaking workshops for Fixed Odds wagering. Director Hartman encouraged her to reach out to the Division to submit comments, or questions regarding the workshops.

IV. Consideration of Limited Gaming Financial Statements for December 2021

The Commission voted unanimously to approve the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the six months ending on December 31, 2021 and to authorize its distribution.

V. Consideration of Division Sports Betting Financial Statement for December 2021

The Commission voted unanimously to approve the Statement of Sports Betting Revenues, Taxes, and Expenditures (unaudited) for the six months ending on December 31, 2021 and to authorize its distribution.

VI. Consideration of Aristocrat Multi-State Wide-Area Progressive 500K ILS LINK MSP System

Georgia McBride, Chief Technology Officer, and Deb Gorham, Systems Manager, for the Division of Gaming gave a presentation regarding the Aristocrat Multi-State Wide-Area Progressive 500K ILS LINK MSP System.

Discussion was had by Commission and Collin Korick, VP of Product Compliance, and Chris McGlothen, Sr. Manager Network of Gaming Operations, Aristocrat Technologies, Inc. (ATI) Director Hartman also joined discussion on dispute resolution.

The Commission voted unanimously to approve the Aristocrat Multi-State Wide-Area Progressive 500K ILS Link MSP system for use in Colorado in accordance with Regulation 30-1244.30 based on the Division's review of the results from Phase I and Phase II testing, the Division's letter of recommendation, and the statements and materials provided in support of the request.

VII. Consideration of Organizational Matters

The Commission approved the minutes from the January 20, 2022 public session of the Colorado Limited Gaming Control Commission.

Cory Amend, Senior Director, Specialized Business Group, stated that the Division had received approval to reinstate in-person Commission meetings, while offering a virtual option, beginning in March.

Dan Hartman, Director, Division of Gaming stated that the passage and approval of the Aristocrat Multi-State Wide-Area Progressive 500K ILS Link MSP system brings a new era of gaming to Colorado. He gave kudos to Georgia McBride, Chief Technology Officer of the Division, and her team for their work testing and implementing the ATI system. He reiterated

that the March 17, 2022 meeting of the CLGCC would be held in person at the Cole Blvd. office and virtually via Cisco Webex. Director Hartman explained that a stakeholder workshop was held regarding rules for fixed odds racing wagering and those rules would go before the Commission during the March meeting. He explained the workshop focused on requirements for funding of the responsible gaming program. He remarked that there would be a significant increase to the Gaming and Sports Betting Distributions and that Super Bowl wagering totaled 41 million dollars – a 10 million dollar increase from 2021.

VIII. Opportunity for the Industry Members to Address the Commission

The Chair gave an opportunity for anyone from the industry to address the Commission regarding any current issues or events. No industry members came forward.

Adjournment

The Commission voted unanimously to adjourn the February 17, 2022 meeting of the Colorado Limited Gaming Control Commission at 11:03 a.m.

Breanne Nolan, Secretary to the Colorado Limited Gaming Control Commission