

Colorado Limited Gaming Control Commission

Minutes of Public Session
April 21, 2022

PUBLIC SESSION

I. Call to Order

The April 21, 2022, meeting of the Colorado Limited Gaming Control Commission was called to order by Chair Nathan at approximately 9:24 a.m. at 1707 Cole Blvd., Suite 300, Lakewood, CO and via Cisco Webex video conference. Commissioners Armstrong, Coleman, Davis, and Landaveri were present and a quorum existed.

Officials & Administrators in Attendance

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

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 10:37 a.m.

II. Approval of Licensing Actions

The Commission voted unanimously to approve the Temporary Vendor Major License for SPORTCAST PTY LTD. The Temporary License was issued pending the final results of the Division's background investigation.

The Commission voted unanimously to approve the Temporary Reissuance of the Internet Sports Betting Operator License for CG Colorado, LLC d/b/a Carousel Group and MaximBet. The Temporary Reissuance was approved 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 Swish Analytics US Inc. The Temporary Reissuance was approved pending the final results of the Division's background investigation.

The Commission voted unanimously to approve the First Vendor Minor Licenses for Viral Nation, Inc.; Ownersbox 3.0 Corporation; Alorica Inc.; Bspin Limited d/b/a Bspin Ltd.; eCOGRA LIMITED; DraftFuel Inc.; PLAYMAKER HQ, LLC; Post Action LLC; SKYBOX SPORTS NETWORK INC; and Worldpay Gaming Solutions, LLC. The Vendor Minor Licenses will expire 2 years from their dates of issuance.

The Commission voted unanimously to approve the Renewal of the Vendor Minor Licenses for Continent 8 LLC; IDology, Inc.; PayPal, Inc.; U.S. Integrity, Inc.; GDC America, Inc. f/k/a Kax Media America, Inc.; Continental Broadband, LLC d/b/a Expedient; NUVEI US LLC f/k/a Mazooma, Inc.; Betsperts, Inc; Pat McAfee, Inc.; CAMS, LLC; OneNeck IT Solutions LLC d/b/a OneNeck IT Solutions; LexisNexis Risk Solutions FL Inc.; Interactive Communications International, Inc.; GeoComply Solutions, Inc.; Lineups.com, Inc.; Aristotle International, Inc.; and Jumio Corporation. The Vendor Minor Licenses will expire 2 years from their current dates of expiration.

III. Opportunity for the Public to Address the Commission

The Chair extended an opportunity for the public to address the Commission. No members of the public came forward to address the Commission.

IV. Consideration of Limited Gaming Financial Statements for February 2022

The Commission voted unanimously to approve the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the eight months ending on February 28, 2022 and to authorize its distribution.

V. Consideration of Division Sports Betting Financial Statement for February 2022

The Commission voted unanimously to approve the Statement of Sports Betting Revenues, Taxes, and Expenditures (unaudited) for the eight months ending on February 28, 2022 and to authorize its distribution.

VI. Consideration of Stipulation and Agreement in the Matter of CG Colorado, LLC d/b/a Carousel Group, Case No. DOG22000389

Assistant Attorney General Torrey Samson presented the Stipulation and Agreement.

The Commission voted unanimously to approve and authorize the Chair to sign the Stipulation and Agreement for Case No. DOG22000389 in the matter of CG Colorado, LLC d/b/a Carousel Group – Temporary Internet Sports Betting Operator License No. 94342204.

VII. Rulemaking Hearing on Colorado Gaming Rule 14, Gaming Tax

The Commission voted unanimously to open the hearing on Colorado Gaming Rule 14, Gaming Tax.

Paul Hogan, Chief Auditor, was sworn in and gave a presentation on Rule 14.

Paul Hogan submitted the Statement of Gaming Impact from the Colorado Judicial Branch into the record.

Patrick Eidman, Chief Preservation Officer & Deputy State Historic Preservation Officer, History Colorado, presented the Statement of Gaming Impact and Annual Report for History Colorado. It was recommended by History Colorado that there be no change to the Gaming Tax Rate for Fiscal Year 2022-2023.

Mark Superka, Vice Chancellor for Finance and Administration, Colorado Community College System, presented a Statement of Gaming Impact on behalf of the Colorado Community College System. Discussion was had by the Commission and Mr. Superka. The Colorado Community College System recommended no changes to the Gaming Tax Rate for Fiscal Year 2022-2023.

The Chair gave the public an opportunity to address the Commission regarding Gaming Rule 14, Gaming Tax. No members of the public came forward to testify.

The Commission voted unanimously to close the hearing on Colorado Gaming Regulations, Rule 14 - Gaming Tax, and continue the hearing at approximately 9:45 a.m. on Thursday, May 19, 2022, at the Lakewood Division of Gaming Office and via Cisco Webex.

VIII. Fiscal Year 2023 Budget Requests

Colorado State Patrol

Lt. Colonel Bratt presented the fiscal year 2023 budget request and annual report for the Colorado State Patrol. Discussion was had by the Commission and Lt. Colonel Bratt.

The Commission voted unanimously to approve the fiscal year 2023 budget request of the Colorado State Patrol in the amount of \$3,793,220.

Division of Fire Prevention and Control

Chris Brunette, Fire Inspections Director, presented the fiscal year 2023 budget request and annual report for the Division of Fire Prevention and Control. Discussion was had by the Commission and Mr. Brunette.

The Commission voted unanimously to approve the fiscal year 2023 budget request of the Division of Fire Prevention and Control in the amount of \$225,334.

Division of Gaming

Dan Hartman, Director, presented a memo requesting the increase of personnel in the Gaming and Sports Betting sections. In total, the Division presented an increase of 10 additional full-time employees – 6 in the Gaming section and 4 in the Sports Betting section. Discussion was had by the Commission and Director Hartman.

Kristi Piazza, Budget Manager, Specialized Business Group, presented the Limited Gaming budget request via Cisco Webex. Discussion was had by the Commission and Ms. Piazza.

The Commission voted unanimously to approve the fiscal year 2023 Limited Gaming budget request of the Colorado Division of Gaming in the amount of \$17,532,090.

Kristi Piazza presented the budget request for the Sports Betting section of the Division of Gaming.

The Commission voted unanimously to approve the fiscal year 2023 Sports Betting budget request of the Colorado Division of Gaming in the amount of \$4,000,010.

IX. Consideration of Organizational Matters

The Commission approved the minutes from the March 17, 2022 public session of the Colorado Limited Gaming Control Commission.

Dan Hartman, Director, Division of Gaming thanked the Commission for passing each of the presented budget requests. He also stated that two pieces of legislation were important to the Division and Commission – the Gaming Sunset Bill and a proposed Responsible Gaming Bill. He explained that the Gaming Sunset Bill had changes for the Division that would be announced following its passage. He also detailed that the proposed Responsible Gaming Bill would put forth a \$3,000,000 grant program as a collaborative effort between the Commission and Gaming Industry. Director Hartman was hopeful that the proposed bill would pass the legislature and he commended the work put in by House Speaker Alec Garnett.

X. Swearing in of Investigators

Director Hartman appointed Gabe Firpo, Dane Albin, John Dunbar, Yesenia Gomrick, Anthony Sandrin, Alexander Cirka, Jennifer Grounds, Matthew Harmon, and Christopher Wheeler, Investigators for the Colorado Division of Gaming effective on their respective dates of hire.

XI. 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.

Peggy Brown, President, Problem Gambling Coalition of Colorado, thanked the Division, Director Hartman, Speaker Garnett, and the Colorado Gaming Industry for their hard work in getting the Responsible Gaming Bill before the legislature.

Adjournment

The Commission voted unanimously to adjourn the April 21, 2022 meeting of the Colorado Limited Gaming Control Commission at 12:30 p.m.

Breanne Nolan, Secretary to the Colorado Limited Gaming Control Commission