

Colorado Limited Gaming Control Commission

Minutes of Public Session
September 15, 2022

PUBLIC SESSION

I. Call to Order

The September 15, 2022, meeting of the Colorado Limited Gaming Control Commission was called to order by Chair Nathan in person at 350 West Carr Avenue, Cripple Creek, CO 80813 and via Cisco Webex. Commissioners Davis, Landaveri, and Coleman were present in person, Commissioner Armstrong was present via Webex and a quorum existed.

Officials & Administrators in Attendance

Richard Nathan, Chair
Justin Davis, Vice-Chair
Shawn Coleman, Commissioner
Patsy Landaveri, Commissioner
Kevin Armstrong, Commissioner via Cisco Webex
Dan Hartman, Director
Kirsten Gregg, Chief of Investigations
Kenya Collins, Director of Administration via Cisco Webex
Bradford Jones, Senior Assistant Attorney General
Torrey Samson, Assistant Attorney General via Cisco Webex
Paul Hogan, Chief Auditor
John Madruga, Agent in Charge, Background Unit
Brett Buckingham, Agent in Charge, Sports Betting
Bradley Nelson, Agent in Charge, Investigations – Cripple Creek
J. Wolff, Agent in Charge, Investigations – Central City
Mia Tsuchimoto, Program Manager, Sports Betting
Laurie Scott, Audit Manager
Mike Ezard, Supervisory Investigator
Suzanne Karrer, Communications Specialist via Cisco Webex
Kristi Piazza, Budget Manager, Specialized Business Group
Jamie Alexander, Senior Budget Analyst, Specialized Business Group
Corrie Martinez, Operations Coordinator, Sports Betting
Breanne Nolan, Executive Assistant, Secretary to CLGCC

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 9:32 a.m.

II. Approval of Licensing Actions

The Commission voted unanimously to approve the Renewal of the Retail Licenses for DOSTAL ALLEY, INC. d/b/a Dostal Alley; CCSC/BLACKHAWK, LLC d/b/a Lady Luck Casino Black Hawk; and ISLE OF CAPRI BLACK HAWK, LLC d/b/a Horseshoe Black Hawk. The Retail Licenses will expire two years from their current dates of expiration.

The Commission voted unanimously to approve the Renewal of the Master Licenses for DOSTAL ALLEY, INC. d/b/a Dostal Alley; CCSC/BLACKHAWK, LLC d/b/a Lady Luck Casino Black Hawk; and ISLE OF CAPRI BLACK HAWK, LLC d/b/a Horseshoe Black Hawk. The Master Licenses will expire two years from their 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 Operator License for CCSC/BLACKHAWK, LLC d/b/a Lady Luck Casino Black Hawk. This Operator License will expire two years from its current date of expiration.

The Commission voted unanimously to approve the Renewal of the Manufacturer/Distributor License for IOC-BLACKHAWK DISTRIBUTION COMPANY, LLC. This Manufacturer/Distributor License will expire two years from its current date of expiration.

The Commission voted unanimously to approve the Renewal of the Associated Equipment Supplier License for Programs on Demand, Inc. This Associated Equipment Supplier License will expire two years from its current date of expiration.

The Commission voted unanimously to approve the Reissuance of the Temporary Vendor Major License for ONLINE VENTURE STRATEGIES, INC. The Vendor Major License will expire two years from its date of issuance and pending the final results of the Division's background investigation.

The Commission voted unanimously to approve the Renewal of the Vendor Minor Licenses for Swissclear Global, Inc. d/b/a TAPPP, Team Rankings, LLC, Seven Star Digital Ltd, Prizeout Corp., One Week Season, LLC, Topgolf Media, LLC, Outbrain Inc., Rock Intention Malta Limited, The Moneyline LLC d/b/a The Moneyline, and TGD Operations Ltd. f/k/a Horizon Media Limited. The Vendor Minor Licenses will expire 2 years from their current dates of expiration.

The Commission voted unanimously to approve the First Vendor Minor Licenses for: Ribacka Media AB, Upside Spring Ltd, SEON Technologies US Inc., Jokerzino Marketing AB, BETTER

THAN VEGAS, INC., and Source Gaming Company d/b/a BetSource. The Vendor Minor Licenses will expire 2 years from their dates of issuance.

III. Opportunity for the Public to Address the Commission

The Chair extended an opportunity for the public to address the Commission. Peggy Brown, President, Problem Gambling Coalition of Colorado, stated that the Problem Gambling Bill HB22-1402 allocated five scholarships to counseling centers which provided problem gambling centered training for therapists.

IV. Consideration of Limited Gaming Financial Statements for July 2022

The Commission voted unanimously to approve the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the first month ending on July 31, 2022 and to authorize its distribution.

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

The Commission voted unanimously to approve the Statement of Sports Betting Revenues, Taxes, and Expenditures (unaudited) for the first month ending on July 31, 2022 and to authorize its distribution.

VI. Sports Betting Fund Distribution for Fiscal Year 2022

Eric Shannon, Deputy Controller, Division of Gaming, presented the Fiscal Year 2022 Distribution of the Sports Betting Fund.

Discussion was had by the Commission and Deputy Controller Shannon.

The Commission voted unanimously to certify the Fiscal Year 2022 Distribution of the Sports Betting Fund, as presented by the Division.

VII. Presentation from Colorado Water Conservation Board

Anna Mauss, Chief Operating Officer, Colorado Water Conservation Board, gave a presentation regarding water projects funded by taxes from sports betting in Colorado.

VIII. Consideration of Limited Gaming Rules 1, 3, 4 & 25

The Commission voted unanimously to open the hearing on Colorado Limited Gaming Rules 1, 3, 4 & 25.

Kirsten Gregg, Chief of Investigations, was sworn in and gave the presentation on Rules 1, 3, 4 & 25.

Hearing no public comments, the Commission voted to close the public comment portion of the rulemaking hearing on Colorado Limited Gaming Rules 1, 3, 4 & 25. Commissioner Armstrong abstained from voting due to Cisco Webex technical errors.

The Commission voted to approve Colorado Limited Gaming Rules 1, 3, 4 & 25, as presented. Commissioner Armstrong abstained from voting due to Cisco Webex technical errors.

The Commission voted to close the hearing on Colorado Limited Gaming Rules 1, 3, 4 & 25. Commissioner Armstrong abstained from voting and temporarily exited the meeting due to Cisco Webex technical errors.

IX. Consideration of Sports Betting Rules 3 & 7

The Commission voted unanimously to open the hearing on Colorado Sports Betting Rules 3 & 7.

Kirsten Gregg, Chief of Investigations, was sworn in and gave the presentation on Colorado Sports Betting Rules 3 & 7. Discussion was had by the Commission and Chief Gregg. Commissioner Armstrong rejoined the meeting, via Cisco Webex, the presentation.

Hearing no comments, the Commission voted unanimously to close the public comment portion of the rulemaking hearing on Sports Betting Rules 3 & 7.

The Commission voted unanimously to approve the amendments to Sports Betting Rules 3 & 7, as presented.

The Commission voted unanimously to close the hearing on Colorado Sports Betting Rules 3 & 7.

X. Consideration of Organizational Matters

The Commission approved the minutes from the August 25, 2022 public session of the Colorado Limited Gaming Control Commission.

Dan Hartman, Director, Division of Gaming, expressed his appreciation for the hospitality displayed by the town of Cripple Creek. He also explained that the second stakeholder workshop for SB22-216 would be held at the Cripple Creek DOG office at 12:00 p.m. following the Commission meeting. He detailed that draft responsible gaming rules for HB22-1402 would be out soon and that a stakeholder workshop would accompany the proposed rules. Director Hartman explained that the responsible gaming rules would go to the Commission for approval during the Commission meeting on October 20. He also explained that staff members would travel to Durango on September 29th and 30th to meet with the Southern Ute Tribe Division of Gaming for a bi-annual meeting, in person, and that a virtual meeting with the Ute Mountain Ute Gaming Commission would occur sometime in October. He concluded that DOG staff members would be attending the Global Gaming Expo in Las Vegas, held October 9-12, for training courses and meetings with fellow regulators and members of the gaming industry.

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.

No members of the public came forward to address the Commission.

Adjournment

The Commission voted unanimously to adjourn the September 15, 2022 meeting of the Colorado Limited Gaming Control Commission at 10:10 a.m.

Breanne Nolan, Secretary to the Colorado Limited Gaming Control Commission