

## KANSAS RACING AND GAMING COMMISSION

### MINUTES – DECEMBER 12, 2011

CALL TO ORDER:  
(A.)

Chair Falstad called the December 12, 2011, meeting to order at 10:00 am at the Mulvane City Council Chambers, 211 North Second Avenue, Mulvane, Kansas. Commissioners Falstad, Braun, Shultz, Shadwick, and McKinney were present at the meeting. Others present included Executive Director Richard Petersen-Klein; Director of Security Don Brownlee; Director of Administration/Finance Kathy Lewis; Director of Information Technology Bill Smith; Recording Secretary Linda Pendarvis and other staff.

MOTION, APPROVE  
AMENDED AGENDA:  
(B.)

Mr. Petersen-Klein requested that Jeffrey Mader-Cauble be added to Item K. under reconsideration of background. Commissioner Shadwick (Braun) moved to approve the agenda as amended. Motion passed unanimously.

MOTION, APPROVE  
NOVEMBER 18, 2011,  
MEETING MINUTES:  
(C.)

Commissioner Braun (Shadwick) moved to approve the minutes of the November 18, 2011, commission meeting as presented. Motion passed unanimously.

MOTION, APPROVE  
CONSENT AGENDA:  
(D.)

Commissioner Shadwick (Shultz) moved to approve the consent agenda as submitted. Motion passed unanimously.

LOTTERY GAMING  
FACILITY  
REPORTS/ITEMS:  
(E.1.)

Sharon Stroburg, General Manager of the Boot Hill Casino and Resort, reported that:

- Revenue for the month of November 2011 was about 15% greater than last year and 5% greater than budget.
- They are on target for the March opening of the hotel.

LOTTERY GAMING  
FACILITY  
REPORTS/ITEMS:  
(E.2.)

Bob Sheldon, General Manager for the Hollywood Casino at the Kansas Speedway, reported that:

- Construction and staffing continued to go well.
- Over 1500 slots had been installed, and testing by the Kansas Lottery on those slots was in progress.
- All table games had been received, and installation would be completed by next week.
- Landscaping was underway and would continue until the February opening.

LOTTERY GAMING  
FACILITY  
REPORTS/ITEMS:  
(E.3.)

Scott Cooper, General Manager for the Kansas Star Casino, welcomed the commission to Mulvane and looked forward to providing the commission a tour of the arena casino.

DISCUSSION, WICHITA  
PROBLEM GAMBLING  
TASK FORCE:  
(F.3.a.)

The commission heard Mark Blakeslee describe activities of the Wichita Problem Gambling Task Force.

PUBLIC COMMENTS:  
(G.)

Chair Falstad called for public comments. Comments were heard from the following:

- State Rep. Vince Wetta

STAFF REPORT,  
EXECUTIVE DIRECTOR:  
(H.1.)

Mr. Petersen-Klein updated the commission on staff efforts pertaining to current and future projects.

- He thanked the City of Mulvane and surrounding communities as well as staff of the Kansas Star Casino for their support in bring the project to fruition.
- The January 13, 2012, commission meeting will be held at the Media Center at the Kansas Speedway in Kansas City, KS.
- Mr. Brownlee introduced the KRGK employees who will be working on-site at the Kansas Star Casino.

STAFF REPORT,  
RESPONSIBLE  
GAMBLING  
COORDINATOR:  
(H.2.)

The commission heard from Carol Spiker, Responsible Gambling Coordinator, who reviewed the voluntary exclusion report.

MOTION, EXECUTIVE  
SESSION:  
(I.1.)

Commissioner Shultz (Braun) moved that the commission go into a 20-minute executive session from 10:45 am to 11:05 am for the purpose of reviewing and discussing Kansas Star Casino's Security and Surveillance Plans and receiving other confidential data in an effort to protect the financial affairs, security, and other trade secrets of the applicant, Kansas Star Casino. Those included in the executive session were the five commissioners, executive director, and director of security. Personnel from the applicant may also be included if it is determined that they are necessary to aid the commission's understanding of confidential information. No personnel of the applicant were requested by the commission. No action is to be taken in executive session, and the subjects discussed are to be limited as previously described. A full record of this motion is to be maintained as a part of the permanent record of the Kansas Racing and Gaming Commission. At the conclusion of the executive session, the meeting is to be continued in open session. Motion passed unanimously.

RECONVENE:

The meeting reconvened at 11:05 am

MOTION, APPROVE  
KANSAS STAR'S  
SECURITY AND  
SURVEILLANCE PLANS:

Commissioner Braun (Shultz) moved to approve the Kansas Star's Security and Surveillance plans including staff-approved waivers contingent upon the facility manager addressing any areas of non-

(I.1.)

compliance with the executive director prior to opening to the general public. Motion passed unanimously.

CONSIDERATION OF THE  
KANSAS STAR'S  
CONDITIONAL  
CERTIFICATION AND  
FACILITY INSPECTION:

(I.2.)

Commissioner Shultz (Braun) moved to recess into executive session for a period of 2 hours, from 11:15 am until 1:15 pm, for the purpose of discussing and inspecting security and surveillance measures including transporting to the Kansas Star Casino facility for a physical inspection of the facility related to the security and surveillance measures and receiving confidential security and surveillance information. Included in the executive session were the commissioners, executive director, director of security and security staff, director of IT and electronic security, director of administration finance and audit, Scott Cooper and Brent Stevens. Additional personnel from the applicant may also be requested if it is discovered they are necessary to aid the commission's understanding of the confidential security and surveillance measures and information. Jonathan Swain was also included. Motion passed unanimously.

RECONVENE:

The commission meeting reconvened at 1:15 pm with all members present as previously noted.

MOTION, TO  
CONDITIONALLY  
CERTIFY KANSAS STAR  
CASINO:

(I.2.)

Commissioner Shultz (Braun) moved to conditionally certify the Kansas Star Casino as set forth in the certification order. Motion passed unanimously.

MOTION, EXECUTIVE  
SESSION:

(I.3.)

Commissioner Shultz (Braun) moved that the commission go into executive session for a period of 1 hour and 20 minutes from 1:20 pm until 2:40 pm for the purpose of reviewing confidential background reports and personnel. Those included in the executive session were the commissioners, executive director, and director of security. Additional personnel may be requested as needed. Judith A. Taylor was also included at the request of the commission for a portion of the executive session. No action is to be taken in executive session, and the subjects discussed are to be limited as previously described. A full record of this motion is to be maintained as a part of the permanent record of the Kansas Racing and Gaming Commission. At the conclusion of the executive session, the meeting is to be continued in open session. Motion passed unanimously.

RECONVENE:

The commission meeting reconvened at 2:40 pm with all members present as previously noted.

MOTION, APPROVE  
LICENSES:

(J.-K.)

Commissioner Braun (Shultz) moved to:

1. Uphold the commission's previous decision to deny the license application of Steve C. Staten after reconsideration as requested by the applicant. Motion passed unanimously.

Commissioner Braun (Shultz) moved to:

1. Deny the license applications of:

- Matthew Ayers
- Ivan Morales
- Yesenia Rios-Carrillo
- Deborah Foster
- Chelsea Hardee
- Kacey Hill
- Juan Delgado Flores
- George Walker

Motion passed unanimously.

Commissioner Braun (Shadwick) moved to approve all other license applications as set out on the amended agenda presented today:

a. KRGC New Employee Applications:

- i. Judith Taylor                      General Counsel
- ii. Christopher Vega                Administrative Assistant - Legal

b. Advanced Gaming Associates employee licenses

- i. Anthony Tomasello                Level 1
- ii. James Cataldo                      Level 3
- iii. Todd Francis                      Level 3
- iv. Richard Gellman                  Level 3
- v. Gerard Ossipo                      Level 3
- vi. Mark Sabo                          Level 3
- vii. Joseph Sharp                      Level 3
- viii. Kerry Smith                      Level 3
- ix. John Webster                      Level 3

c. Aristocrat Technologies, Inc. employee licenses

- i. Luke Duyndam                      Level 2
- ii. Christopher McGlothen            Level 2
- iii. Shaun Akervik                    Level 3
- iv. Jennifer Auten                    Level 3
- v. Joyce Azevedo                      Level 3
- vi. Judy Bandow                      Level 3
- vii. Holly Dillon                      Level 3
- viii. Genci Haloci                    Level 3
- ix. Keith Melvin                      Level 3
- x. Lattamore Osburn                  Level 3
- xi. Peter Owlboy                      Level 3
- xii. Neil Reitz                        Level 3
- xiii. Shawn Scranton                Level 3
- xiv. Alan Sheldon                    Level 3
- xv. Ronald Troeger                  Level 3

xvi.	Tedd Vernaz	Level 3	
xvii.	John Wilkinson	Level 3	
d.	Bally Technologies, Inc. employee licenses		
i.	Pothan Averneni	Level 2	
ii.	Lee Crawford	Level 2	
iii.	Marie Duffy	Level 2	
iv.	Sonal Singh	Level 2	
v.	Matthew Farris	Level 3	
vi.	Brianne Niemic	Level 3	
e.	Boot Hill Casino and Resort employee licenses		
i.	Robert Fry	Level 1	
ii.	Elizabeth Alarcon	Level 2	
iii.	Tami Blazek	Level 2	
iv.	Victor Aguilar	Level 2	<i>Renewal</i>
v.	Chang Chen	Level 2	
vi.	Aaron Chilton	Level 2	
vii.	Michael Creamer	Level 2	
viii.	Stephanie Cruz	Level 2	
ix.	Burton Frost	Level 2	
x.	Cristian Gomez-Sanchez	Level 2	
xi.	Terry Lucas	Level 2	<i>Renewal</i>
xii.	Henry Marquina	Level 2	
xiii.	Carlos Munoz	Level 2	
xiv.	Tuyet Nguyen	Level 2	
xv.	Dennis Renner	Level 2	
xvi.	Martin Sanchez	Level 2	
xvii.	Keith Tallent	Level 2	
xviii.	Portia Wright	Level 2	
xix.	Ada Bonnebal	Level 3	
xx.	Bernardo DePaz	Level 3	
xxi.	Nicole Faulkner	Level 3	
xxii.	Darla Flax	Level 3	
xxiii.	Maria Franco	Level 3	
xxiv.	Cree Gonzalez	Level 3	
xxv.	Juan Gonzalez	Level 3	
xxvi.	Debra Goodwin	Level 3	
xxvii.	Juan Leos	Level 3	
xxviii.	SanJuana Lopez	Level 3	
xxix.	Roxanne Saucedo-Rios	Level 3	
xxx.	Tyra Smith	Level 3	
xxxi.	Zenaida Solis de Mojarro	Level 3	
xxxii.	Catherine Gilbert	Level 3	<i>Renewal</i>

- f. GTECH/Spielo Manufacturing employee license
  - i. Stephen Long Level 2
- g. Hollywood Casino employee licenses
  - i. Dean Doria Level 1
  - ii. Joseph Gainer II Level 1
  - iii. Julie Lewis Level 1
  - iv. Steven Moberly Level 1
  - v. Thomas Paschall Level 1
  - vi. Aaron Rosenthal Level 1
  - vii. Paul Stegner Level 1
  - viii. William Biggs III Level 2
  - ix. Bradley Crawford Level 2
  - x. Alexander Derman Level 2
  - xi. Keith Finley Level 2
  - xii. Martin Hooks Level 2
  - xiii. Jonathan Jourdan Level 2
  - xiv. Brenn Kelly Level 2
  - xv. Merri Meade Level 2
  - xvi. Waterman Pierce Level 2
  - xvii. David Rodriguez Level 2
  - xviii. Anthony Singleton Level 2
  - xix. Jared Terry Level 2
  - xx. Matthew Warczakoski Level 2
  - xxi. Adam Artzer Level 3
  - xxii. Cynthia Bethley Level 3
  - xxiii. Russell Bollhoefer Level 3
  - xxiv. Steven Dahm Level 3
- h. IGT employee licenses
  - i. Edward Lisle Level 2
  - ii. Kiet Nguyen Level 2
  - iii. Andrew Williams Level 2
  - iv. Noel Caldejon Level 3
  - v. Michael Hearn Level 3
  - vi. Lawrence Kersich Level 3
  - vii. Ruben Lopez Level 3
  - viii. Roberto Mancilla Level 3
  - ix. Joseph Perry Level 3
  - x. Robert Pickthall Level 3
  - xi. William Sanchez Level 3
- i. JCM Global employee licenses
  - i. Wernher Deem Level 3
  - ii. Jesse Ferido Level 3

iii.	Miguel Garcia	Level 3	
iv.	Brian Gerych	Level 3	
v.	David Wilson	Level 3	
j.	Kansas Star Casino employee licenses		
i.	David Johnson	Level 1	
ii.	Jimmie Bowman	Level 2	
iii.	Bechir Dridi	Level 2	
iv.	Jason Enos	Level 2	
v.	Audra Inman	Level 2	
vi.	John Moore	Level 2	
vii.	Glen Rasler	Level 2	
viii.	Susan Akers	Level 3	
ix.	Jolene Cousins	Level 3	
x.	Brentin Deimel	Level 3	
xi.	James Diedrich	Level 3	
xii.	Tami Dillon	Level 3	
xiii.	Masami Doyle	Level 3	
xiv.	Susan Erskin	Level 3	
xv.	Tiffany Fleig	Level 3	
xvi.	Mandy Ferguson	Level 3	
xvii.	Natasha Gregory	Level 3	
xviii.	Shawn Jones	Level 3	
xix.	Crystal King	Level 3	
xx.	Keith Meyer	Level 3	
xxi.	Caroline Stapelkamp	Level 3	
xxii.	Sherrie Starnes	Level 3	
k.	Konami Gaming, Inc. employee licenses		
i.	Daniel Nieto	Level 3	
ii.	Jeffrey Thompson	Level 3	
l.	Multi Media Games employee license		
i.	Grant Johnson	Level 2	
m.	Shuffle Master employee license		
i.	Jeremy Sankey	Level 2	
n.	Southwest Distributing Co. employee license		
i.	Robert Dome	Level 3	<i>Renewal</i>
o.	VSR Industries, Inc. employee licenses		
i.	Eric Effros	Level 3	
ii.	Robert Morin	Level 3	
iii.	Samuel Trevino	Level 3	
p.	WMS Gaming, Inc. employee licenses		
i.	Justin Gayer	Level 3	
ii.	Jeremy Nixon	Level 3	

- K. Kansas Star Casino (*reconsideration of background*):  
i. Jeffrey Mader-Cauble Level 2

Motion passed unanimously.

ADJOURN:  
(L.)

Commissioner Braun (Shadwick) moved to adjourn at 2:50 pm.  
Motion passed unanimously.

SUBMITTED BY:

*(Signature on File)*

---

Timothy A. Shultz  
Secretary

APPROVED BY:

*(Signature on File)*

---

William Falstad  
Chair