

**MINUTES OF REGULAR MEETING - VIDEO  
OPEN SESSION  
August 31, 2016  
ILLINOIS GAMING BOARD  
Chicago, ILLINOIS**

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

On Wednesday August 31, 2016 a Regular Meeting - Video of the Illinois Gaming Board ("Board") was held on the 5<sup>th</sup> floor at 160 N. LaSalle at the Michael J. Bilandic Building, Chicago, Illinois. The Open Session on Video Gaming started at approximately 9:43 A.M. Present were Chairman Don Tracy, Members Hector Alejandre, Member Dee Robinson and Member Steve Dolins. Member Thomas Dunn participated via telephone.

**APPROVAL OF OPEN SESSION MINUTES:**

Member Robinson moved that the Board approve the open session minutes from its Regular Meeting of July 20, 2016. Member Dolins seconded the motion. The Board approved the motion unanimously by roll call vote.

**CHAIRMAN'S COMMENTS –**

Chairman Tracy commented on the Casino mall court case that Hometown was appealing the Judge's decision. The Chairman also commented on the need for an SEP program for video gaming.

**ADMINISTRATOR'S COMMENTS –**

The Administrator stated that there are 5,616 locations with 24,023 VGTs. The Administrator also stated that a revision to the Inducement policy is being considered. The existing policy is still in place.

**BOARD POLICY ITEM**

- **Proposed Amendment to Video Gaming Rule Subpart H**

Member Alejandre moved to amend Subpart H by adding a new Section 815 of the Board's Rules on video gaming by authorizing staff to submit a proposal for First Notice Filing with the Secretary of State upon final review and approval by the Administrator. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

**TERMINAL OPERATOR LICENSEE ITEMS:**

Initial Request for Terminal Operator License

- LH 1, LLC

Member Dolins moved to **issue** a Terminal Operator license to **LH 1, LLC**, as the applicant has demonstrated its qualifications and suitability for licensure, for a term of one year, expiring in August 2017. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

- RCW Gaming, Inc.

Member Dolins moved that the Board **table** consideration of the Terminal Operator license application of RCW Gaming, Inc. Member Alejandro seconded the motion. The Board approved the motion unanimously by roll call vote.

### **License Renewals**

- Donico Gaming, LLC

Member Alejandro moved that the Board **renew** the Terminal Operator License of **Donico Gaming, LLC** for a term of one year, expiring in August 2017. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

### MANUFACTURER, DISTRIBUTOR & SUPPLIER LICENSEE ITEMS

- American Vending Sales, Inc. – Distributor License Renewal

Member Dolins moved to **renew** the Distributor License of **American Vending Sales, Inc.**, for a period of one year, expiring in August 2017. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

- Aristocrat Technologies, Inc. – Manufacturer and Distributor License Renewals

Member Dolins moved to **renew** the Manufacturer and Distributor Licenses of **Aristocrat Technologies, Inc.** for a period of one year, expiring in August 2017. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

- Bally Gaming, Inc. – Manufacturer, Distributor and Supplier License Renewals

Member Robinson moved to **renew** the Manufacturer, Distributor and Supplier Licenses of **Bally Gaming, Inc.** for a period of one year, expiring in August 2017. Member Alejandro seconded the motion. The Board approved the motion unanimously by roll call vote.

- H. Betti Industries, Inc. – Distributor License Renewal

Member Alejandro moved to **renew** the Distributor License of **H. Betti Industries, Inc.** for a period of one year, expiring in August 2017. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

- IGT – Manufacturer and Distributor License Renewals

Member Robinson to **renew** the Manufacturer and Distributor Licenses of **IGT** for a period of one year, expiring in August 2017. Member Dolins seconded the motion. The Board approved the motion unanimously by roll call vote.

- Konami Gaming, Inc. – Manufacturer and Distributor License Renewal

Member Dolins moved to **renew** the Manufacturer and Distributor Licenses of **Konami Gaming, Inc.** for a period of one year, expiring in August 2017. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

- JCM American Corporation – Supplier License Renewal

Member Alejandro move to **renew** the Supplier License of **JCM American Corporation** for a period of one year, expiring in August 2017. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

Disassociation Pursuant to Board Rule 795

Member Alejandro moved to issue a notice of disassociation to **Dearborn Gaming, LLC**, ordering it to disassociate from **Pasquale Dublino**, said disassociation to become effective 21 days from the date of service of the notice, unless an Answer is properly filed within that timeframe. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

## **TECHNICIAN & TERMINAL HANDLER LICENSEE ITEMS:**

### **Initial Terminal Handler Licenses and Technician Licenses - Approvals and Denials**

Member Alejandro moved that the Board approve **70 Terminal Handler** licenses and **3 Technician** licenses. Member Dolins seconded the motion. The Board approved the motion unanimously by roll call vote.

### **Renewal of Technicians and Handlers (second motion)**

Member Alejandro moved to **approve the renewal** of the Technicians and Terminal Handlers previously licensed or renewed in August 2015 who properly updated their applications, timely paid their annual fee, and otherwise maintained compliance with the requirements of the Act and the Board's Rules. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

## **VIDEO GAMING LOCATION LICENSEE ITEMS:**

### **Initial Video Gaming Location License - Approvals & Denials**

Member Dolins moved to approve **124 Video Gaming Establishment Licenses**, valid for a period of one year, expiring in August 2017, and authorize the Administrator to issue Notices of Denial to:

- **KHO Corporation d/b/a Knuckle Hedz Bar & Grill**
- **Johnny Dollar's Inc. d/b/a Johnny Dollar's**
- **Goals Indoor Sports, LTD. d/b/a Goals Indoor Sports**
- **Smith Beverages, Inc. d/b/a 21 Club**
- **Ladd's Food Mart, Inc. d/b/a Double Take Bar**
- **J&J Trainor, Inc. d/b/a J&J's Tavern**
- **Oswego Petroleum Inc. d/b/a Oswego Petroleum**
- **Panino's Italian Sandwiches & Crab Shack, LLC d/b/a Panino's Italian Sandwiches & Crab Shack**
- **Alycent LLC d/b/a Margaritas Restaurant and Lounge**
- **Rick and Amy Kaufman d/b/a The Ice Bucket**

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

Member Robinson moved that the Board deny the truck stop establishment license application of **Graham C-Stores Co. d/b/a Countryside Quick Stop**. Member Dolins seconded the motion. The Board approved the motion unanimously by roll call vote.

### **Renewal and Non-Renewal of locations (second motion)**

Member Robinson moved to approve the renewal of the Retail Establishments, Truck Stops, Veteran and Fraternal Establishments previously licensed or renewed in August of 2015, that have properly updated their applications, timely paid their annual fee, and otherwise maintained compliance with the requirements of the Act and the Board's Rules, and I move to authorize the Administrator to issue a notice of non-renewal to:

- **Smikit Corporation d/b/a Kelly's Irish Saloon.**

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

## **ADMINISTRATIVE REQUESTS FOR HEARING, REQUESTS TO REAPPLY**

### **Requests for Hearing and Request to Reapply**

Member Alejandre moved to deny the requests for hearing submitted by **JP Petroleum, Inc., Taco Stan's LLC and Shabbir Nooruddin**, as the requests did not establish a prima facie case for a hearing and otherwise failed to comply with Rule 615. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

Member Dolins moved that the Board grant **Mulligans of Rockford, Inc.** leave to reapply for an establishment license. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

### **Request for Waiver**

Member Robinson moved that the Board deny the Request for Waiver of Section 25 submitted by Yellow Brick Road Bars, Inc. Member Alejandro seconded the motion. The Board approved the motion unanimously by roll call vote.

## **DISCIPLINARY ACTIONS:**

### **Failure to Timely Notify Administrator**

- Gold Rush Amusements, Inc. d/b/a Gold Rush Gaming

Member Robinson moved to issue a Disciplinary Complaint revoking the terminal operator license of **Gold Rush Amusements, Inc. d/b/a Gold Rush Gaming** for failing to notify the Administrator that a VGT had been burglarized and rendered inoperable, said action to take effect 21 days from the date of service of the Complaint, unless an Answer is properly filed or a fine of \$5,000 is paid within that timeframe. Member Dolins seconded the motion. The Board approved the motion unanimously by roll call vote.

### **Misrepresenting Information to and Obstructing Board Agents' Lawful Activities**

- Backwaters Bar & Grill, Inc., d/b/a Backwaters Bar & Grill

Member Robinson moved to issue a Disciplinary Complaint revoking the establishment license of **Backwaters Bar & Grill, Inc., d/b/a Backwaters Bar & Grill** for violations of the Video Gaming Act and the Board's Rules, said action to take effect 21 days from the date of service of the Complaint, unless an Answer is properly filed within that timeframe. Member Alejandro seconded the motion. The Board approved the motion unanimously by roll call vote.

### **Conduct Undermining Board Authority**

- Villa Napoli, L.T.D. d/b/a Villa Napoli

Member Alejandro moved to issue a Disciplinary Complaint revoking the establishment license of **Villa Napoli, L.T.D. d/b/a Villa Napoli** for violations of the Video Gaming Act and the Board's Rules, said action to take effect 21 days from the date of service of the Complaint, unless an Answer is properly filed within that timeframe. Member Dolins seconded the motion. The Board approved the motion unanimously by roll call vote.

## **Just Cause**

Member Dolins moved that the Board issue a Disciplinary Complaint revoking the Terminal Handler license of **Bryan Austin Adams** for engaging in conduct that discredits or tend to discredits or adversely reflect on the integrity of the gaming industry in Illinois, including failing to comply with the Video Gaming Act and the Board's Rules, said action to take effect 21 days from the date of service of the Complaint, unless an Answer is properly filed within that timeframe. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

Member Robinson moved to issue a Disciplinary Complaint revoking the establishment license of **Grapevine Wine & Martini Bar, LLC d/b/a Grapevine Wine & Martini Bar**, for failing to maintain the minimum qualifications for licensure, said action to take effect 21 days from the date of service of the Complaint, unless an Answer is properly filed within that timeframe. Member Dolins seconded the motion. The Board approved the motion unanimously by roll call vote.

## **Settlements of Board issued Disciplinary Complaints**

Member Alejandro moved that the Board delegate to the Administrator the authority to execute a settlement agreement with **William Baldock, d/b/a Willy's Drive In**, and authorize legal counsel to present the executed settlement agreement to the Administrative Law Judge for disposition of DC-V-16-32. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

Member Robinson moved that the Board delegate to the Administrator the authority to execute a settlement agreement with **DJ's Pub and Grill, Inc., d/b/a DJ's Pub & Grill**, and authorize legal counsel to present the executed settlement agreement to the Administrative Law Judge for disposition of DC-V-16-31. Member Dolins seconded the motion. The Board approved the motion unanimously by roll call vote.

Member Dolins moved that the Board delegate to the Administrator the authority to execute a settlement agreement with **The Sock Sports Bar & Grill, Inc. d/b/a The Sock Sports Bar & Grill**, and authorize legal counsel to present the executed settlement agreement to the Administrative Law Judge for disposition of DC-V-16-69. Member Alejandro seconded the motion. The Board approved the motion unanimously by roll call vote.

## **Rescission of DC-V-16-36 (Bally Gaming, Inc.)**

Member Alejandro moved to rescind the Disciplinary Complaint issued to **Bally Gaming, Inc.** in April 2016 and authorize Staff to administratively close the matter. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

## **Final Board Actions**

Member Dolins moved that on his review of the record of the proceedings, including the July 26, 2016 Recommendation to the Illinois Gaming Board provided by Administrative Law Judge John E. White, I move that the Board issue a Final Board Order pursuant to Board Rule 790 **revoking** the Truck Stop Establishment License of **Martin & Bayley, Inc. d/b/a Huck's Food and Fuel** for failing to meet the qualifications for licensure as set out in DC-V-15-39. Member Robinson seconded the motion. The Board approved the motion unanimously by roll call vote.

At 10:41 A.M. Member Robinson motioned to adjourn and Member Dolins seconded the motion. All Members voted in favor of adjournment.

Respectfully submitted,

Mary C. Boruta  
Secretary to the Administrator