



SOUTH DAKOTA COMMISSION ON GAMING

87 Sherman Street • Deadwood, SD 57732
(605) 578-3074 • dor.sd.gov/gaming

South Dakota Commission on Gaming Quarterly Business Meeting

MINUTES

June 16, 2020

The South Dakota Commission on Gaming meeting was held by telephonic conference call on June 16, 2020 at 9:00 a.m. Commissioner Dennis McFarland, Commissioner Karen Wagner, Commissioner Karl Fischer, Commissioner Greg Strommen, and Commissioner Mike Wordeman were present. Staff members present for the meeting were Mike Shaw, Commission Attorney; Susan Christian, Executive Secretary; Craig Sparrow, Deputy Executive Secretary; Larry Eliason, Special Assistant; Kelly Hanson, Operations Manager; Mark Heltzel, Agent; Brandon Snyder, Agent; Monica Waisanen, Auditor; and Kathy Fredericksen, Recorder. Other persons participating in the meeting were: David Weist, Deputy Secretary of Revenue; Mike Capen, Gaming Laboratories International, Mike Rodman, Executive Director, Deadwood Gaming Association; Tony Sieber, General Manager of Gold Dust; David Schneiter, General Manager of Cadillac Jack's; Terry Houk, General Manager of Midnight Star; LLC, Mike Trucano, Owner of Hickok's; Tyler Nold, Casino Manager of Deadwood Mt. Grand; Bob Mercer, Keloland News; Shane Kramme, Verendrye Benevolent Association of Ft. Pierre; Steve Schaeffer, General Manager of First Gold; Tom Rensch, Pat McDermott, and Kyle Comes of Silverado.

The meeting was called to order by Commissioner McFarland at 9:00 a.m.

Conflicts of Interest Disclosure

No conflicts of interest were disclosed.

Mike Shaw addressed that during a telephonic meeting there are formalities that if you want to speak please identify yourself and run all questions directly thru the Chairman. If you are not speaking please keep your phone on mute.

A roll call was taken, and a quorum was present. All voting will need to be done by a roll call.

March 30, 2020 Telephonic Meeting

Commissioner Wordeman made a motion to adopt the minutes as drafted for the March 30, 2020 telephonic meeting. Commissioner Strommen seconded the motion.

On a roll call vote motion was carried unanimously.

Commissioner Wagner	Aye
Commissioner McFarland	Aye
Commissioner Fischer	Aye
Commissioner Strommen	Aye
Commissioner Wordeman	Aye

Election of Chairman and Vice Chairman for Fiscal Year 2021

Commissioner McFarland stated that he will not be running for Chairman but plans to stay on the Commission until his term expires in April 2021.

Chairman

Commissioner Fischer made a motion to nominate Commissioner Wagner for Chairman. With no other nominations Commissioner Wagner was elected as Chairman.

On a roll call vote motion was carried unanimously.

Commissioner Wagner	Aye
Commissioner McFarland	Aye
Commissioner Fischer	Aye
Commissioner Strommen	Aye
Commissioner Wordeman	Aye

Commissioner McFarland turned over the gavel to Commission Wagner.

Vice Chairman

Commissioner McFarland made a motion to nominate Commissioner Fischer for Vice Chairman. With no other nominations Commissioner Fischer was elected as Vice Chairman.

On a roll call vote motion was carried unanimously.

Commissioner Wagner	Aye
Commissioner McFarland	Aye
Commissioner Fischer	Aye
Commissioner Strommen	Aye
Commissioner Wordeman	Aye

Executive Secretary Report

Susan Christian, Executive Secretary, addressed that the office became fully staffed on May 11, 2020 but only open to the public by appointment. The staff is observing social distancing practices. First Gold was the last property that reopened on May 21, 2020. There are two properties that are not open yet. Midnight Star will open on July 1, 2020 and Deadwood Gulch Resort has not reopened due to possibilities of the property being sold. The May tax returns have all been received and the statistical information is anticipated to be completed by Friday June 19, 2020. The staff will begin stamping devices for FY 2021 starting the week of June 22, 2020. The OTB in North Sioux City was closed in April and reopened on May 24, 2020. The Yankton Sioux Tribes compact will expire on August 16, 2020. The NAGRA conference has been rescheduled to May 2021 and the ARCI meetings have been participating by telephone conference.

Revocation of Licenses

During the month of March 2020 two licensees voluntarily surrendered their gaming licenses after pleading guilty to a Class 6 felony. Each licensee received an Order Suspending Imposition of Sentence. Staff recommended that the Commission take action and revoke the license of David Meddings and the license of Kaylee McCulloch.

Commissioner McFarland made a motion to revoke the licenses of Kaylee McCulloch and David Meddings. Commissioner Fischer seconded the motion.

On a roll call vote motion was carried unanimously.

Commissioner Wagner	Aye
Commissioner McFarland	Aye
Commissioner Fischer	Aye
Commissioner Strommen	Aye
Commissioner Wordeman	Aye

Remarks by Representative of Gaming Laboratories International

Mike Capen, representing Gaming Laboratories International, gave a brief report on the testing and consulting services.

Contract for Device Testing and Consulting Services

Gaming Laboratories International

Commissioner Wordeman made a motion to approve the contract with Gaming Laboratories International. Commissioner Strommen seconded the motion.

On a roll call vote motion was carried unanimously.

Commissioner Wagner	Aye
Commissioner McFarland	Aye
Commissioner Fischer	Aye
Commissioner Strommen	Aye
Commissioner Wordeman	Aye

Live Racing Matters

Susan Christian, Executive Secretary, recommended the proposed resolutions for the allocation of Funds to the Verendrye Benevolent Association for the 2020 horse racing season. Commissioner Fischer questioned Shane Kramme if at the fairgrounds would the inside railing and everything else be put back prior to the racing. Mr. Kramme stated that all will be put back in place a week before racing starts.

Resolution 06-16-20-01

The allocation of funds from the Revolving and Bred funds for racing operations, purses, and SD Bred points.

Commissioner Fischer made a motion to approve Resolution 06-16-20-01. Commissioner McFarland seconded the motion.

On a roll call vote motion was carried unanimously.

Commissioner Wagner	Aye
Commissioner McFarland	Aye
Commissioner Fischer	Aye
Commissioner Strommen	Aye
Commissioner Wordeman	Aye

Resolution 06-16-20-02

The allocation of funds from Revolving fund for the Jockey bonus.

Commissioner Wordeman made a motion to approve Resolution 06-16-20-02. Commissioner Strommen seconded the motion.

On a roll call vote motion was carried unanimously.

Commissioner Wagner	Aye
Commissioner McFarland	Aye
Commissioner Fischer	Aye
Commissioner Strommen	Aye
Commissioner Wordeman	Aye

Track Insurance and Bond

Susan Christian, Executive Secretary, recommended that as a condition of any horse track’s license that the corporation or association which holds the license obtain an insurance policy or policies with the limits of \$1 million naming the South Dakota Commission on Gaming and its agents and employees as additional insured. The policy or policies shall include general liability, liquor liability, jockey insurance, and horse racing activities.

The Executive Secretary also recommended that the track be required to obtain a bond or letter of credit to be used if necessary to pay purses, salaries, wages, and payments to vendors for goods and services provided to the corporation or association in conducting its racing operations in the amount of \$25,000.00.

Commissioner McFarland made a motion to approve the track insurance and bond of \$25,000.00. Commissioner Wordeman seconded the motion.

On a roll call vote motion was carried unanimously.

Commissioner Wagner	Aye
Commissioner McFarland	Aye
Commissioner Fischer	Aye
Commissioner Strommen	Aye
Commissioner Wordeman	Aye

Deadwood Licensing Matters

Key License Approvals

Deputy Executive Secretary Sparrow recommended approval of the following:

- ✓ Barb Brunner
- ✓ David Linder
- ✓ Jacob Britton

Commissioner McFarland made a motion to approve the Key License approvals as staff recommended. Commissioner Fischer seconded the motion.

On a roll call vote motion was carried unanimously.

Commissioner Wagner	Aye
Commissioner McFarland	Aye
Commissioner Fischer	Aye
Commissioner Strommen	Aye
Commissioner Wordeman	Aye

Business License Approvals

Deputy Executive Secretary Sparrow recommended approval of the following:

- ✓ Approval of Midnight Star, LLC for an operator and 2 retail licenses (**11633-OP, 11634, & 11635-RT's**) These licenses are to be assigned to 677 Main Street effective July 1, 2020 with these listed members:
 - Michael Muntefering, Drew Muntefering, Justin Anderson, Blake Thiesse, Todd Thiesse, Von Denning, and Seth Denning
- ✓ Approval of Lamar Feed & Grain, LLC as the owner of a Property Owners license (**11636-PO**) for the Midnight Star building at 677 Main Street, Deadwood.
- ✓ Approval of SRK Development, LLC as the owner of a retail license (**11623-RT**) with these listed members:
 - Steven Slowey, Stephen Slowey, Tim Karli, and Tim Rutjes
- ✓ Approval of Ainsworth Gaming Technology, Inc. as an owner of manufacturer license (11549-MA) with the following individuals as Directors:
 - Graeme Campbell **11550-DR**
 - Daniel Gladstone **11551-DR**
 - Colin Henson **11552-DR**
 - Harald Neumann **11553-DR**
 - Michael Yates **11554-DR**

Commissioner Fischer made a motion to approve the Business license approvals as staff recommended. Commissioner McFarland seconded the motion.

On a roll call vote motion was carried unanimously.

Commissioner Wagner	Aye
Commissioner McFarland	Aye
Commissioner Fischer	Aye
Commissioner Strommen	Aye
Commissioner Wordeman	Aye

Business License Renewals

Deputy Executive Secretary Sparrow recommended the approval of all Operators, Route Operators, Retails, Distributors, and Manufacturers listed on pages 54-55 of the meeting packet except for Tin Lizzie 10 which was not renewed to strike from the list. The list will be marked as Exhibit A and will be attached to the meeting minutes.

Commissioner Wordeman made a motion to approve the Business license renewals as staff recommended. Commissioner Strommen seconded the motion.

On a roll call vote motion was carried unanimously.

Commissioner Wagner	Aye
Commissioner McFarland	Aye
Commissioner Fischer	Aye
Commissioner Strommen	Aye
Commissioner Wordeman	Aye

Policy on Unlicensed Devices on Gaming Floor

The South Dakota Commission staff recommended adopting a special policy relating to devices remaining on gaming floor that were not relicensed for FY 2021. This temporary policy to be in effect for the time period of July 1 through December 31, 2020. Any gaming device that was properly licensed in FY 2020 and is unlicensed effective July 1, 2020 may remain on the gaming floor as outlined in the policy set forth on page 57 of the meeting packet.

Commissioner McFarland made a motion to adopt the special policy relating to devices remaining on the gaming floor that were not relicensed for FY 2021. Commissioner Wordeman seconded the motion.

On a roll call vote motion was carried unanimously.

Commissioner Wagner	Aye
Commissioner McFarland	Aye
Commissioner Fischer	Aye
Commissioner Strommen	Aye
Commissioner Wordeman	Aye

Date of Next Meeting

The date of the next quarterly meeting will be September 16, 2020. It will be determined later if the meeting will be held by telephone conference.

Public Comment

Commissioner Wagner thanked Commissioner McFarland for his leadership on serving as Chairman and appreciated the job that he did for the commission.

Michael Rodman, Executive Director of the Deadwood Gaming Association addressed the Commission and stated that the industry appreciated the policy that was adopted for unlicensed devices on the gaming floor. Discussed a news article that the New Jersey Senate passed on relief for New Jersey casinos. The sports wagering initiative will be on the November ballot and later this summer will continue the campaign.

Shane Kramme, General Manager of the Verendrye Benevolent Association, thanked the SD Commission on Gaming and the Executive Secretary, Susan Christian, for the opportunity to hold the live horse race meet in 2020.

With no further business to be discussed Commissioner Fischer made a motion to adjourn the meeting. Commissioner McFarland seconded the motion.

On a roll call vote motion was carried unanimously.

Commissioner Wagner	Aye
Commissioner McFarland	Aye
Commissioner Fischer	Aye
Commissioner Strommen	Aye
Commissioner Wordeman	Aye

The meeting was adjourned at 9:53 a.m.

Respectfully Submitted,

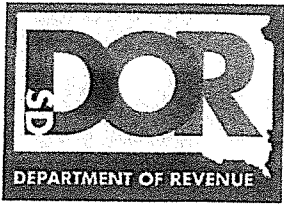
Kathy Fredericksen



Karen Wagner, Madam Chairman



Susan Christian, Executive Secretary



SOUTH DAKOTA COMMISSION ON GAMING

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RESOLUTION NUMBER 06-16-20-01

The South Dakota Commission on Gaming hereby makes the following allocations for purse supplements and racing operations for the 2020 live horse racing season pending the COVID-19 pandemic and the social distancing recommended at said time:

To the Verendrye Benevolent Association:

\$ 37,500.00 from the South Dakota bred racing fund for purses for races that are restricted to South Dakota bred horses including stakes races;

\$ 5,000.00 per racing day from the South Dakota bred fund, not to exceed a maximum of \$ 10,000.00 for point money for South Dakota bred horses that compete in races that are not restricted to South Dakota bred horses and on which pari mutuel wagers are accepted at the Stanley County Fairgrounds

\$ 116,536.00 from Special Racing Revolving Fund for racing operations

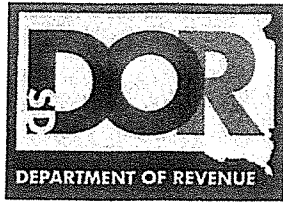
\$ 75,000.00 from Special Racing Revolving Fund for purses

None of the allocated funds above may be used as purse supplements to any race in which less than five (5) qualified horses have been entered under the supervision of a state steward.

Track management is authorized to make adjustments in the above categories with prior approval of the executive Secretary of the Commission.

These funds shall be made available to the race tracks upon approval of vouchers by the Executive Secretary and the purpose for which these funds are used shall be subject to an audit by the Commission's audit staff after the financial reports required by ARSD 20:04:20:10 have been furnished to the Commission. Any funds that are disbursed to the corporation or association that are not used as specified above are required to be returned to the South Dakota Commission on Gaming and made available for 2021 race season's allocation.

The Executive secretary is authorized to withhold \$ 2,500.00 from the distribution of the \$116,536.00 allocated to the Verendrye Benevolent Association for operations as a guarantee payment of taxes and fees to the Commission until such time as the association has paid in full all taxes and fees due the Commission for the 2020 racing season.



SOUTH DAKOTA COMMISSION ON GAMING

445 E. Capital Avenue • Pierre, SD 57501
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RESOLUTION NUMBER 06-16-20-02

Section 1. The executive Secretary is authorized to reimburse the Verendrye Benevolent Association from the special racing revolving fund for longevity payments to licensed jockeys who participate in races in South Dakota for the 2020 season according to the following criteria:

Section 2. Any jockey who has filed with the Commission staff proof of having been given a physical examination within the last year and has earned a jockey fee in at least four races per day or has been available to ride in races throughout each racing day (unless excused by the stewards in their sole discretion for a period of time not to exceed 1 racing day) at the Fort Pierre Race track shall be eligible to receive a longevity payment of Five Hundred Dollars (\$ 500.00) to be paid at the time of jockey fees for the last racing day at the fort Pierre Race Track.

Section 3. A list of jockeys who are eligible to receive longevity payments shall be provided to the Horsemen's Bookkeeper by the Presiding Steward.



SOUTH DAKOTA COMMISSION ON GAMING

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TO: Commissioners
FROM: Susan Christian, Executive Secretary
SUBJECT: Track Bond and Insurance
DATE: June 16, 2020

I recommend that the Commission require as a condition of any horse track's license that the corporation or association which holds the license obtain an insurance policy or policies with limits of \$1 million naming the South Dakota Commission on Gaming and its agents and employees as additional insured. The policy or policies shall include general liability, liquor liability, jockey insurance and horse racing activities.

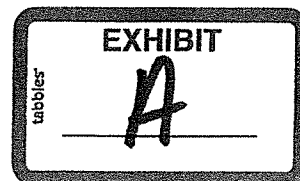
I also recommend that the track be required to obtain a bond or letter of credit to be used if necessary, to pay purses, salaries, wages and payments to vendors for good and services provided to the corporation or association in conducting its racing operations in the following amount:

Verendrye Benevolent Association \$ 25,000.00

BUSINESS LICENSE RENEWAL – 2020-2021

OPERATOR, ROUTE OPERATOR & RETAIL LICENSES

AGT- ACES FULL INC	11022-OP	FIRST GOLD INC	0120-OP
	11159-RO		0011-RO
MR. WU'S 1	11575-RT	HORSESHOE 1	0079-RT
MR. WU'S 2	11576-RT	BLACKJACK 2	0081-RT
MR. WU'S 3	11576-RT	FIRST GOLD 3	0208-RT
		FIRST GOLD 4	0567-RT
BLACK DIAMOND CAPITAL LLC	0231-OP	FIRST GOLD 5	0568-RT
GOLD DUST 1	0588-RT	FIRST GOLD 6	0569-RT
GOLD DUST 2	0589-RT	FIRST GOLD 7	0570-RT
GOLD DUST 3	0590-RT	FIRST GOLD 8	0571-RT
GOLD DUST 4	0591-RT	FIRST GOLD 9	0572-RT
GOLD DUST 5	0592-RT	FIRST GOLD 10	0573-RT
GOLD DUST 6	0593-RT	FIRST GOLD 11	0584-RT
GOLD DUST 7	0594-RT		
GOLD DUST 13 (777)	0610-RT	GR DWD LLC	0187-OP
GOLD DUST 14 (777)	0611-RT	MINERAL PALACE 1	0299-RT
GOLD DUST 15 (777)	0612-RT	MINERAL PALACE 2	0300-RT
		MINERAL PALACE 3	0301-RT
BLUE SKY GAMING INC	0199-OP	MINERAL PALACE 4	0540-RT
TIN LIZZIE 1	0313-RT	MINERAL PALACE 5	0541-RT
TIN LIZZIE 2	0314-RT	MINERAL PALACE 6	0542-RT
TIN LIZZIE 3	0315-RT	MINERAL PALACE 7	0543-RT
TIN LIZZIE 4	0524-RT	MINERAL PALACE 8	0544-RT
TIN LIZZIE 5	0525-RT	MINERAL PALACE 9	0545-RT
TIN LIZZIE 7	0604-RT	MINERAL PALACE 10	0546-RT
TIN LIZZIE 8	0605-RT	MINERAL PALACE 11	0547-RT
TIN LIZZIE 9	0606-RT	MINERAL PALACE 12	0548-RT
TIN LIZZIE 10	0607-RT		
TIN LIZZIE 12	0609-RT	SALOON GAMBLING INC	0103-OP
TIN LIZZIE 13	0613-RT	SALOON GAMBLING INC 1	0011-RT
		SALOON GAMBLING INC 2	0063-RT
		SALOON GAMBLING INC 3	0393-RT
BY DEVELOPMENT INC	0196-OP		
CADILLAC JACKS 1	0302-RT		
CADILLAC JACKS 2	0303-RT	SUPER G INVESTMENT CO	0114-OP
CADILLAC JACKS 3	0304-RT		0004-RO
CADILLAC JACKS 4	0526-RT	SILVERADO 1	0058-RT
CADILLAC JACKS 5	0527-RT	SILVERADO 2	0134-RT
CADILLAC JACKS 6	0528-RT	SILVERADO 3	10862-RT
CADILLAC JACKS 7	0529-RT	SILVERADO 4	10863-RT
CADILLAC JACKS 8	0530-RT	SILVERADO 5	10864-RT
CADILLAC JACKS 9 (SHS4)	0597-RT	SILVERADO 6	0147-RT
CADILLAC JACKS 10	10860-RT	SILVERADO 7	10865-RT
		FRANKLIN 1	10866-RT
DEALS PUBLICATIONS	0197-OP	FRANKLIN 2	10867-RT
CELEBRITY 1	11567-RT	FRANKLIN 3	10868-RT
CELEBRITY 2	11568-RT	FRANKLIN 4	10869-RT
		FRANKLIN 5	10870-RT
DEADWOOD GAMING RESORTS	0213-OP	FRANKLIN 6	10871-RT
DWD GULCH RESORT 1	0444-RT		
DWD GULCH RESORT 2	0445-RT	ZCN LLC	11382-OP
DWD GULCH RESORT 3	0446-RT	DEADWOOD MT GRAND 1	11383-RT
DWD GULCH RESORT 5	0598-RT	DEADWOOD MT GRAND 2	11384-RT
DWD GULCH RESORT 6	0599-RT	DEADWOOD MT GRAND 3	11385-RT
DWD GULCH RESORT 7	0600-RT	DEADWOOD MT GRAND 4	11386-RT
DWD GULCH RESORT-CTR	0601-RT	DEADWOOD MT GRAND 5	11387-RT
		DEADWOOD MT GRAND 6	11388-RT
		DEADWOOD MT GRAND 7	11389-RT



THE LODGE AT DWD -DWD RESORTS LLC	0217-OP	<u>OPERATOR, ROUTE OPERATOR & UNASSIGNED LICENSES</u>	
THE LODGE AT DEADWOOD 1	0469-RT		
THE LODGE AT DEADWOOD 2	0470-RT	AGT-MICHAEL TRUCANO	0230-OP
THE LODGE AT DEADWOOD 3	0471-RT	AGT-MICHAEL TRUCANO	10858-RO
THE LODGE AT DEADWOOD 4	0533-RT	MICHAEL TRUCANO-OLD IRON HORSE INN	0583-RT
THE LODGE AT DEADWOOD 5	0534-RT	DGS LLC	0233-OP
THE LODGE AT DEADWOOD 6	0535-RT	PEGGY MAHER	0129-OP
THE LODGE AT DEADWOOD 7	0536-RT	SHARON GOULD	10355-OP
THE LODGE AT DEADWOOD 8	0537-RT	1911 HOLDINGS	10020-OP
THE LODGE AT DEADWOOD 9	0538-RT	TIM & MONICA CONRAD	0108-OP
THE LODGE AT DEADWOOD 10	0539-RT	BRANCH HOUSE PROPERTIES	0585-RT
		DAKAM MOHAMED DAKAM	0264-RT
		CHRIS GOULD	0440-RT
<u>OTHER ASSIGNED LICENSES</u>		<u>DISTRIBUTORS</u>	
MIDWEST MOTELS OF DWD	11330-OP	UNIVERSAL GAMING RESOURCES LLC	0121-DS
BODEGA 1 – MIDWEST MOTELS OF DWD	11331-RT	DYNAMIC GAMING SOLUTIONS SD LLC	11328-DS
BODEGA 2 – MIDWEST MOTELS OF DWD	11332-RT		
BODEGA 3 – MIDWEST MOTELS OF DWD	11333-RT	<u>MANUFACTURERS</u>	
BULLOCK 1 –BULLOCK HOSPITALITY	0531-RT	AGS, LLC	0130-MA
BULLOCK 2 –BULLOCK HOSPITALITY	0532-RT	ARISTOCRAT TECHNOLOGIES INC	0108-MA
DEADWOOD STATION 1 - WILLY'S WILD WEST	0595-RT	ARUZE GAMING INC	0133-MA
DEADWOOD STATION 2 - WILLY'S WILD WEST	0602-RT	EVERI GAMES INC (MULTIMEDIA)	0131-MA
GOLD COUNTRY INN-WILLY'S WILD WEST INC	0596-RT	HARMS VENDING	0129-MA
HICKOKS 1-NMD VENTURE LLC	0518-RT	IGT	0101-MA
HICKOKS 2-NMD VENTURE LLC	0519-RT	INCREDIBLE TECHNOLOGIES INC	10735-MA
HICKOKS 3-NMD VENTURE LLC	0520-RT	INTERBLOCK D.D.	0124-MA
IRON HORSE INN – LATCHSTRING GETAWAYS	11505-RT	IVERSON GAMING SYSTEM INC	0123-MA
MARTIN MASON BLDG 1	0317-RT	JCM AMERICAN CORP	0132-MA
MARTIN MASON BLDG 2	0318-RT	KONAMI GAMING INC	0128-MA
MUSTANG SALLY 1 – T KEEHN	0220-RT	NRT TECHNOLOGY CORP	0125-MA
OYSTER BAY	0106-RT	PATRIOT GAMING & ELECTRONIC INC	10044-MA
SUPER 8 1 – GOLD RUN LLC	11110-RT	SG GAMING INC	0114-MA
SUPER 8 2 – GOLD RUN LLC	11111-RT	TABLE TRAC INC	0127-MA
SUPER 8 3 – GOLD RUN LLC	11112-RT	<u>ASSOCIATED EQUIPMENT MANUFACTURER</u>	
VFW	0017-RT	AVALON GAMING INC	10877-AE
WOODEN NICKEL CASINO	0316-RT	COUNTR GMBH	11376-AE
DEADWOOD PARKING LOTS LLC	0003-PO	GAMING PARTNERS INTERNATIONAL USA	10983-AE
OPTIMA LLC-DBA TRUE BY HILTON	0005-PO	GAMING & ENTERTAINMENT TOUCH TECH	11146-AE
WWW LLC	0002-PO	M3 TECHNOLOGY SOLUTIONS LLC	11293-AE

SDCG STATEMENT OF SPECIAL POLICY RELATING TO DEVICES REMAINING ON GAMING FLOOR THAT WERE NOT RELICENSED FOR FY2021

In light of a request from the gaming industry to allow gaming devices to remain on the gaming floor when such devices are not relicensed with a license stamp fee per SDCL 42-7B-23 on July 1, 2020. Due to the economic downturn caused by the shutdown of casinos during the COVID-19 pandemic, and in recognition of industry's belief that such devices may be licensed sometime during FY2021 as funds become available, and also recognizing that no statutory provision or administrative rule directly addresses this situation, the South Dakota Commission on Gaming adopts this temporary policy to be in effect for the time period of July 1 through December 31, 2020.

Any gaming device that was properly licensed in FY 2020 and is unlicensed effective July 1, 2020 may remain on the gaming floor provided:

1. The Slot Management system is physically disconnected from the slot machine.
 - In most cases this is accomplished by physically disconnecting the network connection.
2. The slot machine needs to be unplugged from power.
3. The slot machine needs to be inspected and sealed by Commission staff with the Commission's evidence tape/seals.
 - Commission staff will need to be present when the seal is broken.
4. For table games, all detachable fixtures such as drop boxes & sleeves, chip racks, and other similar removable items shall be removed. Any nondetachable chip racks or devices capable of being locked shall be locked and sealed. The table game must be inspected and sealed by Commission staff with the Commission's evidence tape/seals before it can remain in a public area.
5. The Casino must place a sign on the machine or table stating it is out of service and unavailable for play.
6. Before any slot machine or table gaming may be reactivated and placed into play, the licensee must advise the executive secretary in writing of the licensee's intention and pay taxes applicable to the game. After the reinspection and unsealing of a gaming device previously sealed, the game may be exposed for play.

After December 31, 2020 all machines that do not bear the proper license stamp will be required to be removed from the floor.