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**SOUTH DAKOTA COMMISSION ON GAMING
PROPOSED RULES HEARING AND QUARTERLY BUSINESS MEETING
DEADWOOD CITY HALL, DEADWOOD, SOUTH DAKOTA**

MINUTES
March 18, 2015

At 9:00 a.m. the meeting was called to order. Commissioner Karen Crew, Commissioner Harry Christianson, Commissioner Dennis Duncan, and Commissioner Tim Holland were present. Commissioner Kemnitz was unable to attend the meeting. Staff members present for the meeting were Mike Shaw, Commission Attorney; Larry Eliason, Executive Secretary; and Craig Sparrow, Deputy Executive Secretary.

The meeting was called to order by Commissioner Crew.

Larry Eliason, Executive Secretary, presented a plaque to Karen Crew for her years of service on the Commission.

Mr. Eliason also introduced Nancy Sperry, the Administrative Secretary for the Pierre office and congratulated Sam Otto on graduating from the Law Enforcement Academy.

The court reporter for the hearing portion of the meeting was Carolyn Harkins. The following case was scheduled to be heard:

ADMINISTRATIVE HEARING

In Re: Two Seized Slot Machines

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The purpose of the hearing is to determine if the Fever Franked slot machine and the Track Monster slot machine, which were seized from a residence on October 17, 2014, are contraband and may be destroyed pursuant to SDCL 42-7B-39. Ms. Nohava was not present for the hearing. Staff recommended that the slot machine be destroyed. Commissioner Christianson made a motion to destroy the slot machine. Commissioner Holland seconded the motion which carried unanimously.

PROPOSED RULES HEARING

Buster Blackjack

Commissioner Christianson made a motion to adopt the rule changes as outlined on pages 6-9 of the meeting packet. Commissioner Holland seconded the motion which carried unanimously.

War Blackjack

Commissioner Christianson made a motion to adopt the rule changes as outlined on pages 10-11 of the meeting packet. Commissioner Holland seconded the motion which carried unanimously.

Three Card Poker, Let It Ride and Let It Ride Bonus, Caribbean Stud, Four Card Poker, Texas Hold'em Bonus Poker, Mississippi Stud, and Ultimate Texas Hold'em

Commissioner Christianson made a motion to adopt the rule changes as outlined on pages 14-39 and pages 46-81 of the meeting packet. Commissioner Holland seconded the motion which carried unanimously.

Silverado Stud

Commissioner Christianson made a motion to adopt the rule changes as outlined on pages 39-46 of the meeting packet. Commissioner Duncan seconded the motion which carried unanimously.

A discussion was made that there was not a representative at the meeting for the Silverado Stud rule changes. Commissioner Duncan commented that if a rule was presented for changes then a representative should be there for any questions that the Commissioners might have on those rule changes.

Commissioner Christianson made a motion to rescind the motion for the Silverado Stud rule changes and to be placed on the agenda for the next commission meeting. Commissioner Duncan seconded the motion which carried unanimously.

Commissioner Christianson made a motion to rescind the motion for the Buster Blackjack rule changes and to be placed on the agenda for the next commission meeting. Commissioner Duncan seconded the motion which carried unanimously.

GENERAL MEETING

Commissioner Crew called the general meeting to order at 9:30 am.

Approval of Agenda

No changes to the agenda were noted.

No conflicts of interest were noted on the agenda.

November 20, 2014 Quarterly Meeting

Commissioner Duncan made a motion to adopt the drafted minutes from the November 20, 2014 quarterly meeting. Commissioner Holland seconded the motion which carried unanimously.

February 19, 2015 Special Meeting

Commissioner Christianson made a motion to adopt the drafted minutes from the February 19, 2015 special meeting. Commissioner Holland seconded the motion which carried unanimously.

Remarks by Secretary of Revenue Andy Gerlach

Secretary Gerlach presented an update on the work of the Department of Revenue during the 2015 Legislature Session.

Report on 2015 Legislative Session

Larry Eliason, Executive Secretary, reported that the Commission on Gaming staff drafted and supported three bills during the 2015 Legislative Session all of which passed both chambers.

Racing Commission Officials and Race Track Officials

Commission Racing Officials
Verendrye Benevolent Association Racing Officials
Northeast Area Horse Racing, Inc. Racing Officials

Commissioner Duncan made a motion to approve the Commission Racing Officials, Fort Pierre Officials, and Aberdeen Officials for the 2015 horse racing season as listed on pages 91-93 of the meeting packet. Commissioner Holland seconded the motion which carried unanimously.

Racing Professional Services Contracts

Veterinarian Services
Laboratory Services

Commissioner Christianson made a motion to accept the contracts with Cooper Animal Clinic and the Center for Tox Services for the 2015 horse racing season as outlined on pages 94-105 of the meeting packet. Commissioner Duncan seconded the motion which carried unanimously.

Training for Craps and Roulette

Commission staff has negotiated trainers to present training sessions for Craps and Roulette games. The training sessions will start April 19, 2015 and end May 28, 2015.

Deadwood Licensing Matters

Deputy Executive Secretary Sparrow recommended approval of the following:

Key License

- ✓ Karen Barthel

Key License Renewal- Ratification of Licensing Actions by the Executive Secretary per 42-7B-11 (16)

- ✓ Linda Fierbach
- ✓ Thomas Frank
- ✓ Erik Olsby
- ✓ Jack Sears
- ✓ Kevin Zacher
- ✓ Deb Klima

Business License Approval

Approval of Michael Hlavsa as Director on the Iverson Gaming, Inc. Manufacturers license **(0123-MA)**

Commissioner Christianson made a motion to approve the Key License approval, Ratification of Licensing actions by the Executive Secretary, and Business License approval as staff recommended. Commissioner Duncan seconded the motion which carried unanimously.

Next Commission Meeting

The next quarterly commission meeting will be June 10, 2015. There will also be a special meeting in May to address the rules for Craps, Roulette, and Keno that will be effective July 1, 2015.

EXECUTIVE SESSION

Commissioner Holland made a motion to go into Executive Session. Commissioner Duncan seconded the motion which carried unanimously.

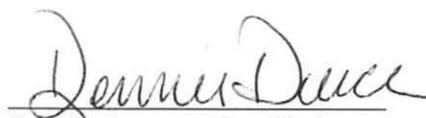
At 10:17 a.m. went into Executive Session pursuant to SDCL 1-25-2 (3).

The Executive Session was concluded at 10:37 a.m. with no formal action taken.

With no further business to be discussed Commissioner Duncan made a motion to adjourn the meeting. Commissioner Holland seconded the motion which carried unanimously.

Meeting was adjourned at 10:38 a.m.

Respectfully Submitted,
Kathy Fredericksen


Dennis Duncan, Vice Chairman


Larry B. Eliason, Executive Secretary