

California Gambling Control Commission
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Wednesday, March 10, 2004

MINUTES OF MARCH 10, 2004
COMMISSION MEETING

OPEN SESSION

Chairman Shelton called the meeting of March 10, 2004, to order at 1:32 p.m. with Commissioners Palmer, Sasaki, and Smith present.

Staff Participating: Gary Qualset, Deputy Director, Licensing and Compliance Division, John Spittler, Commission Counsel and Herb Bolz, Senior Legal Counsel and Regulations Coordinator, Legal Division, and William Young, Staff Management Auditor, Internal Audit Office.

A motion to adopt the Commission meeting minutes of February 26, 2004, was made by Commissioner Sasaki and seconded by Commissioner Smith. Commissioner Palmer requested that an amendment be made to correct the record by replacing April 31, 2004, with April 30, 2004, on the final paragraph of page six of the February 26, 2004, meeting minutes. Commissioner Sasaki amended her motion to adopt the February 26, 2004, Commission meeting minutes with inclusion of the amendment requested by Commissioner Palmer. The amended motion was seconded by Commissioner Smith and unanimously carried with Chairman Shelton and Commissioners Palmer, Sasaki and Smith voting yes.

1. Applications for Work Permit:
 - a. Lake Bowl Cardroom:
Soladay, Briana
 - b. Sundowner Cardroom:
 - i. Chandakham, Souvanna
 - ii. Saechao, Muey

Deputy Director Qualset indicated that both the Division of Gambling Control and Commission staff recommend approval of the applications for a work permit for Items 1a, Briana Soladay, and 1b, Souvanna Chandakham and Muey Saechao. Upon

motion of Commissioner Sasaki, seconded by Commissioner Palmer and unanimously carried with Chairman Shelton and Commissioners Palmer, Sasaki, and Smith voting yes, the Commission approved the applications for a work permit for Items 1a, Briana Soladay, and 1b, Souvanna Chandakham and Muey Saechao.

2. Applications for Key Employee License:
 - a. Bay 101:
Wilson, Michael

Deputy Director Qualset indicated that both the Division of Gambling Control and Commission staff recommend approval of the application for a key employee license for Item 2a, Michael Wilson. Deputy Director Qualset further indicated that once approved the key employee license would be in effect through March 31, 2004 to conform to expiration of the gambling establishment's state gambling license. Upon motion of Commissioner Smith, seconded by Commissioner Palmer and unanimously carried with Chairman Shelton and Commissioners Palmer, Sasaki, and Smith voting yes the Commission approved the application for a key employee license for Item 2a, Michael Wilson.

3. Applications for Renewal of State Gambling License:
 - a. Duffy's: Faye E. Sterns – Sole Proprietor
 - b. Mike's Card Casino: Michael A. Whiteley, Jr. – Sole Proprietor

Deputy Director Qualset indicated that both the Division of Gambling Control and Commission staff recommend approval of the application for renewal of a state gambling license for Item 3a, Duffy's. Upon motion of Commissioner Sasaki, seconded by Commissioner Smith and unanimously carried with Chairman Shelton and Commissioners Palmer, Sasaki, and Smith voting yes, the Commission approved the application for renewal of a state gambling license for Item 3a, Duffy's.

Deputy Director Qualset indicated that both the Division of Gambling Control and Commission staff recommend approval of the application for renewal of a state gambling license for Item 3b, Mike's Card Casino. Upon motion of Commissioner Palmer, seconded by Commissioner Sasaki and unanimously carried with Chairman Shelton and Commissioners Palmer, Sasaki, and Smith voting yes, the Commission approved the application for renewal of a state gambling license for Item 3b, Mike's Card Casino.

4. Approval of Amended Articles of Incorporation:
 - a. Cal-Pac Group, Inc.

The Commission took no action on Item 4a, Cal-Pac Group, Inc., which was continued to the March 24, 2004, meeting by Chairman Shelton.

5. Resolution Concerning Delegation of Authority in Rulemaking

Senior Legal Counsel Bolz presented Item 5 for the Commission's consideration of the Resolution concerning Delegation of Authority in Rulemaking to Commission Chair Dean Shelton. Upon motion of Commissioner Sasaki, seconded by Commissioner Smith and unanimously carried with Chairman Shelton and Commissioners Palmer, Sasaki, and Smith voting yes, the Commission adopted the Delegation of Authority to Commission Chair Dean Shelton. A copy of the Resolution Concerning Delegation of Authority to Chairman Shelton is incorporated into the minutes as Attachment A.

6. Approval of the Charter for the Internal Audit Office

Staff Management Auditor William Young, Internal Audit Office, presented a Charter for the Internal Audit Office, prepared by staff, for consideration of approval by the Commission. Upon motion of Chairman Shelton, seconded by Commissioner Palmer and unanimously carried with Chairman Shelton and Commissioners Palmer, Sasaki, and Smith voting yes, the Commission approved the Charter for the Internal Audit Office. A copy of the Charter for the Internal Audit Office, as adopted by the Commission, is incorporated into the minutes as Attachment B.

7. Approval of Annual Audit Plan

Staff Management Auditor William Young, Internal Audit Office, presented an Annual Audit Plan, prepared by staff, for consideration of approval by the Commission. Upon motion of Commissioner Sasaki, seconded by Commissioner Smith and unanimously carried with Chairman Shelton and Commissioners Palmer, Sasaki, and Smith voting yes, the Commission approved the Annual Audit Plan. A copy of the Annual Audit Plan, as adopted by the Commission, is incorporated into the minutes as Attachment C.

CONSENT CALENDAR ITEMS:

1. Applications for Renewal of Work Permit:
 - a. Napa Valley Casino:
Tang, Yan Ping
 - b. River Cardroom:
Samaris, David

Deputy Director Qualset presented the Consent Calendar to the Commission for its consideration of the applications for renewal of a work permit. Upon motion of

Commissioner Smith, seconded by Commissioner Sasaki and unanimously carried with Chairman Shelton and Commissioners Palmer, Sasaki, and Smith voting yes the Commission approved the Consent Calendar.

PUBLIC COMMENT

There were no comments from the public during this portion of the meeting.

CLOSED SESSION

Chairman Shelton announced that there would be no Closed Session after Commission Counsel stated there would be no discussion of items concerning litigation (Gov. Code § 11126(e)) or personnel issues (Gov. Code § 11126(a)(1)).

1. Future Agenda Items: Commission Discussion.

No discussions took place during this portion of the meeting.

ADJOURNMENT

Upon motion to adjourn the meeting by Commissioner Sasaki, seconded by Commissioner Smith and unanimously carried with Chairman Shelton and Commissioners Palmer, Sasaki, and Smith voting yes, the meeting adjourned at 2:00 p.m.