

California Gambling Control Commission
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**MINUTES OF JULY 25, 2013
COMMISSION MEETING**

OPEN SESSION

1. Call to Order and Pledge of Allegiance.

Chairman Lopes called the meeting to order at 10:00 a.m., and asked everyone to stand for the Pledge of Allegiance.

2. Roll Call of Commissioners.

Roll Call of Commissioners was taken, with Chairman Richard Lopes and Commissioners Tiffany Conklin, Lauren Hammond and Richard Schuetz present.

By concurrence of the Commissioners, agenda items 9.B. and 10 were heard following the consideration of the Consent Calendar. Agenda item 4.A. Bay 101 was considered in conjunction with Items 9.B. and 10, Gaming Fund Group, due to the contractual relationships between the two entities.

In addition, Consent Calendar item 17.A. – Justin Haller was moved to Open Session following agenda item 7 and Consent Calendar items 20.A., Agua Caliente Casino Resort Spa – Georgina Munoz, 20.O., Pechanga Resort & Casino – Edward Faggart, and 20.P., Red Hawk Casino – Shawn Rice were moved to Open Session following item 13.

3. Approval of Commission Meeting Minutes for:
June 27, 2013

Action:

Upon motion of Commissioner Conklin, seconded by Commissioner Schuetz and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the meeting minutes for the June 27, 2013 Commission Meeting.

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4. Applications for Approval of Renewal of State Gambling Licenses (Pursuant to Business and Professions Code section 19876; CCR, Title 4 section 12345):

- A. Bay 101: Sutter's Place, Inc.
Timothy Bumb, President, Shareholder
Ronald Werner, Vice President, Shareholder
George Bumb, Jr., Chief Financial Officer, Shareholder
Brian Bumb, Secretary, Shareholder
Marlene Trapani, Executrix and Special Administrator for the Estate of Marko Trapani, Sr.

(This item was heard following consideration of the Consent Calendar.)

- B. Crystal Casino and Hotel: Celebrity Casinos, Inc.
Mark Kelegian, President, Shareholder
Haig Kelegian, Jr., Chief Financial Officer, Secretary, Shareholder
Haig Kelegian, Sr., Shareholder
Walter Lack, Shareholder
Leo Chu, Shareholder

Comments Received From:

Haig Kelegian, Jr.
Stacey Luna-Baxter, Bureau of Gambling Control

Action:

Upon motion of Commissioner Hammond, seconded by Commissioner Conklin and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the renewal state gambling license application for Crystal Casino and Hotel valid August 1, 2013 through July 31, 2015. This action does not apply to Haig Kelegian, Jr., as his license is currently stayed.

- C. Golden State Casino: Keith Hoang, Sole Proprietor

Comments Received From:

Keith Hoang, via telephone

Action:

Upon motion of Commissioner Conklin, seconded by Commissioner Hammond and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the renewal state gambling license application for Golden State Casino valid August 1, 2013 through July 31, 2015.

- D. Mortimer's Card Room: Mortimer's, Inc.
Mark Williamson, President, Shareholder
Pamela Neu, Vice President, Shareholder

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Willis Hanna, Chief Financial Officer,
Shareholder
Marylee Sakas, Shareholder
Albert Nicora, Secretary

Comments Received From:

Mark Williamson
Jesse Crawford

Action:

Upon motion of Chairman Lopes, seconded by Commissioner Hammond and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the renewal state gambling license application for Mortimer's, Inc. dba Mortimer's Card Room valid through July 31, 2015, amending the existing condition noted below:

Beginning August 1, 2011, and continuing thereafter, the designated agent of Mortimer's, Inc. shall provide the ~~Commission~~ Bureau with a written report on the progress of the settlement of the Edward L. Williamson Estate every 60 days, and notwithstanding the above, the designated agent shall provide the ~~Commission~~ Bureau with a written Notice of all Probate Court actions or orders relating to the estate within 10 days of the receipt of the notice of such action or order.

E. St. Charles Place: Robert Bertges, Sole Proprietor
Lori Bertges, Community Property Interest
Holder

Comments Received From:

Francis Asuncion, Bureau of Gambling Control
Stacey Luna-Baxter, Bureau of Gambling Control

Action:

Upon motion of Commissioner Conklin, seconded by Chairman Lopes and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the renewal state gambling license application for St. Charles Place valid August 1, 2013 through March 31, 2015.

5. Application for Approval of Initial Key Employee Portable Personal Licenses (Pursuant to Business and Professions Code section 19854; CCR Title 4, section 12350):

Adam Sanchez

Comments Received From:

Adam Sanchez

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Action:

Upon motion of Commissioner Conklin, seconded by Commissioner Hammond and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the initial key employee license application for the licensure period of August 1, 2013 through September 30, 2013.

6. Applications for Approval of Renewal Key Employee Portable Personal License (Pursuant to Business and Professions Code section 19854; CCR Title 4, section 12351):

A. Xavier Antonio

Comments Received From:

Xavier Antonio, via telephone
Stacey Luna-Baxter, Bureau of Gambling Control

Action:

Upon motion of Commissioner Conklin, seconded by Commissioner Hammond and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the renewal key employee license application for the licensure period of August 1, 2013 through March 31, 2015, and the removal of the existing condition noted below.

Removed Condition:

Within 120 days Mr. Antonio must submit to the Bureau of Gambling Control written evidence that the judgment was not found in the Monterey County Superior Court's records and a current credit report showing the judgment is not listed.

B. Reyna Duckett

Action:

Upon motion of Commissioner Hammond, seconded by Commissioner Conklin and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the renewal key employee license application for the licensure period of August 1, 2013 through March 31, 2015, continuing with the existing condition noted below:

Within 120 days, Ms. Reyna Duckett must submit to the Bureau of Gambling Control written evidence that the outstanding delinquent credit accounts have been cleared.

7. Application for Approval of Initial Work Permit (Pursuant to Business and Professions Code section 19912):

The 101 Casino: Jesse Myers

Comments Received From:

Jesse Myers

Action:

Upon motion of Commissioner Conklin, seconded by Commissioner Hammond and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the initial work permit application valid through August 31, 2014.

Moved from Consent to Open Session:

17. Applications for Approval of Initial Work Permit (Pursuant to Business and Professions Code section 19912):

- A. Empire Sportsmen's Association:
Justin Haller

Comments Received From:

Justin Haller, via telephone

Action:

Upon motion of Chairman Lopes, seconded by Commissioner Hammond and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the initial work permit application valid through April 30, 2014.

8. Application for Approval of Renewal Work Permit (Pursuant to Business and Professions Code section 19912):

- The 101 Casino: Rose Blanda

Comments Received From:

Rose Blanda, via telephone

Action:

Upon motion of Commissioner Hammond, seconded by Commissioner Schuetz and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the renewal work permit application valid through November 30, 2014, and the removal of the existing condition noted below.

Removed Condition:

Ms. Blanda must submit the following documentation to the Bureau of Gambling Control by May 31, 2013:

- 1) *A copy of the arrest report for the March 16, 2011 misdemeanor conviction.*
- 2) *Written documentation of participation and completion of the substance abuse treatment program.*

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9. Applications for Approval of Renewal of Third Party Provider of Proposition Services/Gambling Business Licenses (Pursuant to Business and Professions Code section 19984; CCR, Title 4, sections 12218.8 and 12238):

- A. Banc, LLC: The Ayjian Family Revocable Trust, Sole Member
Terry Ayjian, Trustee and Beneficiary
Tiana Nguyen, Trustee and Beneficiary

Comments Received From:

Terry Ayjian
Keith Sharp
Sara Campbell, Bureau of Gambling Control, via telephone
Stacey Luna-Baxter, Bureau of Gambling Control

Action:

Upon motion of Commissioner Schuetz, seconded by Commissioner Conklin and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes the Commission approved the renewal third party provider license application for Banc, LLC, and its owners, valid through March 31, 2015, amending the existing condition noted below:

Banc, LLC or Terry Ayjian shall not accept additional personal loans from Michael and Celeste Ayjian without first obtaining approval from the California Gambling Control Commission for the transaction.

- B. Gaming Fund Group, Inc.: William Schipani, President, Secretary, Treasurer,
Director, Shareholder
David Chau, Vice President
Game Source, LLC, Funding Source

(This item was heard following consideration of the Consent Calendar)

10. Request for Approval of Stock Purchase Agreement (Pursuant to Business and Professions Code section 19904):

- Gaming Fund Group, Inc.: Gaming Fund Group, Inc.
William Schipani, President, Secretary, Treasurer,
Director, Shareholder (Seller)
DC Acquisitions, Inc.
David Chau, Shareholder (Buyer)

(This item was heard following consideration of the Consent Calendar)

11. Applications for Approval of Conversion of Third-Party Providers of Proposition Player Services /Gambling Business Supervisor/Player Registrations to Licenses (Pursuant to Business and Professions Code section 19984; CCR, Title 4, sections 12218 and 12233):

- A. CB Certified Banker, Inc.:
Player: Huu Tran

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B. Certified Network M, Inc.:

Players: Phillip Flores Natalie Northrup
Jennifer Ortiz

C. Certified Players, Inc.:

Player: Jacqueline Harris

D. Pacific Gaming Services, LLC:

Player: Hadi Kroomy

E. PT Gaming, LLC:

Players: Dee Dufoe Matthew Hache
Sony Kim

F. Qualified Player Services, LLC:

Player: Lucille Padget

Action:

Upon motion of Commissioner Conklin, seconded by Commissioner Hammond and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the conversion applications valid through July 31, 2015.

12. Applications for Approval of Renewal of Third Party Providers of Proposition Player Services/Gambling Business Supervisor/Player Licenses (Pursuant to Business and Professions Code section 19984; CCR, Title 4, sections 12218.8 and 12238):

Gaming Fund Group, Inc.:

Players:

Miguel Aguilar

Comments Received From:

Miguel Aguilar

Jade Jaeckle

Action:

Upon motion of Commissioner Hammond, seconded by Commissioner Schuetz and carried in a vote by roll call with Chairman Lopes and Commissioners Hammond and Schuetz voting yes and Commissioner Conklin voting no, the Commission referred the renewal third party proposition player services license application for Mr. Aguilar to an Evidentiary Hearing.

Erlinda Brachelli

Comments Received From:

Jade Jaeckle

No action was taken on this item as Ms. Brachelli is no longer employed with Gaming Fund Group, Inc.

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Gerardo Revuelta

Comments Received From:

Gerardo Revuelta
Jade Jaeckle
Yolanda Morrow, Bureau of Gambling Control
Stacey Luna-Baxter, Bureau of Gambling Control

Action:

Upon motion of Commissioner Schuetz, seconded by Chairman Lopes and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the renewal third party proposition player services license application valid August 1, 2013 through July 31, 2015.

Jason Stokke

Comments Received From:

Jason Stokke

Action:

Upon motion of Chairman Lopes, seconded by Commissioner Conklin and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the renewal third party proposition player services license application valid August 1, 2013 through July 31, 2015.

13. Applications for Approval of Initial Tribal-State Compact Key Employee Findings of Suitability (Pursuant to the Tribal-State Gaming Compact, section 6.4.4):

- A. Berry Creek Rancheria of Maidu Indians of California:
John Lind

Comments Received From:

John Lind, via telephone

Action:

Upon motion of Commissioner Hammond, seconded by Commissioner Conklin and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the initial finding of suitability application valid through March 22, 2014.

- B. Pauma Band of Luiseno Mission Indians of the Pauma and Yulma Reservation:
Harry Taylor

Comments Received From:

Harry Taylor, via telephone

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Action:

Upon motion of Commissioner Hammond, seconded by Commissioner Conklin and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the initial finding of suitability application valid through July 24, 2014.

Moved from Consent to Open Session:

20. Applications for Approval of Initial Tribal-State Compact Key Employee Findings of Suitability (Pursuant to the Tribal-State Gaming Compact, section 6.4.4):

A. Agua Caliente Casino Resort Spa – Agua Caliente Band of Cahuilla Indians:
Georgina Munoz

Comments Received From:

Georgina Munoz, via telephone

Action:

Upon motion of Commissioner Hammond, seconded by Chairman Lopes and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the initial finding of suitability application valid through January 31, 2014.

O. Pechanga Resort & Casino – Pechanga Band of Luiseno Mission Indians of the Pechanga Reservation:
Edward Faggart

Comments Received From:

Edward Faggart, via telephone

Action:

Upon motion of Chairman Lopes, seconded by Commissioner Conklin and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the initial finding of suitability application valid through August 31, 2014.

P. Red Hawk Casino – Shingle Springs Band of Miwok Indians:
Shawn Rice

Comments Received From:

Shawn Rice, via telephone

Action:

Upon motion of Commissioner Conklin, seconded by Chairman Lopes and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the initial finding of suitability application valid through September 15, 2014.

14. Staff Recommendation to Extend All Card-Minding Device and Remote Caller Bingo Licenses and Work Permits in Effect as of July 1, 2013, to December 31, 2013 – Manufacturers, Distributors and Vendors; Fiduciaries; Site Managers; Callers; Managerial, Technical and Administrative Work Permits:

A. Licenses*

B. Work Permits*

*See Attachment A

Action:

Upon motion of Commissioner Hammond, seconded by Commissioner Schuetz and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission extended all existing remote caller bingo licenses and work permits and all existing card-minding device manufacturer and distributor licenses valid through December 31, 2013.

15. Deliberation and Consideration of Written Public Comments and Final Adoption of Regulations Concerning the Issuance of Subpoenas in Matters Before the Commission (Adopt Title 4, CCR, Section 12014)

Public Comment:

Jim Parrinello

Action:

Upon motion of Commissioner Conklin, seconded by Commissioner Hammond and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved for filing with the Office of Administrative Law (OAL) the regulation as previously noticed May 10, 2013 which establishes rules governing the issuance of subpoenas in proceedings before the Commission.

16. Revenue Sharing Trust Fund Final Report for Distribution to Eligible Recipient Indian Tribes for Quarter Ending June 30, 2013 – Quarterly License Revenue Received and Shortfall

Public Comment:

Jasmine Andreas

Kathryn Morgan

Arlinda Locklear

William Gollnick

Delia Dominquez

Action:

Upon motion of Commissioner Conklin, seconded by Commissioner Schuetz and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved distribution of funds to the eligible tribes as listed in the Revenue Sharing Trust Fund Report and that the allocation for California Valley Miwok be withheld pending resolution by the Federal government of the tribal leadership dispute and the distribution for lipay

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Nation of Santa Ysabel be made to the Yavapai Apache Nation pursuant to order of the Sacramento Superior Court.

BREAK: 12:21 PM – 1:16 PM

CONSENT CALENDAR ITEMS:

17. Applications for Approval of Initial Work Permit (Pursuant to Business and Professions Code section 19912):
- A. Empire Sportsmen’s Association:
Koun Hak Justin Haller – **Open Session** Talisa Ungchy
 - B. Napa Valley Casino:
Tyler Hill Samuel Jordan Rizal Jose
Alexander Torrecampo
 - C. The 101 Casino:
Melanie Coelho Chanel Crawford Jared Horstman
Namorn Lim Maria Mendoza
Heidi Pepper
 - D. The Deuce Lounge and Casino:
Kevin Jannak
 - E. Towers Casino:
Lauren Jeske
18. Application for Approval of Renewal Work Permit (Pursuant to Business and Professions Code section 19912):
Sokhamara Men
19. Applications for Approval of Renewal of Third Party Providers of Proposition Player Services/Gambling Business Supervisor/Player Licenses (Pursuant to Business and Professions Code section 19984; CCR, Title 4, sections 12218.8 and 12238):
Banc, LLC:
Players: Vi La Angela Zambrano-Estrello
20. Applications for Approval of Initial Tribal-State Compact Key Employee Findings of Suitability (Pursuant to the Tribal-State Gaming Compact, section 6.4.4):
- A. Agua Caliente Casino Resort Spa – Agua Caliente Band of Cahuilla Indians:
Georgina Munoz – **Open Session**
 - B. Augustine Casino – Augustine Band of Cahuilla Mission Indians:
Justin Newborn
 - C. Barona Resort and Casino – Barona Band of Mission Indians:
Melissa Hadsell
 - D. Blue Lake Casino and Hotel – Blue Lake Rancheria:
David Vainuku
 - E. Cache Creek Casino Resort – Yocha Dehe Wintun Nation:
Ramon Madrigal Jr.
 - F. Casino Pauma – Pauma Band of Luiseno Mission Indians of the Pauma and Yuima Reservation:
Teresa Pena

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- G. Chumash Casino Resort – Santa Ynez Band of Chumash Mission Indians of the Santa Ynez Reservation:
Oscar Alejo Jr.
- H. Desert Rose Casino – Alturas Indian Rancheria:
Lala Parrish
- I. Eagle Mountain Casino – Tule River Indian Tribe of the Tule River Reservation:
Margaret Bachand
- J. Fantasy Springs Resort Casino – Cabazon Band of Mission Indians:
William Banning III Kimberly Porton
- K. Gold Country Casino & Hotel – Berry Creek Rancheria of Maidu Indians of California:
Peggy Herrera
- L. Harrah’s Rincon Casino & Resort – Rincon Band of Luiseno Indians:
Jill Wright
- M. Morongo Casino Resort & Spa – Morongo Band of Cahuilla Indians of the Morongo Reservation:
Lonna Blackmon Ross Koepp
- N. Paiute Palace Casino – Bishop Paiute Tribe:
Darlene Salas
- O. Pechanga Resort & Casino – Pechanga Band of Luiseno Mission Indians of the Pechanga Reservation:
Edward Faggart – **Open Session** Matthew Utley
- P. Red Hawk Casino – Shingle Springs Band of Miwok Indians:
Johnny Lam Shawn Rice – **Open Session**
- Q. River Rock Casino – Dry Creek Rancheria Band of Pomo Indians:
Anthony Fulwider
- R. Running Creek Casino – Habematolel Pomo of Upper Lake
Leeann McNabb
- S. San Manuel Indian Bingo and Casino – San Manuel Band of Serrano Mission Indians of the San Manuel Reservation:
Daniel Cohen
- T. Soboba Casino – Soboba Band of Luiseno Indians:
Jerrod Jones
- U. Spotlight 29 Casino – Twenty-Nine Palms Band of Mission Indians:
Anjelica Salgado
- V. Sycuan Casino & Resort – Sycuan Band of the Kumeyaay Nation:
Allen Puno
- W. Tachi Palace Hotel and Casino – Santa Rosa Indian Community of the Santa Rosa Rancheria:
Jason Hedrick
- X. Thunder Valley Casino Resort – United Auburn Indian Community of the Auburn Rancheria:
David Triggs
- Y. Valley View Casino & Hotel – San Pasqual Band of Diegueno Mission Indians:
Jody Cort

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21. Applications for Approval of Renewal Tribal-State Compact Key Employee Findings of Suitability (Pursuant to the Tribal-State Gaming Compact, section 6.4.4):

- A. Bear River Casino – Bear River Band of the Rohnerville Rancheria:
Margaret McGinnis Craig Morey Aaron Pepetone
- B. Casino Pauma – Pauma Band of Luiseno Mission Indians of the Pauma and Yuima Reservation:
Jeffrey Hart
- C. Cher-Ae-Heights Casino – Cher-Ae-Heights Indian Community of the Trinidad Rancheria:
William Martin William Mills
- D. Diamond Mountain Casino and Hotel – Susanville Indian Reservation:
Claire Chambers
- E. Elk Valley Casino – Elk Valley Rancheria:
Chanh Saivong
- F. Harrah's Rincon Casino & Resort – Rincon Band of Luiseno Indians:
Monica DeLima JingMing Gao
- G. Havasu Landing Resort & Casino – Chemehuevi Indian Tribe of the Chemehuevi Reservation:
Thomas Martinez
- H. Morongo Casino Resort & Spa – Morongo Band of Cahuilla Indians of the Morongo Reservation:
Robert Armstrong Thanhliem Chau Wendell Cheshier
Donald Didion Jr. Thomas Gibbs Howard Lee
David Newman David Nickolaus
- I. Pala Casino Spa Resort – Pala Band of Mission Indians:
Perla Donato Ricardo Flores Maria Hamto
Delores Kennedy Monica Pablos-Flores
- J. Pechanga Resort & Casino – Pechanga Band of Luiseno Mission Indians of the Pechanga Reservation:
Susana Briones Robert Bunch Eusebio Ganal
Ariston Garcia Aaron Hunter Kimberly Jess
Jeffrey McCarl CarolChau Nguyen Covazon Salmorin
Anthony Sauve
- K. Red Hawk Casino – Shingle Springs Band of Miwok Indians:
Erik Carlson
- L. Rolling Hills Casino – Paskenta Band of Nomlaki Indians:
Lance Heinle
- M. Santa Ysabel Casino – Santa Ysabel Band of Digueno Indians:
Jarrod Denmark
- N. Soboba Casino – Soboba Band of Luiseno Indians:
Elena Carriere
- O. Tachi Palace Hotel and Casino – Santa Rosa Indian Community of the Santa Rosa Rancheria:
Sandra Carrasco
- P. Thunder Valley Casino Resort – United Auburn Indian Community of the Auburn Rancheria:
Dai Luong Ada Luu Lai Saechao
Karen Thanavong Sharon Trau Chan Vann

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Action:

Upon motion of Commissioner Hammond, seconded by Chairman Lopes and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved Consent Calendar items 17 through 21 with the exception of items moved from Consent to Open Session.

9. Applications for Approval of Renewal of Third Party Provider of Proposition Services/Gambling Business Licenses (Pursuant to Business and Professions Code section 19984; CCR, Title 4, sections 12218.8 and 12238):

B. Gaming Fund Group, Inc.: William Schipani, President, Secretary, Treasurer, Director, Shareholder
David Chau, Vice President
Game Source, LLC*, Funding Source

Comments Received From:

Jade Jaeckle
Keith Sharp
Tony Pourmohamad
David Chau
Ronald Werner
Vincent Shaw
Yolanda Morrow, Bureau of Gambling Control
Stacey Luna-Baxter, Bureau of Gambling Control

Action:

Upon motion of Commissioner Hammond, seconded by Chairman Lopes and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the renewal third party provider license application for Gaming Fund Group, Inc., valid through September 30, 2014, modifying the existing condition and the addition of new conditions as follows:

- 1. Gaming Fund Group, Inc. will not provide third-party proposition player services to, or operate as a gambling business at ~~S&S Gaming Pocket 3's Gaming, Inc. dba Club Caribe~~ until ~~S&S Gaming, Inc. Pocket 3's Gaming, Inc.~~ has repaid in full all outstanding loans owed to Gaming Fund Group, Inc. and/or Game Source, LLC.*
- 2. ~~Gaming Fund Group, Inc. and Game Source, LLC will provide a copy of the reconveyance to the Commission and Bureau when S&S Gaming, Inc. has repaid in full the loans owed to Gaming Fund Group, Inc. and Game Source, LLC.~~*
- 3. ~~Any future involvement between Gaming Fund Group, Inc. and James Aiello's or TAJA Enterprises or any other gaming business relationship with James Aiello be approved in advance by the Commission.~~*
- 4. ~~Gaming Fund Group, Inc. shall not allow TAJA Enterprises to have any influence or control over Gaming Fund Group, Inc. operations.~~*

- ~~5. Any further negotiations by Gaming Fund Group, Inc. with TAJA Enterprises shall be conducted with Tom Artle or whoever is the managing member of TAJA Enterprises, and not involve James Aiello in any manner.~~
2. As required by the Gambling Control Act, Gaming Fund Group, Inc. shall not enter into any funding source or ownership agreements prior to the review and approval of the Commission and Bureau. Should Gaming Fund Group, Inc. enter into any funding source or ownership agreements prior to approval, it will be grounds for immediate revocation of Gaming Fund Group's Third Party Proposition Player Services contract agreements and the Bureau will take the appropriate steps for revocation of Gaming Fund Group's Third Party Proposition Player Services and Gambling Business licenses.
3. Gaming Fund Group, Inc. and its owners shall not enter into agreements with TAJA Enterprises. Further, Gaming Fund Group, Inc. shall cease any and all direct or indirect business involvement with the TAJA Enterprises without prior approval by the Commission.
4. Gaming Fund Group, Inc. shall not enter into any type of intellectual property license agreements with any person or entity without the prior approval of the California Gambling Control Commission.

Modified Conditions for Game Source, LLC:

1. Game Source, LLC shall submit to the ~~Commission and Bureau~~ quarterly reports of investor holdings within 30 days of the end of each quarter. The ~~Commission~~ Bureau reserves the right to request documentation regarding any additional investments based on these quarterly reports.
2. Tony Pourmohamad shall submit to the ~~Commission~~ Bureau evidence of quarterly payments made to repay the promissory note between himself and Houshang Pourmohamad within 15-days of payment.
3. No Game Source, LLC member shall accept any loans or monetary gifts for the purpose of increasing their investment in Game Source, LLC without prior approval by the Commission.

10. Request for Approval of Stock Purchase Agreement (Pursuant to Business and Professions Code section 19904):

Gaming Fund Group, Inc.:

Gaming Fund Group, Inc.
William Schipani, President, Secretary, Treasurer,
Director, Shareholder (Seller)
DC Acquisitions, Inc.
David Chau, Shareholder (Buyer)

Comments Received From:
Keith Sharp

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No action was taken by the Commission with the understanding that an Amended Stock Purchase Agreement will be provided to the Commission for consideration. This item will be placed on the August 8, 2013 Commission Meeting agenda.

4. Applications for Approval of Renewal of State Gambling Licenses (Pursuant to Business and Professions Code section 19876; CCR, Title 4 section 12345):

- A. Bay 101: Sutter's Place, Inc.
Timothy Bumb, President, Shareholder
Ronald Werner, Vice President, Shareholder
George Bumb, Jr., Chief Financial Officer,
Shareholder
Brian Bumb, Secretary, Shareholder
Marlene Trapani, Executrix and Special
Administrator for the Estate of Marko Trapani, Sr.

Comments Received From:
Ronald Werner

Action:

Upon motion of Commissioner Hammond, seconded by Commissioner Schuetz and unanimously carried in a vote by roll call with Chairman Lopes and Commissioners Conklin, Hammond and Schuetz voting yes, the Commission approved the renewal state gambling license application for Sutter's Place, Inc. dba Bay 101 valid August 1, 2013 through July 31, 2015.

PUBLIC COMMENT:

Robert Saucier

CLOSED SESSION Convened at 3:50 PM

1. Litigation: (Government Code section 11126(e)):
 - A. *Pauma Band of Luiseno Mission Indians v. Gambling Control Commission; and Arnold Schwarzenegger*, U.S. Dist Court S. D. California (09 CV01955 LAB AJB)
 - B. *San Pasqual Band of Mission Indians v. State of California, et al.*, Los Angeles County Superior Court (BC431469)
 - C. *Bingo Innovations of California, Inc. v. California Gambling Control Commission*, Sacramento County Superior Court (34-2012-80001139)
 - D. *Yavapai Apache Nation v. Iipay Nation of Santa Ysabel, the State of California, and the California Gambling Control Commission*, Sacramento County Superior Court (34-2012-001199727)
2. Deliberation on Decision Regarding Disciplinary Matter (Government Code section 11126(c)(3)):
Default Decision and Order in the Matter of the Accusation Against: Fernando Allan Lopez, Jr. (BGC Case No. BGC-HQ2012-00006AL)

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3. Hearing Deliberations Pursuant to Government Code Section 11126(c)(3):
In the Matter of the Application for Approval of Initial Tribal-State Compact Key Employee Finding of Suitability for William Hayward, Case No.: CGCC-2012-0701

RECONVENE TO OPEN SESSION at 3:58 PM

Chairman Lopes stated that in Closed Session Commissioners approved the default decisions regarding Closed Session Items 2 and 3.

ADJOURNMENT:

Chairman Lopes adjourned the Commission Meeting at 3:59 PM.