

IN THE MATTER OF THE

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BEFORE THE

PENN CECIL MARYLAND, INC.,

*

MARYLAND LOTTERY
AND GAMING CONTROL

Respondent.

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COMMISSION

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May 2023 Regulatory Violations

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CONSENT AGREEMENT

Pursuant to the Annotated Code of Maryland, State Government Article (“SG”), §§ 9-1A-01, *et seq.* (“Gaming Law”), and Code of Maryland Regulations (“COMAR”) 36.03.04.06, the Maryland Lottery and Gaming Control Commission (“Commission”) and Penn Cecil Maryland, Inc., (“Hollywood Casino”) desire to resolve this matter without a formal administrative hearing. Accordingly, the parties recite the following facts and make the following agreements:

BACKGROUND

The Commission, with the assistance of the Maryland Lottery and Gaming Control Agency (“MLGCA” or “Agency”), regulates the operation of the State’s video lottery terminals (“VLTs”) and table games, and is responsible for licensing qualified facility operators and ensuring that the operation of video lottery facilities, VLTs and table games is conducted legally. SG §§ 9-1A-02(b), 9-1A-04(b)(14).

If a licensee violates a provision of the Gaming Law, a regulation promulgated by the Commission, or a directive of the Commission or the Director of the MLGCA, the Commission is authorized to, after a hearing, take action against a licensee that may include suspension or revocation of a license, and levying a civil penalty for each violation. SG §§ 9-1A-04(a)(3) – (8), -25; Code of Maryland Regulations (“COMAR”) 36.03.04. The Commission may also take other enforcement action, such as a corrective action plan, a reprimand, or imposition of a condition on

a license. SG §§ 9-1A-04(a)(3), -25; COMAR 36.03.04. The Commission may also agree with a licensee to reach a settlement to resolve a violation. COMAR 36.03.04.06.

Hollywood Casino is licensed by the Commission as the operator of the video lottery facility in Cecil County.

By letter dated August 17, 2023, the Agency notified Hollywood Casino of an alleged violation of the Gaming Law – regulatory violation for the audit period of May 1, 2023 through May 31, 2023. The Agency included the monthly audit report for May 2023 indicating the violation for which the Agency is proposing a monetary penalty. The Notice of Alleged Violation asserted that this action violated the Gaming Law and regulations promulgated thereunder, and that this action was sanctionable.

Hollywood Casino has taken corrective measures to ensure future compliance with these regulations.

The parties agree to the following terms and conditions as a means of resolving the captioned alleged violation.

TERMS AND CONDITIONS

1. This Consent Agreement is being entered into as a means of settling the alleged violation and avoiding the potential expense and inconvenience of a formal hearing.
2. There has not been a formal finding as to the merits of the allegation in the Notice of Violation. This Consent Agreement does not constitute an admission or denial by either party that a violation of law or regulation has occurred.
3. Upon the parties' execution of this Consent Agreement, Commission staff shall submit this Consent Agreement to the Commission for review and final approval at its next meeting.

4. Upon the Commission's final approval of this Consent Agreement, and no later than 10 days after, Hollywood Casino shall remit payment of \$1,000.00 to the Commission.
5. Upon receipt of payment from Hollywood Casino, the Commission will close these matters.
6. Hollywood Casino will continue to take appropriate measures to ensure future compliance with these regulations.
7. If Hollywood Casino violates a term of this Consent Agreement, the Commission may impose a sanction or penalty on Hollywood Casino for violating the Agreement or for the underlying violation. COMAR 36.03.04.06.
8. By entering into this Consent Agreement, Hollywood Casino waives all rights to administrative or judicial review of this alleged violation.
9. This Consent Agreement extends only to the alleged violation referenced in the August 17, 2023, Alleged Notice of Violation. If the Commission subsequently discovers additional facts of a material and substantial nature involving the incident cited in the August 17, 2023, Alleged Notice of Violation, and said facts constitute additional alleged violations, the Commission may pursue such additional alleged violations. Hollywood Casino may dispute such additional alleged violations.
10. This Consent Agreement constitutes the entire agreement between the parties. No prior or subsequent understandings, agreements, or representations, oral or written that are not specified or referenced within this document will be valid provisions of this Consent Agreement.
11. This Consent Agreement may not be modified, supplemented or amended, in any manner, except by written agreement signed by the parties.

12. This Consent Agreement is not final and binding until it is approved by the Commission.
COMAR 36.03.04.06B(2).

IN WITNESS WHEREOF, the parties have signed this Consent Agreement as set forth
below:

Amy Brennan (date)
Vice President and General Manager
Hollywood Casino

John Martin (date)
Director
Maryland Lottery and Gaming Control
Agency

APPROVED:

E. Randolph Marriner (date)
Chair, Maryland Lottery and Gaming Control Commission