

OFFICE OF THE ATTORNEY GENERAL
MARYLAND STATE LOTTERY AGENCY

TO: Maryland Lottery Commission
Gordon Medenica, Director

FROM: Robert T. Fontaine, Assistant Attorney General *RTF*
Principal Counsel

DATE: April 11, 2016

SUBJECT: Report for the April Commission Meeting

This is a status update of ongoing and special projects in the Office of the Attorney General.

I. Contracts, Human Resources, and Administrative

a. Key accomplishments last period:

- i. Reviewed eight contracts for the Lottery's Communications Division for promotion of public affairs events.
- ii. Reviewed one Corporate Guaranty document and one Financial Responsibility Agreement submitted for 7-11 Lottery retailers.
- iii. Filed a lien against one retailer on behalf of the Lottery's AFO Division in the total amount of \$1,015.03.
- iv. Reviewed various employment issues and documents for the Human Resources Division, and one Family and Medical Leave Act leave request.
- v. Continued to work with Staff on the central monitoring and central system RFP.
- vi. Assisted Staff in following up to a previous request under Maryland's Public Information Act (PIA) for records pertaining to casinos' internal procedures related to facility exclusions and patron safety.
- vii. Assisted Staff in responding to a PIA request for both constituent correspondence to the Governor about lottery and gaming issues and the Agency's responses to those constituents on the Governor's behalf.

b. Upcoming tasks for this period:

- i. Review court filings to ensure compliance with applicable status and regulations for judicial approval of the assignment of a lottery prize.
- ii. Continue to assist Staff with the central monitoring and central system RFP.

c. Issues:

- i. N/A

II. Lottery

a. Key accomplishments last period:

- i. Reviewed three requests from Creative Product Development relating to new Lottery scratch-off games.
- ii. Continue to assist Creative Services Division in developing and implementing the *My Lottery Rewards Program* by reviewing rules, licenses and other related documents for new promotions using MLR.
- iii. Reviewed documents related to multistate Cash4Life® game.

b. Upcoming tasks for this period:

- i. Continue to work with Staff to operationalize Cash4Life® game.

c. Issues:

- i. N/A

III. Gaming

a. Key accomplishments last period:

- i. On April 8, the Circuit Court for Prince George's County granted our motion to dismiss a petition for judicial review of the Commission's revocation of a sponsored gaming license. The motion was based on the former licensee's failure to both file required court pleadings and attend the hearing.
- ii. Continued to assist Staff on enforcement and licensing issues associated with casino operations.
- iii. Continued to assist Staff in monitoring the impact of Caesars' financial status on Horseshoe Casino Baltimore.
- iv. Continued to assist Staff in preparing for the repeal of certain table game rules regulations and in preparing related regulatory amendments.
- v. Filed a motion to dismiss a petition for judicial review of the Commission's revocation of a sponsored gaming license because the former licensee failed to timely file a required pleading with the Circuit Court for Baltimore City; we are awaiting a ruling on the motion.

b. Upcoming tasks for this period:

- i. Continue to assist Staff in monitoring the impact of Caesars' financial status on Horseshoe.
- ii. Work with Staff as necessary on issues associated with MGM's license award.
- iii. Continue to assist Staff in preparing for the repeal of, and amendments to, certain table game rules regulations.
- iv. Continue to assist Staff in reviewing and addressing the State's casino operators' recommendations for regulatory amendments.
- v. Provide assistance as necessary to staff regarding licensing and enforcement, including enforcement action against individual licensees.
- vi. Monitor any developments related to daily fantasy sports.

c. Issues:

- i. N/A

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IV. New Initiatives-Electronic Gaming Devices

a. Key accomplishments last period:

i. N/A

b. Upcoming tasks for this period:

i. Provide any necessary advice to Staff concerning issues associated with the Commission's regulation of electronic gaming devices and skills-based amusement devices.