

OFFICE OF THE ATTORNEY GENERAL
MARYLAND STATE LOTTERY AND GAMING CONTROL AGENCY

TO: Maryland Lottery Commission
Gordon Medenica, Director

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

DATE: June 14, 2016

SUBJECT: Report for the June 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 one contract 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 \$13,134.67.
- iv. Reviewed various employment issues and documents for the Human Resources Division.
- v. Assisted Staff in responding to requests under Maryland's Public Information Act (PIA) for: (1) packets of information distributed at the May 25 meeting of the Maryland Amusement Game Advisory Committee; and (2) records supporting the Managing Director of Regulatory Oversight's compliance report to the Commission on May 26, as well as constituent letters to the Governor and the Agency's responses.
- vi. Assisted Staff in following up on a previous PIA request for records pertaining to Maryland Live Casino's internal procedures related to facility exclusions and patron safety, about which the PIA Ombudsman contacted the Agency.

b. Upcoming tasks for this period:

- i. Review court filings to ensure compliance with applicable statutes and regulations for judicial approval of the assignment of a lottery prize.

c. Issues:

- i. N/A

II. Lottery

a. Key accomplishments last period:

- i. Reviewed five requests from Creative Product Development relating to new Lottery scratch-off games.
- ii. Continued to work with Staff on the central monitoring and control system RFP.
- iii. 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.

b. Upcoming tasks for this period:

- i. Continue to assist Staff with the central monitoring and control system RFP.

c. Issues:

- i. N/A

III. Gaming

a. Key accomplishments last period:

- i. Filed required pleadings in the Circuit Court for Baltimore County involving the petition for judicial review of the Commission's revocation of a sponsored gaming license. The petitioner/former licensee is required to file certain pleadings on or about July 10; the merits hearing is September 1.
- 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.

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. Provide assistance as necessary to staff regarding licensing and enforcement, including enforcement action against individual licensees.
- iv. Monitor any developments related to daily fantasy sports.

c. Issues:

- i. N/A

IV. New Initiatives-Electronic Gaming Devices

a. Key accomplishments last period:

- i. Continued to assist Staff in preparing amendments to regulations. These regulations will be presented by the Managing Director of Gaming.

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.

V. New Initiatives-Amusement Gaming Licenses

a. Key accomplishments last period:

- i. Continued to assist Staff in preparing amusement gaming license regulations to implement SB 941, which was passed during the 2016 session of the General Assembly.

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.
- ii. Assist Staff in implementing amusement gaming license regulations.