

Maryland Lottery and Gaming Control Commission

STAFF AGENDA MEMORANDUM

DATE OF MEETING: September 19, 2013

AGENDA ITEM: Penn Cecil Maryland, Inc. – Corporate Restructuring

PRESENTER: John J. Mooney, Assistant Director for Enforcement

ISSUE SUMMARY: Penn National Gaming, Inc. is proposing a corporate restructuring and spin-off of certain of its real property and other assets into Gaming and Leisure Properties, Inc. a newly formed real estate investment trust. Among the assets being spun-off by Penn is Penn Cecil Maryland, Inc., a Maryland Video Lottery Operation licensee that operates the Hollywood Casino Perryville.

COMMISSION ACTION REQUIRED/REQUESTED: Motion to approve the spin-off of Penn Cecil Maryland, Inc. into the newly formed real estate investment trust,

STAFF RECOMMENDATIONS: Staff recommends approval of the spin-off