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**SOUTH DAKOTA COMMISSION ON GAMING SPECIAL MEETING
PROPOSED RULES HEARING
THE LODGE AT DEADWOOD, 100 PINE CREST LANE, DEADWOOD, SD 57732**

**MINUTES
May 12, 2015**

At 9:00 a.m. the meeting was called to order. Commissioner Dennis Duncan, Commissioner Harry Christianson, Commissioner Ralph "Chip" Kemnitz and Commissioner Tim Holland were present. Staff members present for the meeting were Mike Shaw, Commission Attorney; Larry Eliason, Executive Secretary; and Craig Sparrow, Deputy Executive Secretary.

The meeting was called to order by Commissioner Duncan.

Executive Secretary, Larry Eliason, introduced David Brogan and Steve Kane from the Casino Dealer School who are teaching the craps and roulette classes.

PROPOSED RULES HEARING

Craps

**20:18:33:01, 20:18:33:02, 20:18:33:03, 20:18:33:04, 20:18:33:05, 20:18:33:06,
20:18:33:07, 20:18:33:08, 20:18:33:09, 20:18:33:10, and 20:18:33:11.**

Commissioner Christianson made a motion to approve the rules. Commissioner Holland seconded the motion.

On a roll call vote motion carried unanimously.

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| Commissioner Holland | Aye |
| Commissioner Christianson | Aye |
| Commissioner Duncan | Aye |
| Commissioner Kemnitz | Aye |

Roulette

20:18:34:01, 20:18:34:02, 20:18:34:03, 20:18:34:04, 20:18:34:05, 20:18:34:06, 20:18:34:07, 20:18:34:08, 20:18:34:09, 20:18:34:10, and 20:18:34:11.

Commissioner Kemnitz made a motion to approve the rules. Commissioner Holland seconded the motion.

On a roll call vote motion carried unanimously.

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| Commissioner Holland | Aye |
| Commissioner Christianson | Aye |
| Commissioner Duncan | Aye |
| Commissioner Kemnitz | Aye |

20:18:06:02 – Fee required with application

Commissioner Christianson made a motion to approve the rule as amended by Commission counsel. Commissioner Holland seconded the motion.

On a roll call vote motion carried unanimously.

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| Commissioner Holland | Aye |
| Commissioner Christianson | Aye |
| Commissioner Duncan | Aye |
| Commissioner Kemnitz | Aye |

20:18:12.01:19- Manned Surveillance Rooms

Commissioner Kemnitz made a motion to approve the rule as amended by Commission counsel. Commissioner Holland seconded the motion.

On a roll call vote motion carried 3 to 1.

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| Commissioner Holland | Aye |
| Commissioner Christianson | Aye |
| Commissioner Duncan | Naye |
| Commissioner Kemnitz | Aye |

A brief recess was taken at 10:39 a.m.

The meeting was resumed at 10:54 a.m.

20:18:12.01:21- Training Licensed Dealers

Commissioner Christianson made a motion to approve the rule as amended by Commission counsel. Commissioner Kemnitz seconded the motion.

On a roll call vote motion carried unanimously.

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| Commissioner Holland | Aye |
| Commissioner Christianson | Aye |
| Commissioner Duncan | Aye |
| Commissioner Kemnitz | Aye |

20:18:32:10- Time for redeeming winning tickets

Commissioner Christianson made a motion to approve the rule as amended by Commission counsel. Commissioner Kemnitz seconded the motion.

On a roll call vote motion carried unanimously.

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| Commissioner Holland | Aye |
| Commissioner Christianson | Aye |
| Commissioner Duncan | Aye |
| Commissioner Kemnitz | Aye |

20:18:32:11- Information required on tickets

Commissioner Christianson made to motion to amend the rule by omitting section (7). Commissioner Holland seconded the motion.

On a roll call vote motion carried unanimously.

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| Commissioner Holland | Aye |
| Commissioner Christianson | Aye |
| Commissioner Duncan | Aye |
| Commissioner Kemnitz | Aye |

20:18:32:16- Minimum payout structure

Commissioner Christianson made to motion to amend the rule by changing the percentage from 80 percent to 70 percent. Commissioner Kemnitz seconded the motion.

On a roll call vote motion carried unanimously.

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| Commissioner Holland | Aye |
| Commissioner Christianson | Aye |
| Commissioner Duncan | Aye |
| Commissioner Kemnitz | Aye |

20:18:22:12- Adjusted gross revenue computations

Commissioner Christianson made a motion to approve the rule as amended by Commission counsel. Commissioner Holland seconded the motion.

On a roll call vote motion carried unanimously.

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| Commissioner Holland | Aye |
| Commissioner Christianson | Aye |
| Commissioner Duncan | Aye |
| Commissioner Kemnitz | Aye |

20:18:01:01, 20:18:06:12, 20:18:12.01:09, 20:18:12.01:20, 20:18:14:01, 20:18:14.01:01, 20:18:15:30.07, 20:18:15:30.14, 20:18:16:15.02, 20:18:16:15.09, 20:18:18:15, 20:18:19:09, 20:18:19:10, 20:18:19:11, 20:18:19:12, 20:18:19:13, 20:18:19:14, 20:18:20:13, 20:18:22:23, 20:18:29:03, 20:18:29:07, 20:18:29:13, 20:18:32:01, 20:18:32:02, 20:18:32:03, 20:18:32:04, 20:18:32:05, 20:18:32:06, 20:18:32:07, 20:18:32:08, 20:18:32:09, 20:18:32:11, 20:18:32:12, 20:18:32:13, 20:18:32:14, 20:18:32:15, 20:18:32:16, 20:18:32:17, 20:18:32:18, and 20:18 Appendix A, Gaming Internal Control and Revenue Reporting Manual 535.5.

Commissioner Kemnitz made a motion to approve the rules above as presented and amended. Commissioner Christianson seconded the motion.

On a roll call vote motion carried unanimously.

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| Commissioner Holland | Aye |
| Commissioner Christianson | Aye |
| Commissioner Duncan | Aye |
| Commissioner Kemnitz | Aye |

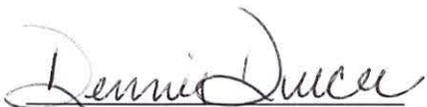
Executive Secretary, Larry Eliason stated that LRC will meet on June 8, 2015 to approve the adopted the rules which will then be effective July 1, 2015.

With no further business to be discussed, Commissioner Holland made a motion to adjourn the meeting. Commissioner Kemnitz seconded the motion which carried unanimously.

The meeting was adjourned at 12:10 p.m.

Respectfully Submitted,

Kathy Fredericksen



Dennis Duncan, Chairman



Larry B. Eliason, Executive Secretary