



COMMONWEALTH CASINO COMMISSION

Commonwealth of the Northern Mariana Islands
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MINUTES June 29, 2017

I. PRELIMINARIES:

A. Call to Order.

Chairman Juan M. Sablan welcomed IPI representatives, the media and members of the public then called the meeting to order at 10:09 A.M. on Thursday, June 29, 2017, at the Joeten-Kiyu Public Library (Technology Room) in Susupe, Saipan.

B. Roll Call.

Commissioners present at the meeting were: Juan M. Sablan (Chairman), Joseph C. Reyes (Vice Chairman), Justin S. Manglona (Secretary), Alvaro A. Santos (Treasurer) and Martin DLG. San Nicolas (PA & MR Officer).

C. Adoption of Agenda.

Commissioner Manglona made a motion to amend the agenda by moving the Opening of IPR from item VI. NEW BUSINESS to item V. OLD BUSINESS Section B. and including Section A. Casino Regulations with subsections 1, 2, and 3 under item VI. NEW BUSINESS. The motion was seconded by Commissioner San Nicolas, was put to a vote, and was unanimously approved.

Vice Chairman Reyes offered a motion to adopt the agenda as amended, and was seconded by Commissioner Manglona. It was put to a vote and was unanimously approved.

D. Adoption of the Minutes. May 25, 2017.

Commissioner Santos made a motion to adopt the Minutes of May 25, 2017, and was seconded by Commissioner Manglona. It was put to a vote and was unanimously approved.

II. REPORTS:

A. Report by the Chairman

Chairman Sablan informed the Commission that he, Commissioner Manglona, the Director, the Executive Assistant to the Commission, and several other staff recently returned from attending a training on the topic of Pre-Licensing Financial & Background Investigative Techniques at the University of Nevada in Las Vegas (UNLV) International Center for Gaming

Regulation. He said that while in Las Vegas, he and Ruth Ann took the opportunity to visit the Wells Fargo Bank and inquired on the possibility of IPI opening an account at a U.S. based bank in which gaming revenues will be deposited. He said that the Wells Fargo representative indicated that it is possible and provided the necessary application and requirements. The Chairman said that the bank representative recommended that IPI acquire the services of a registered agent and a tax attorney for a smoother process.

Chairman Sablan informed the Commission that he and Commissioner Manglona visited the Imperial Pacific Resort Hotel (IPRH) site yesterday to witness the testing of the alarm system that came in from Macau. He said that the safety of the public, the IPI staff, and the CCC staff is the Commission's primary concern, and that the approval to go live is dependent on IPI's compliance with all required and necessary safety measures.

The Chairman asked Vice Chairman Reyes to provide the Commission with a brief report as he was the designated acting Chairman while Chairman Sablan was off-island on official business.

Vice Chairman Reyes reported that he and the division managers met with IPI representatives to discuss the Commission's letter to IPI dated May 26, 2017. He said that Chief Edward Cabrera, Manager for the Division of Enforcement & Investigations, created a detailed checklist of all the issues that IPI must address and comply with before the Commission can entertain its request to go live. Vice Chairman said that during the meeting, they went through the checklist to identify what issues have been addressed and what still remained pending. He said that IPI has been working very hard to address each of the Commission's concerns. Vice Chairman Reyes expressed his appreciation to Chief Cabrera and all the Commission staff for their diligence and assistance. He announced that meeting notes were prepared in case the Commissioners wanted more information.

B. Report by the Executive Director

1. CCC Financial Update: Director DeLeon Guerrero informed the Commission that the following financial update is the balance of all CCC accounts as of May 31, 2017:

- a) 7170A: \$1,699,062 Actual Amount Available: \$345,047
- b) 7170: \$593,250
- c) 1545: \$1,000 Local Appropriations
- d) 7171: \$800,970 (FY2018 Budget Request needs to be updated)

2. IPI Internal Financial Report: The Director informed the Commission that the following Summary of Financial Performance is as of May 31, 2017. He explained that the following figures were compiled categorized by the CCC's Division of Audit as extracted from the IPI Master Vendor List. He requested that the Rolling Volume Report be discussed in Executive Session due to its confidential nature.

- a) Gross Gaming Revenue: \$242,590,050
- b) Gross Gaming Revenue Taxes: \$12,129,503

c) Vendor Spending Categories: \$24,089,354

i.	Administration.....	\$358,587
ii.	Operations.....	\$6,696,408
iii.	Marketing.....	\$1,614,755
iv.	Food & Beverages.....	\$297,458
v.	Leasehold Improvements.....	\$1,634,758
vi.	Hotel & Casino (IPR).....	\$9,318,165
vii.	Taxes & Licensing Fees.....	\$3,681,525
viii.	Miscellaneous Others.....	\$487,668

The Director informed IPI representatives that they should be aware that documents submitted to the CCC become public record, but the Commission understands IPIs concerns about discussing the Rolling Volume Report in an open meeting due to its confidential nature.

3. Training: Director DeLeon Guerrero informed the Commission that the Legal Counsel Mr. Michael L. Ernest and a couple of members of the 20th CNMI Legislature Committee on Gaming recently returned from attending the National Council of Legislators from Gaming States (NCLGS) Summer Meeting from June 9 thru 11 in Denver, Colorado to tackle Legal and Policy Issues.

He also informed the Commission that CCC Financial Auditor Ms. Jolene S. Demapan, Compliance Agent Mr. Arden "AJ" Sablan, Compliance Technical Specialist Mr. Leonard Leon, and a couple of members of the 20th CNMI Legislature Committee on Gaming are currently off-island attending a training from June 26-30, 2017 on the topic of Fundamentals of Gaming Regulation for Land Based Casinos at the University of Nevada in Las Vegas (UNLV) under the International Center for Gaming Regulation.

The Director further informed the Commission that there are upcoming trainings in July and August for the CCC Division of Enforcement & Investigations staff in Singapore and Guam.

4. Public Land Request and Source of Funding: Director DeLeon Guerrero informed the Commission that he has been working closely with the Office of the Governor and the Department of Public Land to identify a funding source for the construction of the CCC office. He explained that the Commission is waiting for movement on HB 20-82, CCC standalone bill, which is still pending at the legislature before the Commission can solidify where it stands on its ability to finance or use its budget as leverage to secure either loans or grants as a source of funding.

He said that Governor Ralph DLG. Torres and the Secretary of Public Lands Ms. Marianne C. Teregeyo are in support of granting the CCC the needed public land on Capitol Hill for the construction of its office as soon as a funding source has been identified.

5. Junket Applications: The Director informed the Commission that it has issued only one (1) Provisional Junket Operator License (PJOL) to Mr. Jang, Du Young of Big Bang Entertainment, LLC. He explained that the Commission currently has five (5) new pending applications for a PJOL that have completed some of the preliminary review and two (2) PJOL applications that have fully completed the preliminary review and are currently being processed.

The Director informed the Commission that IPI has acquired the professional services of Mr.

Dennis Amerine of Amerine Enterprises to conduct the initial investigations, background checks, and other due diligence for suitability test. Mr. Amerine will be given "x" number of days to perform the investigations, and the results of all the investigations will be forwarded directly to the Commission to assist in determining whether or not to approve or grant a provisional license to the applicant.

6. Internship Programs: Director DeLeon Guerrero informed the Commission that §175-10.1-2325 of the Regulations allows IPI to set up internship programs with CCC approved entities. So far, the Commission has recognized the Northern Marianas College (NMC) and the Northern Marianas Trades Institute (NMTI) as approved qualified entities that IPI can work with for internship program opportunities.

The Director said that the Commission received a submission from IPI two days ago requesting if Virginia Tech can be recognized by the Commission as an approved internship entity. He said that this matter is still under discussion as the Commission has some concerns regarding foreign interns entering the CNMI under F1 visas. The Commission would most likely support internship programs aimed at training a local workforce made up of U.S. citizens instead of more foreign nationals who come to the CNMI, benefit, and leave.

III. **PUBLIC COMMENTS:** The Chairman recognized the presence of the House Committee on Gaming member, Representative Joseph "Lee Pan" Guerrero. THERE WERE NO OTHER PUBLIC COMMENTS.

IV. **MISCELLANEOUS MATTERS - Casino Licensee (IPI) Updates:**

A. Construction Progress - Imperial Pacific Resort Hotel

Mr. Charles McDonald, VP for IPI, updated the Commission on the progress of the construction of the Imperial Pacific Resort. He informed the Commission that IPI has interviewed eight local contractors to get an idea of the type of services they can provide to IPI. He mentioned that one of the biggest issue was manpower. Out of the eight companies, they were only able to provide about 550 employees. The second issue was hiring skilled laborers i.e. metal workers, glass installers, and interior build-out. Mr. McDonald said that IPI is actively engaging contractors although they do not have one signed up as of yet. He said that construction at the site has picked up compared to what was reported at the last Commission meeting.

He distributed the construction progress report provided by IPI's project manager, World Wide Asia, which noted two key issues: 1) Remobilization of resources to recover progress; and 2) A new program based on available resources which is under preparation for the remaining works at IPR. The Labor Summary that MCC's Resources consists of 20 Management Staff; and a total of 497 workers which includes MEP and other sub-contractors. There are three Statutory Issues which include:

- Kitchen exhaust submission to DFEMS by the end of June 2017. (PS: Submission on 6/28/17)
- Water well and RO inspections with BECQ is in progress and the final inspection will be on June 30, 2017. Type 1 and Type 2 water testing has been completed, pending release of report from the Lab for submission to BECQ.

- Conditional Certificate of Occupancy will be reissued shortly. (PS: All the revised Conditional Certificate of Occupancy received on 6/28/17)

Mr. McDonald informed the Commission that MCC has not been terminated and that they have roughly 40 workers working on the site. He provided the Commission with the percentages of completion. He informed the Commission that the overall completion percentage is 57% as of June 26, 2017 compared to 55% in May 2017. The following is the latest status/progress report:

1. Piling Works	100%	Complete
2. Structural Steel	100%	The steel work below L3 (for low rise) completed
	100%	The steel erection was up to roof for the Hotel Tower. Steel erection for the Tower Dome was in progress.
	25%	The steel erection for Resort Hotel North Wing was in progress
3. Reinforced Concrete	100%	Resort Hotel RC works was completed for the Manor House
	5%	Resort Hotel RC works for North Wing
4. MEP Works (Low Rise)	85%	Installation works for ductworks/trucking/piping from basement up to L2Z in progress. MV switch board, RO and Chiller system installation was completed. Escalator and elevator installation for 5 Nos. of BOH elevators are 95% completed.
5. MEP Works (Resort Hotel)	20%	Installation works for conduit/trucking/piping from L1 to L4 in progress.
6. MEP Works (High Rise)	5%	Installation works for conduit/trucking/piping from L3 to L4 (Manor House) in progress.
7. Fitting-Out (Low Rise)	95%	Interior fit-out for Grand Lobby and Main Casino.
	90%	BOH interior fit-out works.
8. Fitting-Out (Resort Hotel)	10%	Interior fit-out (Manor House) in progress.
9. Fitting-Out (High Rise)	5%	Interior Fit-Out in progress for L3 to L4.
10. Façade (Low Rise)	65%	Podium GRC and marble installation was in progress.
11. Façade (Resort Hotel)	50%	Resort GRC and marble installation (Manor House) was in progress.
12. Façade (High Rise)	2%	Monorail System installation was in progress.

Mr. Eugenio Sousa, VP of Security at IPI, informed the Commission that the fire watch by DFEMS and the fire extinguishers are merely a part of IPI's backup measure as they do not have the seismic brackets in place yet, but assured the Commission that all the extinguishers and sprinklers are in working condition. He said that IPR's fire safety will be fully operational once the brackets are completely installed and certified. He estimated a week's time to complete the installation as labor is an issue.

Director DeLeon Guerrero raised a concern on the installation of the dragons and the danger it could impose to patrons should the Commission allow IPR to go live. He asked Mr. Sousa if a plan exists to address safety concerns. Mr. Sousa announced that the dragons are already on island but installation is on hold because of the lack of labor. He assured the Commission that a plan does exist and safety concerns were addressed in the plan. He said that IPI is in the process of interviewing contractors for this specific project.

Ms. Velma Lore, Manager for Permit & Licensing, requested that all persons working at IPR be properly registered and licensed by the Commission as per the regulations. She said that she spoke to a gentleman outside the library who told her that he has a one-year contract to work with IPR, but was not registered with the Commission. The Director asked Mr. Henry Cheang, COO of IPI, to look into this matter, and make sure that everyone working at IPR (IPI personnel, vendors, or service providers) adhere to the regulations.

Mr. Sousa informed the Commission that should IPI get the green light to go live, they would need at least 10-15 days to move from Best Sunshine Live to IPR. He said that there are many things the company needs to do to organize the opening of IPR. He said that IPI's management and marketing departments want to have a ceremony and invite famous actors and singers to the event. The Director informed IPI that the Commission will need five days to process the new IDs for the employees that will be working at IPR.

B. Personnel Training and Recruitment of U.S. Workers

Ms. Bertha Leon Guerrero, VP of HR at IPI, updated the Commission on IPI's HR efforts for the month of May 2017. She introduced Ms. Cathy Lei and Ms. Maggie Attao as members of her HR team. Hard copies of her report were distributed to the Commissioners prior to the meeting.

The IPI Dash Board indicates the following: IPI has 1,848 total employees as of May 31, 2017. Categories: 42% US employees and 58% non-US employees. Employee Movement: In May 2017, there were 99 new hires, 45 separations, 45 internal promotions, 71 internal transfers and 19 others (such as address, title changes, etc.)

Ms. Leon Guerrero informed the Commission that the following trainings were completed as of June 22, 2017: 1) Alcohol Beverage Control, 2) Aspiring Leadership Program Module 3, 3) Aspiring Leadership Module 4, 4) Basic Courtesy Mandarin for Beginners, 5) Confidentiality & Non-disclosure Training, 6) Customer Service Training, 7) EEOC, 8) Opera Training, 9) Orientation & Guest Services, and 10) Title 31/AML.

Vice Chairman Reyes asked Ms. Leon Guerrero to please look into some reports from local IPI staff of the disparity in salary/wages of foreign workers and local U.S. citizens performing the same job description. Chairman Sablan informed Ms. Leon Guerrero that concerns about IPI offering special benefits to foreign workers and not local workers were brought to the Commission's attention. The Commission requested that Ms. Leon Guerrero seriously look into these concerns to avoid any potential lawsuits for discrimination. Ms. Leon Guerrero apologized to the Commission about the concerns and said that she and her team will look into them and address them accordingly.

Ms. Cathy Lei, VP of HR at IPI, offered the Commission an explanation with regard to staff promotions at IPI. Ms. Lei informed the Commission that in the past, many IPI supervisors and managers, were not aware of the process for promoting their staff. She said there were instances where several staff were verbally informed that they would be promoted, but never were. She said that her HR team has made a lot of effort in educating management employees of the proper procedures to promote their staff.

She explained to the Commission that there are specific documentations that must be collected and evaluated before the company signs off on a promotion for any position such as recommendation letters, performance evaluations, experience, training, etc. She said that the IPI HR department uses a salary scale that allows for salary increases based on all

performance factors. She said that in the past, employees were verbally informed that they would be promoted in a week, or a couple of months etc., but that practice no longer exists at IPI as there are strict guidelines that must be followed when recommending a staff promotion. Ms. Lei informed the Commission that anyone found to be promising promotions or salary increases to an IPI staff without following the company policy may face disciplinary actions for failure to follow proper procedures.

According to Ms. Lei, IPI has implemented a 24-month program in which the employee's time and attendance is closely monitored for first 18 months of work. In the next 6 months, the employee's leadership and management ability will be monitored. After the 24-month period, the employee may be recommended for a supervisor or manager position based on the 24-month Performance Evaluation Report.

Chairman Sablan recognized Ms. Renee Acosta of IPI's Labor Development Department under Mr. Jerry Young, Managing Director. Ms. Acosta informed the Commission that her department has been reaching out to all the high schools in the CNMI and Guam in hopes of recruiting students after graduation. She said that IPI has partnered with NMC and NMTI, but still the number of local workers remain insufficient for the needs of their company. She said that IPI reached out to all 63 hospitality students, but not one replied. She further explained to the Commission that IPI allowed her department to expand their recruitment efforts to include the U.S. and other countries. Virginia Tech was one university interested in participating in IPI's internship program as part of its Hotel Hospitality Management curriculum. Ms. Acosta informed the Commission that initially there were 11 Virginia Tech students interested in participating in IPI's internship program, but 10 lost interest for unknown reasons, and the sole student still interested in the program holds a foreign passport and a valid F1 visa allowing her to work on U.S. soil.

Chairman Sablan asked Ms. Leon Guerrero to provide the Commission with a status update on the MOU with NMC and NMTI in regards to the internship program. Ms. Leon Guerrero informed the Commission that there was a change in management at NMC, and Ms. Carmen Fernandez is the new President. She said that she will look into the matter and provide the Commission an update at the next Commission meeting.

Chairman Sablan recognized Ms. Lore. Ms. Lore addressed Ms. Cathy Lei inquiring more information about the Performance Evaluation Form. Ms. Lei informed the Commission that IPI's HR department started this promotion practice since April 2016. Ms. Lore said that the Commission has been requesting for some kind of evaluation procedure for years now, and this is the first time that she has ever heard of one. Ms. Lore requested that the record show that she wants to meet with IPI HR department heads to discuss recruitment, performance evaluations, appraisals, job descriptions, and other related matters.

Mr. Cheang informed the Commission that he will work closely with Ms. Lore and IPI's HR Department in addressing the Commission's concerns about IPI's hiring practices. He said that he is aware of IPI's commitment to hiring locals and U.S. citizens, and that he strongly supports employing qualified people to work at IPR. He said that he will take the Director's advice and hold the person hiring non-qualified people to work accountable.

The Director asked IPI who signs the CW forms certifying that there is no qualified U.S. citizen for the job to which Mr. Donald Browne was mentioned by Mr. Cheang. According to Legal Counsel Ernest, if a U.S. citizen challenges a job position that he is qualified for in which a CW1 was hired instead, Mr. Browne can lose his CCC license and be prosecuted in court to the full extent of the law.

C. Responsible Gaming Program

The Chairman recognized Ms. Esther Milne from Legal and Compliance at IPI. Ms. Milne informed the Commission that the Responsible Gaming Program team in collaboration with the Office of the Governor's Substance Abuse and Rehabilitation department have finally completed the survey that has been eight months in the making. She reported that this survey is being circulated as of June 25, 2017 at Booth #1 at the Liberation Day Carnival Grounds on Beach Road, Garapan.

Joining Ms. Milne, were Ms. Shawnalei Ogomoro, Ms. Becky Mettao and Mr. Malcolm Omar from the Office of the Governor's Substance Abuse and Rehabilitation (SAR) department, and Ms. Cathy Salas, Legal and Compliance for IPI. Ms. Milne informed the Commission that they have plans to open up a Gambling Addiction Program pending the results of the survey. She said that IPI is in charge of logistics and data compilation, and that Ms. Salas handles the data entry while the SAR is charged with data collection. Ms. Ogomoro informed the Commission that as of last night, June 28, 2017, they have received 105 completed surveys, and that the survey will be circulated only until July 8, 2017. The final survey consists of 12 questions that would help in establishing baseline data on gambling addiction.

D. Other Miscellaneous Matters

The Chairman recognized Representative "Lee Pan" Guerrero. Rep. Guerrero suggested that the Commission inform all interested locals and U.S. citizens to register with the Division of P&L at the CCC before submitting their application for employment to IPI to avoid redundancy in the recruiting process. He said that this will allow the Commission to have a record of how many qualified locals and U.S. citizens have applied to work at IPI.

At 12:47 PM, Commissioner Manglona made a motion to recess for lunch until 2:30 P.M., and was seconded by Vice Chairman Reyes. It was put to a vote and was unanimously approved.

***Chairman Sablan called the meeting to order at 2:46 PM, Thursday, June 29, 2017. ***

V. OLD BUSINESS:

A. Casino Regulations - Consideration of Public Comments and Final Adoption:

1. Amend §175-10.1-1305(b) to increase the threshold requiring vendor licensure from \$100,000 to \$250,000;
2. Amend §175-10.1-1390(a) to increase the threshold requiring vendor licensure from \$100,000 to \$250,000;
3. Amend §175-10.1-1305(e) to include approved non-profit charitable organizations and educational and training schools as exempt from vendor licensure;
4. Amend §175-10.1-1390(c) to include approved non-profit charitable organizations and educational and training schools as exempt from vendor licensure;
5. Amend §175-10.1-1830(a) to include written notification of known violations; and,

6. Amend §175-10.1-2001(e) to replace Licensee with CCC for Chip Manufacturer Revolving Fund.

Vice Chairman Reyes made a motion to approve under item V. OLD BUSINESS section A. Casino Regulations subsections 1 thru 6 for Final Adoption, and was seconded by Commissioner San Nicolas. It was put to a vote and was unanimously approved.

B. Opening of Imperial Pacific Resort & Hotel - Authorization of Live Gaming Operations

The Director referenced the last Commission meeting on May 31, 2017, the Commission approved a request by IPI CEO Mr. Yui Ling Kwong to allow the opening of IPR pending the submission of documents to the satisfaction of the Commission in which the Chairman and the Executive Director would sign the authorization to go live order.

Since then, the Commission required that the Department of Public Works (DPW) issue a Conditional Building Occupancy Permits which were issued prior to the May 31, 2017 meeting. However, the Office of the Attorney General (OAG) questioned DPW's authority on issuing Conditional permits which propelled DPW to amend its regulations to allow for the issuance of Conditional permits. The amendments to the DPW regulations were approved for emergency adoption, and the Conditional Building Occupancy Permits were reissued yesterday, June 28, 2017 thus satisfying the Commission's initial concerns.

Furthermore, the Commission required IPI to submit an Indemnity Agreement from both IPI (CNMI), LLC and IPI Hong Kong and Macau Holdings to indemnify the CNMI government from any possible liabilities which IPI has satisfied as well. Lastly, because the OAG raised the issue of the Initial Gaming Facility (IGF) as described in the Casino License Agreement (CLA), did not meet the definition under the current IPR since the CLA requires that the IGF shall have 250 rooms at a 5-star hotel. The current IPR does not have 250 rooms or a 5-star hotel, the issue of the legality to authorize live casino operations at the current IPR facility. The Commission has just been informed that the CNMI Lottery Commission met at 9:00 AM, June 29, 2017, to amend the CLA, Amendment No. 4, thus allowing live gaming operations at IPR pending approval of the CCC to go live.

The other conditions that the Commission imposed on IPI were specific to gaming such as licensing IGT, registering and certifying all of the gaming equipment and tables, and registering and licensing IPI staff to move from Best Sunshine Live to IPR.

Mr. Ian R. Morrell, Manager of Division of IT, informed the Commission all IGT modules have been installed and that the Commission now has full access to all reports. The Gallagher and Key Watcher systems have also been installed and CCC has full access. The Actimize and New Wave software are the only two remaining systems that the Commission does not have access to, but it does not affect operations if IPI were to go live.

Mr. Joseph D. Pangelinan, Senior Enforcement Agent for the Division of Enforcement & Investigations informed the Commission that he and two other CCC agents have been stationed at the IPR site to ensure that the facility meets the standards and requirements of the CCC regulations and MICS. He said that as of today, to the best of his knowledge, the IPR facility has met the CCC requirements. He said that all IPR's security systems and surveillance monitors are fully functional. Agent Pangelinan reported that other government agencies have deemed the facility safe for the public, the patrons, and the staff of IPR, and that he trusts and has faith in their assessments.

Ms. Lore informed the Commission that the Division of Permit & Licensing is ready to start processing the registration and licensing of all IPI employees for the move from BSL to IPR.

Chief Cabrera informed the Commission that the CCC office at IPR is ready, and he anticipates a smooth transition from BSL to IPR. He reported that the IPR key access cards work properly in opening all doors at the property.

Legal Counsel Ernest stated for the record that the Commission is not allowing the initiation of gaming at the Initial Gaming Facility (IGF), but simply allowing the transfer of the live training facility from the T-Galleria to the completed casino portion of the uncompleted IGF project. He stated that the CLA Amendment No. 4 simply moved the IGF to the casino portion of the unfinished IGF facility. He noted that the Resolution for the Indemnity Agreement that was signed by the Acting Governor was not numbered, notarized, or apostilled, and that it also does not specifically state that IPI Hong Kong and Macau Holdings is bound by Mr. Kwong's signature.

Mr. McDonald informed the Commission that all companies have different styles in writing resolutions, and that IPI does not number their resolutions. He further explained that since the resolution authorizes Mr. Kwong to sign on the company's behalf, it therefore means that the company is bound by his signature. He said that IPI will comply with whatever the Commission requires it to do.

Chairman Sablan requested that IPI make the necessary changes to the Resolution so that it clearly states that the company is bound to the Indemnity Agreement signed by Mr. Kwong, have the document notarized or apostilled, and numbered. The Commission expects the updated resolution within 5-7 days from the date the Commission gives the approval to go live, he announced.

Director DeLeon Guerrero informed the Commission that in lieu of having heard all the reports from the CCC staff, having seen the approved Conditional Building Occupancy Permit and the Indemnification Agreement (with the understanding that the required changes will be submitted to the Commission in 5-7 days' time), the Amendment to the Casino License Agreement (Amendment No. 4), and all the updates that have been presented to the Commission today, June 29, 2017, he is ready to sign the Order for the authorization to go live.

VI. NEW BUSINESS:

A. Casino Regulations:

- 1) Suspension of Regulations generally only as far as necessary to effectuate amendments to Casino License Agreement by the Lottery Commission, including but not limited to portions of §175-10.1-365(a) and (b); §175-10.1-801 and §175-10.1-815.

Commissioner Manglona made a motion pursuant to §175-10.1-025 to suspend applicable portions of the CCC regulations generally, and more specifically §175-10.1-635(a) and (b) as well as §175-10.1-801 and §175-10.1-815, only so far as to allow gaming to commence at the Initial Gaming Facility prior to the completion of the required 250 five-star quality rooms. The Chairman shall enter an Order conforming to this Motion.

Commissioner Manglona amended his motion that this suspension shall be in effect until such time as an amendment to §175-10.1-801 is finally adopted to allow gaming at the Live Training Facility at the unfinished Initial Training Facility project prior to the completion of the required five-star quality rooms.

The motion was seconded by Vice Chairman Reyes as amended, and was put to a vote and was unanimously approved.

- 2) Adoption and Issuance of Order effectuating portions of the Regulations suspended above.**

Commissioner Manglona moved for the adoption and issuance of CCC Order No. 2017-003 effectuating portions of the Regulations suspended above as amended. The motion was seconded by Vice Chairman Reyes, and was put to a vote and was unanimously approved.

- 3) Emergency Adoption of proposed amendments to: §175-10.1-635(d); §175-10.1-801(a) and (b); and §175-10.1-815.**

Commissioner Manglona moved for the Emergency Adoption of the proposed amendments to: §175-10.1-635(a) and (b) as well as §175-10.1-801 and §175-10.1-815. The motion was seconded by Commissioner Santos, and was put to a vote and was unanimously approved.

B. Notification of Provisional Casino Key Employee (“CKE”) License:

- Mr. Lam, Kei In (“Blake”) - Director for Table Games - Issued 6/12/17**

C. Approval of Regular Casino Vendor License (2 years) - Non-Gaming

- Hofschneider Engineering Corporation - Engineering Design Services, Construction Administration & Permitting. (PCVL will expire on 10/2/17)**

Commissioner Manglona made a motion to grant the approval for a 2-year Regular Casino Vendor License to Hofschneider Engineering Corporation, and was seconded by Commissioner Santos. It was put to a vote and was unanimously approved.

Commissioner Santos made a motion for a 5-minute recess, and was seconded by Commissioner San Nicolas. It was put to a vote and was unanimously approved.

VII. EXECUTIVE SESSION:

At 3:49 PM, Commissioner Manglona made a motion to move into Executive Session to consult with the Legal Counsel, discuss DPAC updates and IPI’s Financial Matters, and was seconded by Vice Chairman Reyes. It was put to an individual vote and was unanimously approved with five yes votes and zero no votes.

At 4:41 PM, Vice Chairman Reyes made a motion to move out of Executive Session, and was seconded by Commissioner Manglona. It was put to an individual vote and was unanimously approved with five yes votes and zero no votes

VIII. ADJOURNMENT:

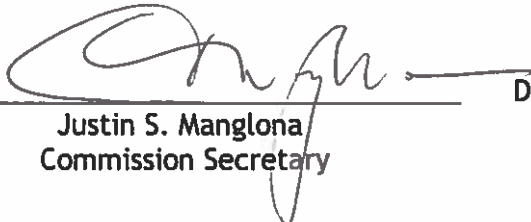
Commissioner Santos moved to adjourn, seconded by Commissioner Manglona. The motion was put to a vote and unanimously approved. The meeting was adjourned at 4:42 PM on Thursday, June 29, 2017.

Prepared by:  Date: 7/17/17
Carmen Ann B. Sablan
Executive Secretary

Concurred by:  Date: 7/17/17
Justin S. Manglona
Commission Secretary



APPROVED AND ADOPTED ON: 20th day of July, 2017.

 Date: 7/20/17
Justin S. Manglona
Commission Secretary