

COMMONWEALTH OF PENNSYLVANIA

GAMING CONTROL BOARD

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GAMING AUCTION

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BEFORE: KEVIN F. O'TOOLE, EXECUTIVE DIRECTOR
Kenneth Zielonis, Hearing Officer
Jay Lantzy, Hearing Officer

HEARING: Wednesday, January 24, 2018
10:00 a.m.

LOCATION: Pennsylvania Gaming Control Board
Strawberry Square Complex
Harrisburg, PA 17101

Reporter: Cynthia Piro-Simpson

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PRESENTATION

By Executive Director O'Toole

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P R O C E E D I N G S

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MR. O'TOOLE: Good morning, everyone.

Thank you all for attending and/or participating today.

My name is Kevin O'Toole. I'm the Executive Director of the Pennsylvania Gaming Control Board.

Assisting in the auction process today, from our Office of Hearings and Appeals, are Hearing Examiners Ken Zielonis and Jay Lantzy.

So I'd like to start by just making sure, are there any bidders in the audience that have not brought up their bid envelope and their affidavit/location envelope?

Okay. Great.

So today we are conducting the second auction in the initial round of auctions. The winner of today's auction will obtain the right to select a Category 4 location.

All persons eligible to submit a bid envelope and an affidavit/location envelope should have checked in with Board Secretary Pam Lewis and provided their two envelopes to her for placement in the appropriate boxes.

1 Once again, is there anyone in the
2 room who would like to submit a bid and an affidavit/
3 location envelope who has not done so?

4 Let the record reflect that there was
5 no response.

6 So today, having received four bid
7 envelopes, we will proceed to have Board Hearing
8 Officer Ken Zielonis begin opening those envelopes.

9 ---
10 (WHEREUPON, A PAUSE IN THE RECORD WAS HELD.)

11 ---
12 MR. O'TOOLE: We've opened all four of
13 the bid envelopes. The highest bid received and
14 recorded is \$40,100,005.

15 Does anyone believe that they have
16 submitted a higher bid than \$40,100,005?

17 Let the record reflect that there were
18 no responses.

19 Having no affirmative response, I can
20 confirm that the highest bid was received from Stadium
21 Casino, LLC.

22 We will now open the affidavit/
23 location envelope of Stadium Casino, LLC.

24 ---
25 (WHEREUPON, A PAUSE IN THE RECORD WAS HELD.)

1 ---

2 MR. O'TOOLE: Stadium Casino, LLC has
3 identified a Category 4 location located at - and I'll
4 give the coordinates as reflected on the Affidavit of
5 Stadium Casino, LLC.

6 Latitude 40 degrees 20 - just to be
7 perfectly accurate, Latitude of 40 degrees 20 minutes,
8 26 seconds North. Longitude 79 degrees, 16 minutes,
9 13 seconds West.

10 The municipality is Derry Township and
11 the County is Westmoreland County.

12 So Stadium Casino, LLC is required to
13 submit the full bid amount of \$40,100,005 to the Board
14 by 4:00 p.m. on Friday, January 26, 2018.

15 The failure to do so will result in
16 the disqualification of Stadium Casino, LLC and will
17 cause the Board to proceed to the second-highest
18 bidder and its affidavit/location envelope.

19 In the event that happens, we will
20 immediately notify all bidders of that fact, as well
21 as the identity of the second-highest bidder and the
22 location chosen. The information will also be placed
23 on the Board's website.

24 The remaining bids which were opened
25 today but did not qualify as the high bid, along with

1 all remaining affidavit/location envelopes, will be
2 taken by Hearing Officer Ken Zielonis and secured as
3 confidential, to assist in ensuring that knowledge of
4 that information cannot influence upcoming auction
5 procedures.

6 The next scheduled auction is to be
7 held at 10:00 a.m. in this room on February 7th, 2018.
8 And the auction will precede the Public Meeting of the
9 Gaming Control Board, also scheduled on that date.

10 So this concludes the auction for
11 today. Our thanks to all Licensees who submitted bids
12 for their cooperation and their participation.

13 So the auction is concluded. Thank
14 you.

15 * * * * *

16 HEARING CONCLUDED AT 10:10 A.M.

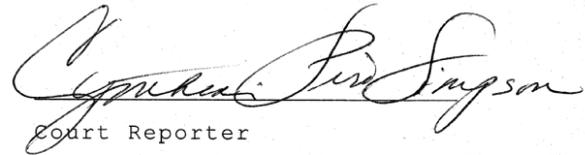
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CERTIFICATE

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I hereby certify that the foregoing proceedings,
hearing held before Director Kevin O'Toole was
reported by me on 01/24/2018 and that I, Cynthia Piro
Simpson, read this transcript, and that I attest that
this transcript is a true and accurate record of the
proceeding.



Court Reporter

Cynthia Piro Simpson