

**IOWA RACING & GAMING COMMISSION
MINUTES
APRIL 14, 2011**

The Iowa Racing & Gaming Commission (IRGC) met on Thursday, April 14, 2011 at Harrah's Casino Hotel in Council Bluffs, Iowa. Commission members present were Toni Urban, Chair; Paul Hayes, Vice Chair; and members Kate Cutler, Greg Seyfer and Andrea Rivera.

Chair Urban called the meeting to order at 8:30 AM, and advised there was one amendment to the agenda under the financial audits, the addition of Lyon County as "O". She requested a motion to approve the agenda as amended. Commissioner Cutler so moved. Commissioner Hayes seconded the motion, which carried unanimously.

Chair Urban called on Mayor Tom Hanafan to welcome the Commission to Council Bluffs. Mayor Hanafan gave a brief background on how gaming came to the Council Bluffs area and the many benefits it has provided to the community and county, as well as surrounding communities and counties. He thanked the Commission for their efforts in maintaining the integrity of gaming in Iowa.

Chair Urban moved to the approval of the minutes from the March 3, 2011 Commission meeting. Commissioner Rivera moved to approve the minutes from the March 3, 2011 Commission meeting as presented. Commissioner Cutler seconded the motion, which carried unanimously.

Chair Urban called on Jack Ketterer, Administrator of IRGC, for announcements. Prior to the announcements, Mr. Ketterer introduced the following IRGC staff members in attendance: Licensing Assistants: Gina Goos, Linda Baxter and Julie Petersen; Gaming Representatives for Ameristar: Lynette Masker and Bryan Crowdy; Gaming Representatives at Horseshoe/Bluffs Run: Carol Fajen and Cory Ostermeyer; Racing Steward for Bluffs Run: Richard Woodsmall; and the Gaming Representatives at Harrah's: Max Zaragosa and Jeff Rethmeier. Mr. Ketterer also introduced the two newest IRGC staff members, Wayne Palmer and Doug Heilman, the Gaming Representatives for the Grand Falls Casino Resort in Larchwood.

Mr. Ketterer stated that there is no meeting in May, and the June meeting will be on June 9th at Stoney Creek Inn in Johnston.

Mr. Ketterer advised that the proposed meeting dates established for Fiscal Year 2012 are as follows:

<u>DATE</u>	<u>LOCATION</u>
July 21, 2011	Stoney Creek Inn, Johnston
August 25, 2011	Riverside Casino & Golf Resort
September 22, 2011	Grand Falls Casino Resort
November 10, 2011	Stoney Creek Inn, Johnston
January 12, 2012	Stoney Creek Inn, Johnston
March 8, 2012	Stoney Creek Inn, Johnston
April 19, 2012	Ameristar, Council Bluffs
June 7, 2012	Stoney Creek Inn, Johnston

He noted the dates would be posted on the Commission's website.

Chair Urban moved to the recognition of Commissioners Kate Cutler and Paul Hayes. Mr. Ketterer noted that they had not been reappointed to serve on the Commission and that this would be their last meeting.

Mr. Ketterer stated that Paul Hayes was appointed to the Commission in September 2008. He indicated that he was a quick study from the beginning and his career in accounting and broad expertise was valuable to the Commission. During the recent license application process, his pragmatic approach in dealing with various issues gained the respect of all impacted during the process. Mr. Ketterer stated that the Commission has been better for his service, and presented Commissioner Hayes with a plaque thanking him for his service to the Commission.

Commissioner Hayes thanked the citizens in the State of Iowa for the honor of serving on the Commission, and to hopefully have accomplished some good things for the state. He thanked the Commission members for the warm welcome when he joined the Commission and the ability to discuss numerous difficult topics over the last several years and reach good decisions. Commissioner Hayes thanked Mr. Ketterer and the staff for their work.

Mr. Ketterer noted that Kate Cutler joined the Commission in June 2002, and has the third longest tenure behind Diane Hamilton and Rita Sealock. He pointed out that Ms. Cutler served on the Commission during some of the most challenging times. The Commission was asked to lift the moratorium on new licenses as a result of the Supreme Court Decision nullifying the differing gaming tax rates. Mr. Ketterer advised that the

Commissioners agreed to consider new licenses only if certain changes were made in the law. The Legislature responded by passing a comprehensive gaming bill in 2004, which marked the end of most of the water requirements. Consequently, the Commission accepted ten applications and issued four licenses from December 2004 through May 2005. The Commission reviewed and evaluated the applications, visited the proposed sites and held additional meetings. Ms. Cutler served as Chair of the Commission from 2006 through 2008, during which time new casinos opened in Burlington, Clinton, Emmetsburg, Northwood, Riverside, and Waterloo. Mr. Ketterer stated that gambling revenues reached their highest level ever, \$1.415 billion of adjusted gross revenue, in FY 2008. He noted that Ms. Cutler has recently been involved in another application process. The Commission entertained two studies. The application process from July 2009 to May 2010 resulted in four applications, hours of study, visits to the proposed sites, and the awarding of one license. Mr. Ketterer thanked Commissioner Cutler for her outstanding service to the Commission.

Commissioner Cutler stated that she has enjoyed her time on the Commission, and that it was an honor to serve on the Commission. She thanked her fellow Commission members, and Mr. Ketterer and the IRGC staff. Commissioner Cutler also thanked the gaming industry for the integrity of the industry in Iowa.

Chair Urban told Commissioners Cutler and Hayes that the Commission would miss their expertise and assistance on the issues facing them. She wished them well.

Chair Urban called on Isle of Capri Casinos, Inc. regarding the refinancing of their Senior Secured Credit Facilities. Stacey Hall, legal counsel, advised that the final executed documents before them were the same as the documents presented and approved at the March Commission meeting. Chair Urban advised that no vote was necessary since the documents had been approved at the March Commission meeting.

Chair Urban called on Ameristar Casino, Inc. Troy Stremming, Vice President of Government Relations, presented Ameristar's proposed debt refinancing transaction. Mr. Ketterer asked Mr. Stremming to provide a brief summary. Mr. Stremming advised that the financial markets are recovering, allowing Ameristar to restructure their debt and use \$458 million to repurchase stock. The transaction will also give the company a substantial amount of flexibility to grow across the country and in Iowa.

Hearing no comments or questions for Mr. Stremming, Chair Urban requested a motion. Commissioner Cutler moved to approve Ameristar Casino, Inc.'s debt financing transaction. Commissioner Rivera seconded the motion, which carried unanimously. (See Order No. 11-34)

Chair Urban moved to the contract approval portion of the agenda and called on Wild Rose Clinton (WRC). Tim Bollmann, General Manager, presented the following contracts for Commission approval:

- Bally Gaming, Inc. – Purchase & Installation of 6 Slot Machines
- Central Credit, LLC – Check-cashing Approval Protection Service
- Cummings Allison Corp. – Purchase & Installation of 1 Cummins JetScan MPS 4115 ECF w/Continuous Batch Processing
- Wild Rose Entertainment, LLC – Management Fees Agreement

Chair Urban asked Mr. Bollmann about the Cummings Allison contract. Mr. Bollmann advised that it is for currency counting equipment. The company is headquartered in Illinois, but does have an Iowa office.

Hearing no further comments or questions concerning the contracts, Chair Urban requested a motion. Commissioner Seyfer moved to approve the contracts as submitted by WRC. Commissioner Rivera seconded the motion, which carried unanimously. (See Order No. 11-35)

Chair Urban called on Diamond Jo Worth (DJW). Kim Pang, General Manager, presented a contract with USA Security for a CCTV upgrade.

As there were no comments or questions concerning the contract, Chair Urban requested a motion. Commissioner Cutler moved to approve the contract as submitted. Commissioner Hayes seconded the motion, which carried unanimously. (See Order No. 11-36)

Chair Urban called on HGI Lakeside (Lakeside). Bob Thursby, General Manager, presented the following contracts for Commission approval:

- Marketing Results, Inc. – Direct Marketing Consulting/Software/License Agreement
- Reif Oil Company – Fuel Purchase for Resale at C-Store

Hearing no comments or questions concerning the contracts, Chair Urban requested a motion. Commissioner Cutler moved to approve the contracts as submitted by Lakeside. Commissioner Hayes seconded the motion, which carried unanimously. (See Order No. 11-37)

Chair Urban called on IOC Bettendorf (IOCB). Ms. Hall expressed regrets on behalf of Nancy Ballenger and Mo Hyder, General Managers at IOCB and Rhythm City respectively, who were unable to attend as they are dealing with flooding issues. Ms. Hall presented a contract with Tai Ping Carpet Americas for the manufacture and installation of fire-retardant wool carpet.

As there were no comments or questions regarding the contract, Chair Urban requested a motion. Commissioner Seyfer moved to approve the contract as submitted by IOCB. Commissioner Rivera seconded the motion, which carried unanimously. (See Order No. 11-38)

Chair Urban called on Rhythm City. Ms. Hall presented the following contracts for Commission approval:

- Tai Ping Carpets Americas, Inc. – Manufacture and Install Fire-Retardant Wool Carpet
- Bertch Cabinetry Mfg. – Custom Cabinetry and Woodwork
- Sherwin Williams – Paint and Decorating Services
- Color Inc. – Painting Entire Exterior
- Blackhawk Fleet – Dredging Services (RP)

Hearing no comments or questions regarding the contracts, Chair Urban requested a motion. Commissioner Seyfer moved to approve the contracts as submitted by Rhythm City. Commissioner Cutler seconded the motion, which carried unanimously. (See Order No. 11-39)

Chair Urban called on Riverside Casino & Golf Resort (RCGR). Dan Franz, General Manager, presented the following contracts for Commission approval:

- Bally Gaming, Inc. – Additional Slot Machines
- Level 10 Appeal – Promotional T-Shirts
- Mercy Iowa City – Medical Health Plan Costs for 2011
- Vital Support Systems – Servers, Storage and Tape Back Up, Software Licenses
- William Morris Endeavor Entertainment, LLC – Entertainment Broker

Hearing no comments or questions concerning the contracts, Chair Urban requested a motion. Commissioner Cutler moved to approve the contracts as submitted by RCGR. Commissioner Hayes seconded the motion, which carried unanimously. (See Order No. 11-40)

Chair Urban called on Grand Falls Casino Resort (GFCR). Sharon Haselhoff, General Manager, presented the following contracts for Commission approval:

- American Hotel Registry – Hotel Soft Goods
- Computer Service Innovations – Cabling, Hardware and Accessories
- Cintas – Casino & Resort Team Member Uniforms
- Coca-Cola Bottling Co. – Beverage Contract
- Data Business Equipment – Tick Redemption Kiosks; Drop Carts; Kiosk Carts
- Doll Distributing, LLC – Beverage Purchases
- Edward Don – Food & Beverage Smallwares
- Electric Gizmos & Display Systems – Casino Exterior Pylon/Monument Display Package
- Glazers Midwest – Beverage Purchases
- Hawkeye Foodservice Distribution – Food Purchases
- Johnson Brothers – Beverage Purchases

- Iowa Alcoholic Beverage Division – Alcoholic Beverage Purchases
- King Food Service – Food Purchases
- Loffredo Fresh Produce Co., Inc. – Food and Produce Purchases
- Myers-Cox Company – Purchase of Cigarettes, Sundries, Candy & Chips
- North Country Business Products – Micros Hardware Purchase
- Roberts Dairy Company – Food and Dairy Purchases
- SHI Software Hardware Integration – Hardware Purchases
- Target Commercial Interiors – Office FF&E
- Target Commercial Interiors – Guest Room TV, Hardware, Drapery Tracks & Installation
- Vital Support Systems – Network & IP Telephone – Professional Services
- Vital Support Systems – Servers, Software Licenses, and Professional Services
- U.S. Foodservice – Food Purchases

Chair Urban, noting the Target Commercial Interiors contracts were marked as Iowa contracts, stated they were actually negotiated with the corporate office in Minneapolis. She questioned whether Iowa would be collecting any sales taxes on the purchases. Ms. Haselhoff stated that Iowa would collect sales taxes on the purchases.

As there were no further comments or questions concerning the contracts, Chair Urban requested a motion. Commissioner Cutler moved to approve the contracts as submitted by GFCR. Commissioner Rivera seconded the motion, which carried unanimously. (See Order No. 11-41)

Commissioner Rivera expressed her appreciation for the RTA forms showing the additional bids received.

Ms. Haselhoff distributed current photos of the construction site. She advised that they are on target for a May 26th grand opening; that directors have moved into their offices and computers are up and running; the elevator is to be tested next week; a job fair will be held next week; slot machines are being installed on the floor; kitchen equipment has been installed; and the number of staff is expanding everyday.

Chair Urban asked if individuals were able to make reservations for the hotel. Ms. Haselhoff advised that the reservation system would be up and running by the end of the month. Currently, calls are being routed to Riverside.

Hearing no further comments or questions for Ms. Haselhoff, Chair Urban called on Ameristar Casino. Monty Terhune, General Manager, presented the following contracts for Commission approval:

- Haworth Marketing & Media – Media Agency
- Suzo Happ Group – Gaming Parts and Accessories
- Multimedia Games/MegaBingo, Inc. – Slot Machines, Equipment and Leases

Commissioner Hayes pointed out there were no Iowa vendors. Mr. Terhune stated that two of the contracts were for gaming equipment and/or parts; he promised to do better at the June meeting.

Hearing no further comments concerning the contracts, Chair Urban requested a motion. Commissioner Hayes moved to approve the contracts as submitted by Ameristar. Commissioner Cutler seconded the motion, which carried unanimously. (See Order No. 11-42)

Chair Urban called on Mystique Casino (Mystique). Roger Hoeger, Assistant General Manager, presented the following contracts for Commission approval:

- Cottingham & Butler Insurance – Property & Casualty Insurance
- Iowa Greyhound Association – First Amendment to IGA Contract
- Racetrack Television Network, LLC – Agreement to Distribute Simulcasts from Dubuque
- Roberts Communication Network, LLC – Simulcast Transmission Agreement

Hearing no comments concerning the contracts, Chair Urban requested a motion. Commissioner Cutler moved to approve the contracts as submitted by Mystique. Commissioner Rivera seconded the motion, which carried unanimously. (See Order No. 11-43)

Jim Quilty, representing the Iowa Greyhound Association (IGA), expressed the IGA's appreciation to the Dubuque Racing Association for working closely with them on establishing the simulcast of DRA's signal. It is something the IGA has wanted at the track for quite some time.

Chair Urban called on Prairie Meadows Racetrack & Casino (PMR&C). Gary Palmer, General Manager, stated that they hope to have the hotel open by this time next year. He stated that the project is on schedule and under budget. He indicated that everything is looking good at this time.

Chair Urban asked Mr. Palmer for an update on the lease negotiations with Polk County. Mr. Palmer advised that the parties are still negotiating. He stated there is a meeting scheduled for Monday and all day Tuesday if necessary. Mr. Palmer indicated the lease is 90% complete. There is one article they are working on that is somewhat contingent upon legislative decisions pertaining to the smoking ban or increased taxes; the parties are working on how to denote a decrease in revenue at PMR&C, which would translate into a reduction of funds to the county. Mr. Palmer stated the parties are hoping to have the lease completed next week.

Chair Urban asked if PMR&C obtained a third party appraisal of the property. Mr. Palmer answered in the affirmative. It reflected three different appraisal scenarios: land lease; the property as is, and selling the property. He stated that the rent is fair; that the

debate is on net receipts. Mr. Palmer stated that both parties are negotiating in good faith.

Mr. Palmer presented the following contracts for Commission approval:

- Capital City Equipment – Maintenance Equipment
- Data Business Equipment – Cash Handling Equipment
- Global Payments, Inc. – Casino Guest Check Cashing and Credit Card Services
- Multimedia Games – Leasing of Slot Games
- Multimedia Games – Purchase of Slot Games
- Murphy Tractor and Equipment – Maintenance Equipment
- Rueters JCB Construction Equipment – Maintenance Equipment
- Ziegler Caterpillar – Maintenance Equipment

Hearing no discussion concerning the contracts, Chair Urban requested a motion. Commissioner Hayes moved to approve the contracts as submitted by PMR&C. Commissioner Seyfer seconded the motion, which carried unanimously. (See Order No. 11-44)

Mr. Ketterer noted the live meet would be starting the following week. Mr. Palmer stated there is a lot of excitement. They have received more stall applications than they have ever had; there are 20 new trainers and a new jockey colony.

Chair Urban called on Dan Burg, Vice President of the Heartland Iowa Project. Mr. Burg, 1st Vice President, advised that the group wishes to build a racetrack, casino and hotel in the Council Bluffs area. The company has a group of investors willing to invest in the project who feel that it would be self-supporting. They are willing to move forward with the project if the Commission is willing to do so.

Mr. Ketterer asked Mr. Burg if the project included a casino. Mr. Burg indicated a casino was part of the original plan, but the track was the most important piece of the project.

Chair Urban asked if any of the individuals in the organization had a background in racing or gaming. Mr. Burg answered in the affirmative. Chair Urban asked if the organization is currently operating other casinos or racetracks. Mr. Burg answered in the negative.

Mr. Ketterer advised Mr. Burg that the reason he asked his question about the inclusion of a casino is that the Iowa Code states that in order for a racetrack to have a casino, the racetrack has to have been continuously licensed since January 1, 1999. Heartland would be required to submit two separate license applications.

There were no further comments or questions concerning the presentation by Mr. Burg for the Heartland Iowa Project.

Chair Urban moved to the review of the licensees' financial audits and called on Ameristar Casino. Mr. Terhune was available to answer any questions regarding the financial.

Hearing none, Chair Urban called on Argosy Casino-Sioux City. Joelle Shearin, Director of Finance, advised that 2010 was a record year; they experienced a \$2 million increase over the prior year. She advised that the closure of a pork processing facility did have an impact on their operations. Their EBITDA was \$20.4 million, which was an increase of 36.1% - the highest in the Penn National portfolio. Argosy completed the changeover to digital surveillance, and painted the lighthouse along with other upkeep obligations in an effort to keep the property fresh.

As there were no comments or questions concerning the Argosy financial statement, Chair Urban called on Catfish Bend Casinos (CBC). Gary Hoyer, Chief Executive Officer, and Donald Spears, Controller, were available to answer any questions.

Commissioner Hayes stated that the promotion and comp line decreased approximately 30% between 2009 and 2010. He asked if this was just a blip on the screen. Mr. Hoyer stated that CBC had evaluated their expenditures over the last year and a half and determined that it was heavy on the comp side. This revenue was shifted to the free play side. The change made the players happy and improved the operating revenues.

Mr. Ketterer asked about the 2012 refinancing of debt. Mr. Hoyer advised that it would occur in June 2012. Mr. Ketterer asked Mr. Hoyer for his thoughts on the refinancing. Mr. Hoyer advised that CBC is closely watching the Governor's tax rate proposal, and are working with the lenders to get a feel of what the financing might look like relevant to that. The issue is on their radar screen. Mr. Ketterer asked Mr. Hoyer if he was cautiously optimistic. Mr. Hoyer stated that he felt the interest rate would be higher and for a shorter time frame, but believes it will work.

Hearing no further questions or comments regarding the CBC financial audit, Chair Urban called on the Diamond Jo. Todd Moyer, General Manager, was available to answer any questions.

As there were no questions regarding the Diamond Jo audit, Chair Urban called on DJW. Mr. Pang was available to answer questions. Commissioner Hayes asked about the 40 acres of land that DJW leases. Mr. Pang advised that a 9-hole golf course and a clay pigeon shooting course take up approximately 30 acres of land.

Hearing no further comments or questions regarding the DJW financial audit, Chair Urban called on Harveys Iowa Management Company, Inc. (Harrah's). Ms. Sternberg was available to answer questions.

Commissioner Hayes noted that the audit does not break out the capital expenditures by property. Ms. Sternberg stated that \$3 million was spent on capital improvements in

Council Bluffs; all of the hotel rooms were renovated and the surveillance system was converted to digital. Commissioner Hayes asked about slot machine replacement. Ms. Sternberg stated that Harrah's replaces or converts 10-20% of the gaming floor each year.

Chair Urban called on Terrible's Lakeside Casino. Bob Thursby, General Manager, was available to answer any questions. Chair Urban noted that expenses were down considerably from 2009, and wondered if there was any correlation to the maintenance issues at the property. Mr. Thursby answered in the negative.

Chair Urban called on Wild Rose Clinton (WRC). Tom Timmons, Vice President of Operations, advised that he and Scott Evers, Chief Financial Officer, were available to answer questions on the financial audits for both WRC and Wild Rose Emmetsburg (WR Emmetsburg).

Commissioner Hayes noted that earlier the Commission approved an increase in management fees from \$1.1 million to \$1.2 million; however, the audit reflects the management fees as \$1.7 million. Mr. Timmons advised that revenues increased when WRC moved from the boat to the land-based facility; there has been no change in the dollar amount of the management fees.

With regard to the WR Emmetsburg audit, Commissioner Hayes noted there was a significant change in the marketing and distribution costs between 2009 and 2010. Mr. Evers advised the change was due to a classification change in how they are showing promotional items.

Hearing no further questions or comments regarding the audits for WRC or WR Emmetsburg, Chair Urban called on RCGR. Mr. Franz provided the following information:

- Assets of \$106 million; in 2010, there is \$128 million in property and equipment;
- Liabilities: \$98 million; bank debt has been reduced by \$10 million to \$70 million;
- Revenue was flat year over year; net revenue was up slightly, table play increased 7%
- Non-gaming revenue: golf revenue was up 14%
- EBITDA was up \$2.9 million from 2009. They controlled costs in order to return to the 2008 EBITDA revenues.
- Gaming taxes: \$19.3 million in gaming taxes and fees; \$7.4 million to the City of Riverside, and \$7.3 million in property taxes since opening. They paid \$3.2 million to the non-profit operator in 2010 and an additional \$267,000 in charitable contributions outside of payments to the non-profit operator.
- 97% of goods and services were purchased from Iowa vendors.

Mr. Franz advised that the facility took over the spa operations in July in order to have more control over the operation and hours. The golf course continues to be one of the top

100 courses. The redesigned holes were established in 2010 and should open later this month. He stated that the Golf for Injured Veterans Everywhere (GIVE) Foundation is still going strong. The foundation provides veterans with an opportunity to learn how to play golf and improve their quality of life. Mr. Franz stated that Riverside finished the year strong by making cost effective decisions without giving up quality.

Commissioner Seyfer asked what Riverside plans to do with the golf holes that were replaced. Mr. Franz advised that they will be maintained this year and will be used in a variety of ways – GIVE Foundation or practice holes. They will be evaluated as the year progresses. They are also discussing an RV park or possibly redesigning them into a 9-hole course.

Commissioner Rivera asked about charitable golf tournaments. Mr. Franz stated they are doing more and more. They have to find a balance between doing charitable events and running a business. Riverside does host a GIVE tournament and were approached by the Ronald McDonald House this year. Discussions are ongoing with them at this time. It is an event that may occur in the future.

Hearing no further comments or questions for Mr. Franz, Chair Urban called on Horseshoe Casino/Bluffs Run Greyhound Park. Ms. Sternberg advised that \$2.6 million was spent on capital expenditures.

As there were no questions for Ms. Sternberg, Chair Urban called on the Dubuque Racing Association. Mr. Hoeger advised they made some positive accounting changes which resulted in a distribution of \$11.3 million. Capital expenditures were \$1.5 million.

As there were no questions for Mr. Hoeger, Chair Urban called on the Iowa West Racing Association (IWRA). Jerry Mathiasen, Senior Vice President, noted that IWRA is the license holder for Horseshoe Casino and the non-profit license holder for Ameristar and Harrah's. He introduced Tim Miller, the Chief Financial Officer for IWRA. Mr. Miller advised that the fee income for IWRA from the properties in 2010 was \$7,178,427, which helped the organization and the local charities through the tough times. He stated that IWRA hopes to be able to maintain their current grant giving levels.

Commissioner Cutler asked how much IWRA has distributed in grants. Mr. Mathiasen stated that the Iowa West Foundation reached the milestone of \$250 million in 2010 since its inception. They hope to break the \$300 million mark later this year.

Hearing no further comments or questions for Mr. Mathiasen or Mr. Miller, Chair Urban called on PMR&C. Mr. Palmer provided the following highlights of PMR&C's financial audit:

- Gaming taxes – Paid over \$44 million
- Charitables – Not including the facility lease: \$23 million; Including lease payments: \$40 million.

- Average 1300 employees; there are three different unions at PMR&C.
- \$10.5 million was spent on capital improvements
- Debt-free at this time, but is not sure how long that can be maintained with the construction of the hotel
- Revenues are down approximately 1.1% from the previous year while expenses have increased. He expressed optimism about the economy turning around.

As there were no questions for Mr. Palmer, Chair Urban called on Lyon County. Ken Bonnet, Chief Financial Officer, was available to answer questions.

Hearing none, Chair Urban moved to the approval of the distribution of the Horse Racing Promotion Fund. She noted there is \$3,531.00 available for distribution. The Commission received two applications for the funds: The Legacy Harness Horse Foundation and the Iowa Quarter Horse Racing Association (IQHRA). Chair Urban stated that The Legacy Harness Horse Foundation has received the funds the last four years.

Commissioner Hayes moved to divide the available funds in the 2011 Horse Racing Promotion Fund equally between The Legacy Harness Foundation and the IQHRA. Commissioner Cutler seconded the motion, which carried unanimously. (See Order No. 11-45)

As there was no Public Comment, Chair Urban moved to Administrative Business and the election of a new vice chair to serve until the annual election of officers in July. Commissioner Cutler nominated Commissioner Seyfer to serve as Vice Chair. Commissioner Hayes seconded the motion, which carried unanimously. (See Order No. 11-46)

Chair Urban stated that she will not be in attendance at the June Commission meeting, and two new members will be joining the Commission.

As there was no further business to come before the Commission, Chair Urban requested a motion to adjourn. Commissioner Hayes so moved. Commissioner Seyfer seconded the motion, which carried unanimously.

MINUTES TAKEN BY:

JULIE D. HERRICK