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NEVADA G.
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File No. SD-077

BEFORE THE NEVADA GAMING COMMISSION AND THE STATE GAMING CONTROL BOARD

In the Matter of Nonrestricted AGENDA ITEM 43-08-91, N91-0814, APPLICATION OF BAY MEADOWS OPERATING COMPANY AND CALIFORNIA JOCKEY CLUB FOR APPROVAL TO SHARE IN THE REVENUE FOR THE CONDUCT OF OFF-TRACK PARI-MUTUEL WAGERING

ORDER

THIS MATTER came on regularly for hearing before the State Gaming Control Board on August 7, 1991, and before the Nevada Gaming Commission on August 29, 1991, at Carson City, Nevada; and

THE BOARD AND COMMISSION having considered all information pertinent hereto;

IT IS HEREBY ORDERED BY THE NEVADA GAMING COMMISSION UPON THE RECOMMENDATION OF THE STATE GAMING CONTROL BOARD:

- 1. THAT the applications of Bay Meadows Operating Company and California Jockey Club, for approval to share in the revenue from the conduct of off-track pari-mutuel wagering, as amended and supplemented, are hereby accepted as filed.
- 2. THAT Bay Meadows Operating Co. and California Jockey Club are each granted approval to share in the revenue from the conduct of off-track pari-mutuel wagering, said approvals conditioned as follows:
- A. That Bay Meadows Operating Co. and California Jockey Club shall comply with the provisions of NRS 463.639(1) and NGC Reg. 16.330, and shall also

comply with any requests for additional reporting requirements made by the Gaming Control Board.

- B. That Bay Meadows and/or Cal Jockey shall notify the Board prior to any change in the ownership or control of Simulcast Enterprises, and upon the commencement of any negotiations contemplating a business venture between Bay Meadows, Cal Jockey or any of its affiliates, and Pacific Racing Association, Ladbroke Group PLC, or any of its affiliates.
- C. That the following information shall be reported to the Board, in writing, within 30 days after the end of the quarter concerning the occurrence or absence of the following:
- (1) Any changes in Bay Meadows Operating Co. and California Jockey Club's officers, directors, or key personnel directly or indirectly engaged in the active administration or supervision of the gaming operations conducted at Bay Meadows Racetrack and related facilities who earn \$50,000 or more annually.
- (2) All gaming related complaints, investigations into alleged misconduct, orders to show cause, and disciplinary actions instituted by, presided over, or in connection with the California Horse Racing Board or any other gaming regulatory agency, involving Bay Meadows Operating Co., California Jockey Club, or its officers, directors, owners, agents or employees thereof.
- Jockey Club and their affiliates' officers, directors, owners, agents or employees and its patrons involving gaming misconduct or felony charges in the State of California. The report shall include: the name, position, charge, arresting agency and a brief description of the event.

- (4) Any known gaming cheating or theft wherein an arrest is not made.
- (5) A copy of the application for licensure to conduct horse racing, and any exhibits or attachments thereto, as provided to the California Horse Racing Board.
- D. That Bay Meadows Operating Company and California Jockey Club shall fund and maintain with the State Gaming Control Board a revolving fund in the total amount of \$3,000 for the purpose of funding investigative reviews by the Board for compliance with the terms of this Order. Without limiting the foregoing, the Board shall have the right, without notice, to draw upon the funds of said account for the payment of costs and expenses incurred by the Board and

its staff in the surveillance, monitoring and investigative reviews of activities of Bay Meadows Operating Company and California Jockey Club, and their controlled affiliates.

ENTERED at Carson City, Nevada, this 29th day of August, 1991.

FOR THE COMMISSION:

Bil Curran, Chairman

Submitted by:

P. Gregory Clordano, Chief Corporate Securities Division

APPROVED AS TO FORM:

FRANKIE SUE DEL PAPA ATTORNEY GENERAL

Deputy Attorney General

Gaming Division