

KATHLEEN BABINEAUX BLANCO GOVERNOR State of Louisiana
Gaming Control Board

H. CHARLES GAUDIN CHAIRMAN

IN RE: GEMACO, INC. NO. P076500035

ORDER

This matter was considered by the Louisiana Gaming Control Board at its meeting of October 17, 2006. The Hearing Officer's order dated September 18, 2006, based on the "Joint Motion for Approval of Compromise and Settlement Agreement" in the matter of the "Notice of Recommendation of Suspension and Penalty," No. P076500035, by and between Gemaco, Inc., and the State of Louisiana, Department of Public Safety and Corrections, Office of State Police, which is attached hereto and incorporated herein, is **APPROVED**.

THUS DONE AND SIGNED on this the 17 day of October, 2006.

LOUISIANA GAMING CONTROL BOARD

BY:

H. CHARLES GAUDIN, CHAIRMAN

LOUISIANA GAMING CONTROL BOARD
I HEREBY CERTIFY THAT A CERTIFIED
COPY HAS BEEN MAILED OR SERVED ON
ALL PARTIES THIS DAY
OF APPEAL DOCKET CLARK
SENDLY AND THE SERVED ON APPEAL DOCKET CLARK

RECEIVED

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STATE OF LOUISIANA
LOUISIANA GAMING CONTROL BOARD ISTRATIVE HEARING OFFICE
ADMINISTRATIVE HEARING OFFICE

IN RE: GEMACO, INC.

P076500035

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JOINT MOTION FOR APPROVAL OF COMPROMISE AND SETTLEMENT AGREEMENT

TO THE HONORABLE ADMINISTRATIVE HEARING OFFICER:

COME NOW State of Louisiana, Department of Public Safety and Corrections, Office of State Police ("Division") and Gemaco, Inc., P076500035, who file this, their Joint Motion for Approval of Compromise and Settlement Agreement, and in support thereof would respectively show unto the Hearing Officer as follows:

1.

The Division and Gemaco, Inc. are desirous of compromising and settling all disputes between them relative to the referenced administrative proceeding. In connection therewith, the parties have entered into a compromise and settlement agreement which by its terms will become effective upon approval by the Administrative Hearing Office and the Louisiana Gaming Control Board.

2.

A true and correct copy of the proposed Compromise and Settlement Agreement is attached hereto as Exhibit "A" and incorporated by reference for all purposes.



WHEREFORE, PREMISES CONSIDERED, The Division and Gemaco, Inc. respectfully request that this Honorable Administrative Hearing Officer approve the parties' Compromise and Settlement Agreement.

Respectfully Submitted,

CHARLES C. FOTI, JR. ATTORNEY GENERAL

Tom Baranowski, Exec. V. P.

Gemaco, Inc. P.O. Box 790

Blue Springs, MO 64015 Telephone: (816) 220-1300 Facsimile: (816) 220-1884 y:

John F/McDonald, III, #09288

Assistant Attorney General O. Young Bonner

365 Canal St., Ste. 2730 New Orleans, Louisiana 70130

Telephone: (504) 568-6024 Facsimile: (504) 599-1163

Counsel for the Office of State Police

STATE OF LOUISIANA LOUISIANA GAMING CONTROL BOARD ADMINISTRATIVE HEARING OFFICE

IN RE: GEMACO, INC.

P076500035

ORDER

BE IT REMEMBERED that on this the ______ day of ______, 2006, came on for consideration the Joint Motion for Approval of Compromise and Settlement Agreement, and the Hearing Officer having considered the pleadings on file, the proposed Settlement Agreement, and the said Motion, and it appearing to the Hearing Officer that the said Compromise and Settlement Agreement should be approved; it is, therefore,

ORDERED, ADJUDGED, AND DECREED that the Compromise and Settlement Agreement attached to the parties' Joint Motion for Approval of Compromise and Settlement Agreement be, and the same is hereby, APPROVED.

SIGNED AND ENTERED this _____ day of ______, 2006, in Baton Rouge,

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AS BEEN MAILED OR SERVED ON

A ADMINISTRATIVE HE RING OFFICE

administrative hearing office

Sot Poland Taken

JOSEPH E. ANZALONE, JR.

HEARING OFFICER

A TRUE COPY ATTEST

LOUISIANA GAMING CONTROL BOARD

HEARING OFFI

BATON ROUGE, LA

BY: CLERK

STATE OF LOUISIANA LOUISIANA GAMING CONTROL BOARD ADMINISTRATIVE HEARING OFFICE

IN RE: GEMACO, INC.

P076500035

COMPROMISE AND SETTLEMENT AGREEMENT

The State of Louisiana, Department of Public Safety and Corrections, Office of State Police (hereinafter "the Division") and Gemaco, Inc., P076500035, do hereby represent and agree

as follows:

WHEREAS, the Louisiana Gaming Control Board has issued a Notice of Recommendation of Suspension and Penalty to Gemaco, Inc., which notice alleges certain

violations of the Louisiana Gaming Control Law; and

WHEREAS, the issues raised by the said Notice of Recommendation of Suspension and Penalty are set for hearing on September 18, 2006, before the Louisiana Gaming Control Board Administrative Hearing Office; and

WHEREAS, the parties hereto are desirous of fully and finally compromising and settling all disputes and issues raised in connection with the said Notice of Recommendation of Suspension and Penalty;

NOW, THEREFORE, in consideration of the foregoing, the parties hereto do hereby agree and stipulate as follows:

STIPULATIONS

- 1. Pursuant to La. R.S. 27:29 and La. R.S. 27:29.2, Gemaco, Inc. is required to submit an Annual fee and Annual affidavit by May 11 of each year, which represents its permit anniversary date.
- 2. Gemaco, Inc. did not timely submit the required annual forms and fees in 2006.

 On July 25, 2006, the Louisiana Gaming Control Board issued a Notice of Recommendation of Suspension and Penalty to Gemaco, Inc., P076500035, alleging certain violations of the Louisiana Gaming Control Law.

TERMS AND CONDITIONS

- 1. The Division reserves the right to take into consideration this violation in connection with any future violations.
- 2.A subsequent failure to timely submit the Annual Affidavit and Annual Fee, will result, at a minimum, in an enhanced civil penalty.
- 3.Any and all information discovered throughout the course of this or any other investigation may be used in any future determination of the suitability of Gemaco, Inc.
- 4.Gemaco, Inc. agrees to pay a civil penalty of Five Hundred Dollars (\$500.00) and a delinquency fee of Seven Hundred Fifty Dollars (\$750.00) for a total of One Thousand Two Hundred Fifty Dollars (\$1,250.00).
- 5. This Compromise and Settlement Agreement constitutes the entire agreement between the Division and Gemaco, Inc. pertaining to the subject matter contained herein and supersedes all prior and contemporaneous agreements, representations and understandings of the parties.
- 6. This Compromise and Settlement Agreement is subject to approval by the Hearing Officer and the Louisiana Gaming Control Board. It is expressly understood that if this proposed settlement is approved by the Hearing Officer, this agreement is not thereby executory, but will be submitted to the Louisiana Gaming Control Board for its determination as to whether to approve same or to remand the matter to the Hearing Officer for a full hearing on the merits.

7.If approved, Gemaco, Inc. must make payment of the civil penalty and delinquency fee to the Division within ten (10) days of approval by the Louisiana Gaming Control Board. Failure to do so shall result in the immediate suspension of the license without the necessity of any further administrative action until such time as the penalty is paid in full.

8.The terms of this Compromise and Settlement Agreement shall be interpreted under the laws of the State of Louisiana.

I have read this entire Compromise Settlement Agreement, understand it, and agree to all stipulations and terms and conditions hereof.
Tom Baranowski, Executive Vice President/General Manger Gemaco, Inc., P076500035
Sworn to and subscribed before me, the undersigned notary, in the County of <u>Jackson</u> this <u>A1³⁷</u> day of <u>August</u> A.D. 2006. Notary Signature
Pennie D. Phillips 816-220-1300 Notary Name and Number
Notary Commission expires 6/13/09
PENNIE D. PHILLIPS Notary Public – Notary Seal State of Missouri – Jackson County My Commission Expires June 13, 2009 Commission #05405621
John F. McDonald, III, AAG on behalf of O. Young BONNER
State of Louisiana Department of Public Safety & Corrections
Department of Lubic Safety of Corrections

Office of State Police