

APPROVED

3/21/00

LOUISIANA GAMING CONTROL BOARD

Minutes of February 15, 2000

The Louisiana Gaming Control Board held a meeting on Tuesday, February 15th, 10:00 a.m., in House Committee Room 6 of the Louisiana State Capitol. Present at that meeting were board members Hillary J. Crain, Chairman; Robert M. Fleming, Vice-Chairman; James Boyer, Gen. Sherian Cadoria, Marcia Morgan and Rupert Richardson. Absent were board members Dudley Lastrapes, Ralph Perlman, Ecotry Fuller, and ex-officio members, Col. W.R. "Rut" Whittington and Sec. Brett Crawford.

Chairman Crain called the meeting to order. There was a motion by Gen. Cadoria to approve the minutes of the previous meeting. That motion was seconded by James Boyer and unanimously approved by the Board.

Next on the agenda were the monthly revenue reports. Mr. Lonnie Parker, Audit Supervisor with State Police Riverboat Gaming, presented the revenue report on riverboat gaming. Mr. Jeff Traylor, Audit Supervisor in Land Based Gaming, presented the report for the land based casino. Mr. Ronald Cain, State Police Indian Gaming, presented quarterly figures on the Indian Casinos. Ms. Donna Stevens, accountant in Video Gaming, presented the revenue figures in video poker.

The Board then approved licenses for the following truck stops:

1. Coushatta Truck Stop
2. Relay d/b/a Vivian Game Room
3. Relay d/b/a Springhill Game Room
4. Port Allen Truck Stop
5. Houma Truck Plaza

Mr. Paul Baier, attorney on behalf of El Chico Restaurants, filed a Petition for Declaratory Order concerning the validity of filing certain forms in an application. It was moved by Mr. Boyer, seconded by Ms. Richardson, and unanimously approved by the Board to declare the matter moot.

Mr. Brett Sulzer, attorney on behalf of Fleming Novelty, filed a Petition for Declaratory Order involving circumstances unique to this licensee. Following discussion, it was moved by Vice-Chairman Fleming, seconded by Gen. Cadoria, and unanimously approved by the Board that under the circumstances of Fleming Novelty's situation, the pertinent regulations would not prohibit the issuance of a video gaming license.

Mr. Sulzer, also filed a petition for Declaratory Order on behalf of Perino's Boiling Pot, who had the same factual scenario as Fleming Novelty. It was moved by Ms. Morgan, seconded by Gen. Cadoria, and unanimously approved by the Board to adopt the same ruling as previously stated in Fleming Novelty.

The next item on the agenda was a Petition from Harrah's Entertainment, Inc., for approval to purchase Players International, Inc. Representing Harrah's was Mr. David Satz, Mr. Anthony Sanfilippo and Mr. John Payne. Speaking on behalf of the state were: Ms. Maggie Malone, Ms.

Susan Demouy, Trooper Jeff Watts, Mr. Raymond Lamonica, and Mr. Jay Quinlan.

Before voting on the petition for transfer of interest, Mr. Lamonica addressed board members concerning the stipulation between Players and the state with reference to reservation of claims against certain former officers and directors of Players. Following his presentation, it was moved by Mr. Boyer to approve the stipulation. That motion was seconded by Ms. Morgan and approved by a 4 to 2 vote. Voting for the stipulation were Mr. Boyer, Ms. Morgan, Ms. Richardson and Chairman Crain. Voting against the stipulation were Vice-Chairman Fleming and Gen. Cadoria.

Next, board members voted on the petition for transfer of interest. It was moved by Mr. Boyer to approve the transfer of interest. That motion was seconded by Ms. Morgan and approved by a 4 to 2 vote. Voting for the transfer of interest were Mr. Boyer, Ms. Morgan, Ms. Richardson and Chairman Crain. Voting against the transfer were Vice-Chairman Fleming and Gen. Cadoria.

Continuing with the agenda, Hollywood Casino Shreveport, LLC, requested that the Board amend their September, 1999 Order with reference to disbursement approvals from the escrow account. It was moved by Vice-Chairman Fleming to allow for disbursements from the escrow account for general expense reimbursement not to exceed \$5,000.00 without board approval. Salary reimbursement and airplane expenses related to the project were also approved. All disbursements are required to be reported. The motion was seconded by Gen. Cadoria and unanimously approved.

The next item dealt with rulemaking. Vice-Chairman Fleming moved to adopt non-substantive amendments to Rule LAC 42:2325, Live Racing Facility Slot Machine Gaming, Imposition of Sanctions, and proceed with the rulemaking process. That motion was seconded by Gen. Cadoria and unanimously approved by the Board.

The Board acted upon proposed settlements/appeals in the following:

1. In Re: Sandwich Express - Motion by Ms. Morgan to approve the settlement. That motion was seconded by Gen. Cadoria and unanimously approved by the Board.
2. In Re: L.C.C.I. - Motion by Gen. Cadoria to approve the settlement. That motion was seconded by Vice-Chairman Fleming and unanimously approved by the Board.
3. In Re: Crescent City Development - Motion by Mr. Boyer to approve the settlement. That motion was seconded by Gen. Cadoria and unanimously approved by the Board.
4. In Re: Crescent City Development - Motion by Gen. Cadoria to approve the settlement. That motion was seconded by Mr. Boyer and unanimously approved by the Board.
5. In Re: Louisiana-1 Gaming - Motion by Gen. Cadoria to approve the settlement. That motion was seconded by Mr. Boyer and unanimously approved by the Board.
6. In Re: St. Charles Gaming - Motion by Ms. Richardson to approve the settlement. That motion was seconded by Gen. Cadoria and unanimously approved by the Board.
7. In Re: Grand Palais - Motion by Gen. Cadoria to approve the settlement. That motion was

seconded by Mr. Boyer and unanimously approved by the Board.

8. In Re: Players-Lake Charles - Motion by Gen. Cadoria to approve the settlement. That motion was seconded by Ms. Morgan and unanimously approved by the Board.
9. In Re: Red River Entertainment - Motion by Gen. Cadoria to approve the settlement. That motion was seconded by Mr. Boyer and unanimously approved by the Board.
10. In Re: La. Riverboat Gaming Partnership - Motion by Gen. Cadoria to approve the settlement. That motion was seconded by Mr. Boyer and unanimously approved by the Board.
11. In Re: Rodney Burch Enterprises
12. In Re: PLDC, Inc. d/b/a Delta Motor Truck Stop
13. In Re: Krawdaddy's
(All three of these establishments dealt with the same issue. It was moved by Ms. Richardson to postpone consideration of these. That motion was seconded by Gen. Cadoria and unanimously approved by the Board.)
14. In Re: Tech Art - Moved by Ms. Richardson to enter into a joint motion for entry of consent decree. That motion was seconded by Mr. Boyer and unanimously approved by the Board.
15. In Re: Smith Photographic - Motion by Ms. Morgan, seconded by Vice-Chairman Fleming to suspend Mr. Smith's license for 90 days. Substitute motion by Ms. Richardson, seconded by Mr. Boyer that the 90-day suspension be retroactive for a period of 90 days. That motion was voted for 3 to 3. Voting for were Ms. Richardson, Mr. Boyer and Gen. Cadoria. Voting against the motion were Ms. Morgan, Vice-Chairman Fleming and Chairman Crain. The substitute motion failed and the original motion was voted on to suspend the license for 90 days. The original motion passed by a 5 to 1 vote. Voting against the motion was Ms. Richardson.
16. In Re: Anthony Cole - Motion by Mr. Boyer to remand the case back to the Hearing Officer. That motion was seconded by Gen. Cadoria and unanimously approved by the Board.
17. In Re: John Williams d/b/a Skyline Tours - Motion by Vice-Chairman Fleming to dismiss the appeal and affirm the Hearing Officer's decision. That motion was seconded by Ms. Richardson and unanimously approved by the Board.
18. In Re: James Goods - Motion by Ms. Richardson to renew Mr. Goods non-key gaming permit. That motion was seconded by Mr. Boyer and unanimously approved by the Board.
19. In Re: Happy Hour - Motion by Ms. Morgan to dismiss the appeal. That motion was seconded by Gen. Cadoria and unanimously approved by the Board.

There being no further business, it was moved by Gen. Cadoria to adjourn. That motion was seconded by Ms. Morgan and unanimously approved by the Board.

The meeting was adjourned.