

LOUISIANA GAMING CONTROL BOARD

Minutes of December 17, 2002

The Louisiana Gaming Control Board held a meeting on Tuesday, December 17, 2002, 10:00 a.m., House Committee Room 6 of the Louisiana State Capitol. Present at this meeting were: Hillary J. Crain, Chairman; Robert M. Fleming, Vice-Chairman; James G. Boyer, Secretary/Treasurer; Gen. Sherian Cadoria, Dudley Lastrapes, Marcia Morgan and Rupert Richardson. Absent were Dennis Kinchen, Kelly Simoneaux and ex-officio members, Col. Terry Landry, and Sec. Cynthia Bridges.

The meeting was called to order. It was moved by Gen. Cadoria to waive the reading and approve the minutes of the November meeting. That motion was seconded by Sec. Boyer and unanimously approved by the Board.

It was moved by Ms. Morgan to approve the 2003-2004 Budget for the Gaming Control Board. That motion was seconded by Ms. Richardson and unanimously approved by the Board.

Ms. Donna Jackson, State Police Gaming Audit Division, presented the revenue reports for the riverboats, landbased casino, and slots at the tracks. Ms. Racquel Francis with the State Police Audit Division, reported on the employee numbers and salaries of the landbased casino, and Ms. Janice Adolph, also with Audit Division, reported on the statistics for video poker.

Ms. Claudeidra Minor, Asst. Attorney General in the Gaming Division, reported on the Compliance Reports for the third calendar quarter.

The Board acted on a request of pre-suitability determination on behalf of the proposed owners of Louisiana Downs. Following discussion, it was moved by Sec. Boyer to determine the following entities pre-suitable: Downs Entertainment Group I, L.L.C., Downs Entertainment Group II, L.L.C., Harrah's Louisiana Transitory Sub, Inc., Harrah's Shreveport Bossier City Holding Company, L.L.C., Harrah's Shreveport Bossier City Investment Company, L.L.C., Harrah's Bossier City Investment Company, L.L.C., and Harrah's Bossier City Management Company, L.L.C. That motion was seconded by Ms. Richardson and unanimously approved by the Board.

The Board acted on a Joint Petition of Red River Entertainment of Shreveport in Commendam, Harrah's Entertainment, Inc., and the Downs Entertainment Group for approval of transfers of interest as follows:

1. Transfer of Harrah's Shreveport Management Company, L.L.C.'s 1% limited partnership interest in Red River Entertainment of Shreveport Partnership in Commendam to Harrah's Shreveport/Bossier City Investment Company, L.L.C.
2. Transfer of Harrah's Shreveport/Bossier City Investment Company, L.L.C.'s 1% limited

partnership interest in Red River Entertainment of Shreveport Partnership in Commendam to Harrah's Bossier City Investment Company, L.L.C.

3. Transfer of Harrah's Shreveport Investment Company, L.L.C.'s 99% general partnership interest in Red River Entertainment of Shreveport Partnership in Commendam to Harrah's Shreveport/Bossier City Investment Company, L.L.C.

It was moved by Mr. Lastapes to approve these transfers. That motion was seconded by Vice-Chairman Fleming and unanimously approved by the Board.

It was moved by Ms. Richardson to approve the Management Agreement between Red River Entertainment of Shreveport Partnership in Commendam and Harrah's Shreveport Management Company, L.L.C. That motion was seconded by Sec. Boyer and unanimously approved by the Board.

It was moved by Sec. Boyer to approve the loan acquisition for these transfers. That motion was seconded by Ms. Richardson and unanimously approved by the Board.

The Board acted on a Joint Petition from Harrah's Lake Charles and Harrah's Star Partnership for approval of Restructuring and Reconstituting of Certain Entities. Representing Harrah's was Mr. Phillip Becker, and Mr. Leonce Gautreaux, Asst. Attorney General, addressed the Board on behalf of the State.

Following discussion, it was moved by Sec. Boyer to approve the following transfers as follows:

1. the merger of Players Holding, Inc. with Players Holding, L.L.C.;
2. the merger of Players International, Inc. with Players International, L.L.C.;
3. the merger of Players Lake Charles Riverboat, Inc. with Players Lake Charles, Inc., with Players Lake Charles, Inc. being the surviving entity;
4. the merger of Players Lake Charles, Inc. with Players Lake Charles, L.L.C.;
5. the merger of Players Riverboat Management, Inc. with Players Riverboat Management, L.L.C.;
6. the merger of Players Riverboat, Inc. with Players Riverboat, L.L.C.; and
7. the merger of Players Riverboat, L.L.C. with Players Riverboat II, L.L.C.

That motion was seconded by Ms. Richardson and unanimously approved by the Board.

The Board acted on the following truckstop application:

1. **Sunshine Truck & Casino Plaza, L.L.C. d/b/a Sunshine Truck & Casino Plaza - No. 4700513018** - Motion by Vice-Chairman Fleming to approve the application. That motion was seconded by Gen. Cadoria and unanimously approved by the Board.

It was moved by Ms. Richardson to approve the new application forms for Video Gaming, Nos. DPSSP 0031, 0032 and 0033. That motion was seconded by Gen. Cadoria and unanimously approved by the Board.

The Board held a public hearing regarding the proposed amendment to LAC 42:XI.2417 B., Video Poker, Code of Conduct of Licensees, Unsuitable Conduct by Licensees. Following discussion, it was moved by Ms. Richardson to continue with the rule-making process.

The Board granted the Joint Motion filed to continue the request for Declaratory Order filed by Ceridian Corporation.

The Board acted on proposed settlements/appeals from Hearing Officers decisions in the following:

1. **In Re: Boyd Racing, L.L.C. d/b/a Delta Downs Racetrack - No. CGD020168** - Motion to approve settlement of \$40,000.00 by Sec. Boyer. That motion was seconded by Ms. Morgan and unanimously approved by the Board.
2. **In Re: Jeffery Fuller - No. P040003292** - Motion by Sec. Boyer to affirm the Hearing Officers decision to deny without prejudice. That motion was seconded by Gen. Cadoria and unanimously approved by the Board.

There being no public comments, it was moved by Gen. Cadoria to adjourn the meeting. That motion was seconded by Ms. Richardson and unanimously approved by the Board.

The meeting was adjourned.