

1:1

2 LOUISIANA GAMING CONTROL BOARD

3

4 BOARD OF DIRECTORS' MEETING

5

6

7

8

9 THURSDAY, JANUARY 17, 2019

10

11 House Committee Room 1

12 Louisiana State Capitol

13 900 North Third Street

14 Baton Rouge, Louisiana

15

16

17

18 TIME: 10:00 A.M.

19

20

21

22

23

24

25

2

1 APPEARANCES

2

3

4 RONNIE JONES

Chairman (At Large)

5 June 30, 2019

6 MARK STIPE

(Attorney)

7 Seventh Congressional District

June 30, 2020

8

9 JAMES SINGLETON

(Public/Business Administration)

10 Second Congressional District

June 30, 2020

11

12 JULIE BERRY

(CPA)

13 Third Congressional District

June 30, 2024

14

15 ELTON LAGASSE

(At large)

16 First Congressional District

June 30, 2021

17

18 HARRY AVANT

(At Large)

19 Fourth Congressional District

June 30, 2024

20

21 MAJOR CHUCK MCNEIL

Louisiana State Police

22

23

24

25

3

1 APPEARANCES CONTINUED

2

3

4 KEVIN RICHARD

Louisiana Department of Revenue

5

6 LANA TRAMONTE

Executive Assistant

7

8 TRUDY SMITH

Confidential Assistant

9

10 REPORTED BY:

11 SHELLEY G. PAROLA, CSR, RPR

Baton Rouge Court Reporters

12

13

14

15

16

17

18

19  
20  
21  
22  
23  
24  
25

4

1		PAGE
2	I. CALL TO ORDER	5
3	II. PUBLIC COMMENTS	6
4	III. APPROVAL OF MINUTES	6
5	IV. REVENUE REPORTS	6
6	V. CASINO GAMING ISSUES	
7	A. Consideration of Application of	
8	Shelf approval by Penn National	
9	Gaming, Inc.	12
10	VI. PROPOSED SETTLEMENTS	
11	1. In Re: B & D of Marrero, LLC,	
12	d/b/a Buddy's Lounge -	
13	No. 2600116007	24
14	2. In Re: One Way Gaming, LLC,	
15	d/b/a One Way Gaming -	
16	No. 2600616991	27
17	VII. ADJOURNMENT	29

18  
19  
20  
21

22

23

24

25

5

1 I. CALL TO ORDER

2 CHAIRMAN JONES: Good morning and  
3 pardon that slight delay. We were  
4 having a little court reporter issue,  
5 but we've got it resolved to our  
6 satisfaction.

7 Miss Tramonte, would you call the  
8 roll.

9 THE CLERK: Chairman Jones?

10 CHAIRMAN JONES: Here.

11 THE CLERK: Mr. Stipe?

12 MR. STIPE: Here.

13 THE CLERK: Mr. Singleton?

14 MR. SINGLETON: Here.

15 THE CLERK: Miss Berry?

16 MS. BERRY: Here.

17 THE CLERK: Mr. Patrick? [No  
18 response.]

19 Mr. Lagasse?

20 MR. LAGASSE: Here.

21 THE CLERK: Mr. Avant?

22 MR. AVANT: Here.

23 THE CLERK: Colonel Reeves?

24 MR. MCNEIL: Major McNeil for

25 Colonel Reeves.

6

1 THE CLERK: Secretary Robinson?

2 MR. RICHARD: Kevin Richard for

3 Secretary Robinson.

4 II. PUBLIC COMMENTS

5 CHAIRMAN JONES: Good morning to all  
6 of you. Thank you for being here. We  
7 have a quorum. We may conduct business.  
8 This is an opportunity for anyone in the  
9 audience to provide any Public Comment  
10 on anything posted on our agenda for  
11 today.

12 III. APPROVAL OF MINUTES

13 CHAIRMAN JONES: There being none,  
14 we'll ask for a motion to waive reading  
15 and approve the minutes. Miss Berry,  
16 Mr. Singleton.

17 Without objection, the minutes  
18 are -- reading is waived, and they are  
19 approved.

20 IV. REVENUE REPORTS

21 CHAIRMAN JONES: We'll now call  
22 Revenue Reports. Good morning.

23 MS. JACKSON: Chairman Jones, Board  
24 Members, my name is Donna Jackson with  
25 Louisiana State Police State Police

7

1 Gaming Enforcement Division.

2       The 15 operating riverboats  
3       generated Adjusted Gross Receipts of  
4       \$163,278,258 in December. This total  
5       represents an increase of almost  
6       \$12 million or 8 percent from last  
7       month, but a decrease of \$8.8 million or  
8       5 percent from last December.

9       Adjusted Gross Receipts for fiscal  
10       year 2018-2019 to date are \$937 million,  
11       a decrease of \$11 million or 1 percent  
12       from fiscal year 2017-2018. During  
13       December, the State collected fees  
14       totaling \$35,104,826. As of  
15       December 31st, 2018, the State collected  
16       \$201.5 million in fees for fiscal year  
17       2018-2019.

18       Next is a summary of the  
19       December 2018 gaming activity for  
20       Harrah's New Orleans found on page  
21       three. During December, Harrah's  
22       generated \$27,389,237 in gross gaming  
23       revenue, an increase of \$2 million or  
24       7.7 percent from last month, and also an  
25       increase of \$2 million or 7.7 percent

8

1       from last December. Revenues for fiscal  
2       year 2018-2019 to date are \$145 million,  
3       an increase of \$2 million or 1 percent  
4       from fiscal year 2017-2018.

5           During December, the State received  
6           \$5,095,890 in minimum daily payments.  
7           As of December 31st, 2018, the State  
8           collected \$30 million in fees for fiscal  
9           year 2018-2019.

10           Next I'll present the revenues for  
11           Slots at the Racetracks. During  
12           December, the four racetrack facilities  
13           combined generated Adjusted Gross  
14           Receipts of \$30,599,124, an increase of  
15           \$3.2 million or 11.7 percent from last  
16           month, and an increase from  
17           December 2017 of \$800,000 or 2.8  
18           percent.

19           Adjusted Gross Receipts for fiscal  
20           year 2018-2019 to date are  
21           \$171.7 million, an increase of \$2.6  
22           million or 2 percent from fiscal year  
23           2017-2018.

24           During December, the State collected  
25           \$4,641,887 in fees. As of

9

1           December 31st, 2018, the State has  
2           collected \$26 million in fees for fiscal  
3           year 2018-2019.

4           Overall in December, Riverboats,  
5           Landbased and Slots at the Racetracks  
6           combined generated \$221 million in AGR  
7           and \$44.8 million in state fees. These

8 revenues represent a decrease from  
9 December 2017 of \$6 million or  
10 2.6 percent.

11 Any questions before I present the  
12 Harrah's employee information?

13 CHAIRMAN JONES: Board Members, any  
14 questions? There are no questions.

15 MS. JACKSON: Harrah's New Orleans  
16 is required to maintain at least 2,400  
17 employees and a bi-weekly payroll of  
18 \$1,750,835. This report covers pay  
19 periods in December 2018.

20 For the first pay period, the  
21 Division verified 2,601 employees with a  
22 payroll of \$2,185,000. For the second  
23 pay period, the Division verified 2,593  
24 employees with a payroll of \$2,172,000.  
25 Therefore, Harrah's met the employment

10

1 criteria during December.

2 CHAIRMAN JONES: Board Members, any  
3 questions? There are no questions.

4 MS. JACKSON: Today I will also be  
5 reporting video gaming statistics for  
6 December 2018 as shown on page one of  
7 your video handouts.

8 Thirteen new video gaming licenses  
9 were issued during December: Ten bars  
10 and three restaurants. Six new

11 applications were received by the Gaming  
12 Enforcement Division during December and  
13 are currently pending in the field:

14 Five bars and one device owner.

15 The Gaming Enforcement Division  
16 assessed \$2,011 and collected \$3,250 in  
17 fines during December. There are  
18 currently \$4,355 in outstanding fines.

19 As you will see on page two, there  
20 are presently 12,880 video gaming  
21 devices activated at 1,674 locations.

22 Net device revenue for December 2018  
23 was \$52 million, an increase of \$3.5  
24 million, or 7.3 percent, when compared  
25 to November 2018, and an increase of

11

1 \$2.7 million dollar, or 5.5 percent when  
2 compared to December 2017.

3 Net device revenue for fiscal year  
4 2019 to date is \$291.8 million, a  
5 \$12.1 million, or 4.3 percent, increase  
6 when compared to fiscal year 2018. Page  
7 three of your handout shows a comparison  
8 of the net device revenue.

9 Total franchise fees collected for  
10 December 2018 were \$15.6 million, a \$1.1  
11 million increase when compared to  
12 November 2018, and an \$8,000 increase  
13 when compared to December 2017. Total

14 franchise fees collected for fiscal year  
15 2019 to date are \$87.4 million, a  
16 \$3.6 million, or 4.3 percent, increase  
17 when compared to fiscal year 2018.

18 Page four of your handout shows a  
19 comparison of the franchise fees.

20 Any questions?

21 CHAIRMAN JONES: Any questions,  
22 Board Members? There are no questions.

23 MS. JACKSON: Thank you.

24 CHAIRMAN JONES: Thank you for all  
25 the reports.

12

## 1 V. CASINO GAMING ISSUES

### 2 A. Consideration of Application of Shelf

#### 3 Approval by Penn National Gaming, Inc.

4 CHAIRMAN JONES: We'll move to  
5 Casino Gaming Issues. We have  
6 Consideration of an Application of Shelf  
7 approval by Penn National Gaming, Inc.

8 State Police and A.G., if you'd come  
9 to the table: Good morning.

10 MS. FICKLIN: Good morning, and good  
11 morning, Mr. Chairman and Board Members.  
12 My name is Evie Ficklin. I'm an auditor  
13 with Louisiana State Police Gaming.

14 Penn National Gaming, ("Penn"), is  
15 requesting Board approval of its  
16 application for a \$5 billion shelf

17 applicable to the execution of debt  
18 transactions. If approved, the shelf  
19 will remain in effect for three years  
20 commencing today.

21 Penn qualifies to apply for a shelf  
22 under LAC 42:III, Section 2525, Shelf  
23 Application, in that it's a publicly  
24 traded company with its securities  
25 registered on the Nasdaq, a permitted

13

1 exchange under Section 2525, and Penn  
2 has been timely in its filing of all  
3 reports required to be filed with the  
4 SEC under Section 15D or Section 13 of  
5 the Securities and Exchange Act of 1934.

6 Penn stated it anticipates using the  
7 proceeds of any future indebtedness to  
8 repay or refinance existing outstanding  
9 debt for general corporate purposes  
10 including capital expenditures and for  
11 working capital.

12 Penn is the ultimate parent of five  
13 Louisiana riverboat licensees identified  
14 on page two of our report. Penn  
15 recently acquired these properties and  
16 other properties through two separate  
17 transactions. Most recently Penn  
18 acquired Margaritaville Resort Casino in  
19 Bossier City effective January 2nd,

20 2019, and on October 15th, 2018, Penn  
21 acquired Pinnacle Entertainment, Inc.,  
22 and 12 of Pinnacle's 16 properties.

23 Currently Penn is under agreement to  
24 acquire Greektown Casino Hotel in  
25 Detroit, Michigan, for approximately

14

1 300 million. Penn stated in its press  
2 release announcement that it plans to  
3 fund the Greektown acquisition using a  
4 combination of cash on hand and debt.  
5 Subsequent to Penn's acquisition of  
6 Greektown, Penn will own 42 regional  
7 properties in 19 jurisdictions.

8 Although Penn owns both the real  
9 property assets and gaming assets of  
10 several of its properties in regards to  
11 the majority of its properties,  
12 including its Louisiana licensees, it  
13 only owns the operating assets and  
14 leases the real property assets from  
15 REITs. As such, Penn operates as the  
16 opco entity alongside the REITs as the  
17 propco entity in opco/propco  
18 transactions.

19 Penn's lease payments are shown on  
20 Penn's pro forma free cash flow  
21 statement on page 17. Penn's  
22 outstanding long-term debt schedule is

23 shown on page 18.

24 As of January 8th, 2019, Penn had a  
25 \$569 million available under its

15

1 revolver.

2 No financial issues came to our  
3 attention to preclude the Board's  
4 approval of Penn's \$5 billion shelf  
5 application.

6 Any questions?

7 MS. MOORE: Good morning, Chairman  
8 Jones, Members of the Board --

9 CHAIRMAN JONES: Good morning.

10 MS. MOORE: -- Charmaine Moore,  
11 Assistant Attorney General.

12 I don't have really anything to add  
13 to what Evie said. As you know, Penn  
14 now owns five riverboat licenses in  
15 Louisiana. We reviewed their petition  
16 and the documents evidencing the  
17 proposed request, and we see -- we have  
18 no reason to see any reason why you  
19 couldn't approve the shelf application.  
20 And if the Board chooses to approve the  
21 application, a Resolution has been  
22 prepared for the Chairman's signature.

23 CHAIRMAN JONES: Thank you.

24 Board Members, are there any  
25 questions of State Police or the

1 Attorney General's Office? We're going  
2 to have Penn come to the table shortly.  
3 Any questions? There are no questions.

4 Penn, did you want to offer  
5 anything?

6 Thank you, ladies.

7 Morning, gentlemen.

8 MR. WEST: Good morning, Mr.

9 Chairman and Board Members, Paul West,  
10 local regional counsel for Penn National  
11 Gaming. With me is Carl Sottosanti and  
12 Chris Rogers, both of whom are from the  
13 Philadelphia area, but Miss Tramonte  
14 will be glad to hear neither one are  
15 Philadelphia Eagle fans.

16 CHAIRMAN JONES: Thank you for that.

17 Yes.

18 MR. SOTTOSANTI: True fact.

19 CHAIRMAN JONES: We welcome you back  
20 nonetheless.

21 MR. WEST: So Carl -- Carl just  
22 wants to give an update, obviously  
23 answer any questions about the shelf.  
24 There's been a lot of transactions, a  
25 lot of activity with Penn over the past

1 six months since he was here last. He  
2 just wants to bring you up to date as to

3 what the company's been up to.

4 CHAIRMAN JONES: Please, we have.

5 Nothing but time this morning.

6 MR. SOTTOSANTI: Well, good morning

7 one and all, though I'm worried that

8 Evie stole my thunder. I was going to

9 report on some of the recent

10 developments, but I think she did so

11 more eloquently than I can. I will try

12 and add some local flavor.

13 In all seriousness, it's very good

14 to be here today. It's nice to see you.

15 We continue, as you know, to invest in

16 Louisiana, and I wouldn't mind if our

17 flight home gets delayed because we have

18 nothing but snow and ice coming over the

19 next few days.

20 Since I appeared before you last

21 summer in connection with the Pinnacle

22 transaction, as Evie recited just a few

23 minutes ago, we have been very, very

24 busy. On October 15th, we closed on the

25 Pinnacle transaction, the 12 properties

18

1 as well as the four divestitures. Knock

2 wood, that has all gone well. We -- we

3 continue to methodically work on the

4 integration, and I have nothing but

5 constructive things to say about that

6 process, the people. It's been a  
7 pleasure to get to know everyone in  
8 Louisiana and at the rest of the  
9 Pinnacle properties in a way that you  
10 can only do so after you own the  
11 properties.

12 We as well closed on the  
13 Margaritaville property on January 2nd,  
14 and we're thrilled. We're genuinely  
15 thrilled to have another property in  
16 Louisiana. We announced in the fourth  
17 quarter the purchase of the Greektown  
18 Casino and Hotel in Detroit. That's a  
19 good market for us to be in. We were  
20 not previously in that market, and again  
21 as Evie mentioned, that is our 19th  
22 state. And as states begin to  
23 contemplate and roll out different  
24 channels for gaming, whether it's sports  
25 betting, whether it's the potential for

19

1 Internet gaming -- although this has  
2 been a difficult week given the DOJ  
3 opinion. That has cast some doubt. I  
4 think it's probably much to do about  
5 nothing, but time will tell.

6 But, again, as states begin to roll  
7 out these new channels, Penn believes  
8 it's important to have a footprint that

9 can capitalize on that. It's good for  
10 all the states we're in to have that  
11 kind of a footprint.

12 We are targeting a Q2 close on the  
13 Greektown transaction. We've also spent  
14 some time in Q4 developing and expanding  
15 our footprint in our home state of  
16 Pennsylvania. A little over a year ago,  
17 Pennsylvania passed a law that permitted  
18 what they call satellite casinos, which  
19 is really a fancy word for smaller  
20 casinos that are attached in a very  
21 visceral way to the main license that  
22 you have, and we are developing two of  
23 those, one in central Pennsylvania, one  
24 in eastern Pennsylvania.

25 Last but not least, we have added

20

1 two Louisiana natives, since I last  
2 spoke to you, to our legal department.  
3 That would be Elizabeth Tranchina and  
4 Michael West, and we're thrilled to have  
5 both of those guys.

6 With that, we're happy to answer any  
7 questions about our business in general,  
8 about the shelf or about the playoff  
9 game coming up.

10 CHAIRMAN JONES: First of all, quit  
11 stealing our talent, okay? After the

12 last weekend's weather and this coming  
13 weekend weather, they both might migrate  
14 back to Louisiana before it's over with.

15 MR. SOTTOSANTI: It's possible.

16 CHAIRMAN JONES: Thank you for being  
17 here this morning. We appreciate Penn's  
18 keeping me and my staff and the Board  
19 apprized of what's going on with the  
20 company. As -- as I'm sure you likely  
21 know, I met with your new general  
22 manager in Boomtown Harvey last week.  
23 Two days ago I met with your new general  
24 manager at Boomtown Bossier City, and I  
25 also met with your existing general

21

1 manager at Margaritaville.

2 So I had good visits with all those  
3 people, and I will continue that around  
4 the state as I always do. But I'm  
5 encouraged by what Penn has -- has  
6 brought to the table for gaming in  
7 Louisiana, and I'm comfortable that --  
8 that you-guys are going to do what you  
9 can to continue and increase the  
10 economic development in the state. And  
11 I look forward to those plans as you --  
12 you figure out what you can do in the  
13 several markets around the state.

14 Board Members, do you have any

15 questions? No questions.

16 MR. SOTTOSANTI: Very nice to see  
17 all of you. Take care.

18 CHAIRMAN JONES: Thanks for being  
19 here.

20 At this time, I would ask if there  
21 is a -- we have to read the Resolution.

22 Is there a motion to adopt the  
23 Resolution?

24 MR. LAGASSE: I move.

25 CHAIRMAN JONES: And second by Mr.

22

1 Singleton.

2 Miss Tramonte, would you read the  
3 Resolution.

4 THE CLERK: On the 17th day of  
5 January 2019, the Louisiana Gaming  
6 Control Board did, in a duly noticed  
7 public meeting, consider the amended and  
8 restated application for shelf approval  
9 filed by Penn National Gaming,  
10 Incorporated, and upon motion duly made  
11 and second, the Board adopted the  
12 following Resolution:

13 Be it resolved that Penn National  
14 Gaming, Incorporated's, application for  
15 shelf approval as amended and restated  
16 be and is hereby approved subject to the  
17 following terms and conditions:

18           1. For a period of three years  
19           beginning January 17th, 2019, Penn  
20           National Gaming, Incorporated, is  
21           granted approval pursuant to  
22           LAC 42:III.2525 to enter into debt  
23           transactions, as defined in  
24           LAC 42:III.2522, not to exceed a  
25           cumulative total of \$5 billion. For

23

1           purposes of this shelf approval, the  
2           cumulative total of \$5 billion shall  
3           include debt currently existing or  
4           approved in earlier debt transactions.

5           2. Within ten days of consummation  
6           of a debt transaction, including  
7           amendments and modification of existing  
8           debt transactions, Penn National Gaming,  
9           Incorporated, shall provide a term sheet  
10          or -- excuse me, a term sheet or  
11          executive summary of the documents  
12          evidenced by the debt transaction to the  
13          Louisiana State Police Gaming  
14          Enforcement Division, Audit Section,  
15          Corporate Security Unit.

16          3. This third approval may be  
17          rescinded by the Chairman of the Board  
18          upon issuance of a written notice of  
19          recession -- rescission setting forth  
20          the reasons therefore. The rescission

21 shall remain in effect until lifted by  
22 the Board upon such terms as are  
23 satisfactory to the Board.

24 4. This shelf approval shall expire  
25 January 17th, 2022.

24

1 It is hereby further resolved that  
2 the Chairman of the Louisiana Gaming  
3 Control Board be delegated the authority  
4 to issue a written rescission of the  
5 shelf approval in accordance with LAC  
6 42:III.2525.E and as provided herein and  
7 above.

8 Thus done and signed in Baton Rouge,  
9 Louisiana, this 17th day of January,  
10 2019.

11 Mr. Stipe?

12 MR. STIPE: Yes.

13 THE CLERK: Mr. Singleton?

14 MR. SINGLETON: Yes.

15 THE CLERK: Miss Berry?

16 MS. BERRY: Yes.

17 THE CLERK: Mr. Lagasse?

18 MR. LAGASSE: Yes.

19 THE CLERK: Mr. Avant?

20 MR. AVANT: Yes.

21 THE CLERK: Chairman Jones?

22 CHAIRMAN JONES: Yes.

23 And the motion carries, and the

24 Resolution is adopted. Thank you.

25 VI. CONSIDERATION OF PROPOSED SETTLEMENTS IN THE

25

1 FOLLOWING:

2 1. In Re: B & D of Marrero, LLC, d/b/a

3 Buddy's Lounge - No. 2600116007

4 CHAIRMAN JONES: We now move to  
5 Appeals and Settlements. We have two  
6 settlements before us today. The first  
7 up is in regard to B & D of Marrero,  
8 LLC, doing business as Buddy's Lounge.  
9 That's No. 2600116007.

10 Good morning.

11 MR. GATHE: Good morning, Chairman  
12 Jones, Board Members. I'm Assistant  
13 Attorney General Jeremy Gathe present  
14 before the Board in the matter of the  
15 settlement of B & D of Marrero, LLC,  
16 doing business as Buddy's Lounge. The  
17 settlement addresses the licensee's  
18 failure to notify the Division of a  
19 transfer of ownership interest.

20 The licensee is a Type 1 licensed  
21 establishment located in Jefferson  
22 Parish, Louisiana.

23 The Division's records indicated  
24 that the ownership of the licensee was  
25 equally divided between Willie McGee,

26

1 Jr., and his spouse, Delores C. McGee.

2 On July 2nd, 2018, the Division  
3 received an annual licensee form and  
4 record update form from the licensee  
5 indicating that Delores C. McGee held  
6 100 percent ownership interest in the  
7 licensee. After further investigation,  
8 the Division discovered that Willie  
9 McGee, Jr., died on February 6th, 2017,  
10 bequeathing his 50 percent ownership in  
11 the licensee to Delores C. McGee  
12 pursuant to his last will and testament.

13 The licensee failed to notify the  
14 Division within ten calendar days of his  
15 Mr. McGee's death. The civil penalty  
16 contained in this settlement is \$500,  
17 which is an amount well established for  
18 violations of this type. The settlement  
19 has been signed by the hearing officer  
20 and is now before the Board for final  
21 approval.

22 At this time, I'll take any  
23 questions.

24 CHAIRMAN JONES: Board Members, any  
25 questions with respect to this proposed

27

1 settlement? There are no questions.

2 Do I have a motion? Mr. Avant, Mr.  
3 Singleton.

4 Any objection? Without objection,  
5 the settlement is accepted.

6 2. In Re: One Way Gaming, LLC, d/b/a One Way  
7 Gaming - No. 2600616991

8 CHAIRMAN JONES: Next up is in  
9 regard to One Way Gaming, LLC, doing  
10 business as One Way Gaming, No.  
11 2600616991. Good morning.

12 MR. PICOU: Morning, Chairman Jones  
13 and Board Members. I'm Assistant  
14 Attorney General Charlie Picou here in  
15 in the matter of the settlement of One  
16 Way Gaming, LLC, doing business as One  
17 Way Gaming which holds a Type 6 video  
18 draw poker gaming license. This  
19 settlement addresses the licensee's  
20 failure to timely notify the Division of  
21 a transfer of membership interest which  
22 was required to be made no later than  
23 ten days after the transfer occurred.  
24 The licensee also failed to timely  
25 submit suitability documents.

28

1 Prior to the transfer, Richard  
2 Gutierrez held 51 percent of the  
3 membership interest in the licensee, and  
4 Leonardo Perez held 49 percent of the  
5 interest.

6 On April 4th, 2018, Leonardo Perez

7 sold 34 percent of his membership  
8 interest to Ryan Gutierrez. Upon  
9 acquiring more than 5 percent of the  
10 membership interest in the licensee,  
11 Ryan Gutierrez was required to submit to  
12 suitability.

13 The licensee did not notify the  
14 Division of the change in membership  
15 until May 24th, 2018, which gave rise to  
16 violations of gaming law. Mr. Gutierrez  
17 -- Ryan Gutierrez submitted his  
18 suitability documents with that  
19 notification, and he was found suitable.

20 The civil penalty contained in the  
21 settlement is \$750, which is an amount  
22 consistent with the resolution of other  
23 violations of this type. The settlement  
24 has been signed by the hearing officer  
25 and is now before the Board for final

29

1 approval.

2 I'll be happy to answer any  
3 questions you may have at this time.

4 CHAIRMAN JONES: Board Members, any  
5 questions for Mr. Picou? There are no  
6 questions.

7 Do I have a motion to accept the  
8 settlement? Mr. Singleton, Mr. Stipe.

9 Any objection? Without objection,

10 the settlement is approved.

11 Thank you.

12 MR. PICOU: Thank you.

13 VII. ADJOURNMENT

14 CHAIRMAN JONES: And I know you're  
15 all gravely disappointed in this, but  
16 there's no other business on our agenda.

17 I will accept a motion to adjourn. Miss  
18 Berry and Mr. Singleton.

19 Without objection, we stand  
20 adjourned.

21

22

23

24

25

30

1 REPORTER'S PAGE

2

3 I, SHELLEY PAROLA, Certified Shorthand  
4 Reporter, in and for the State of Louisiana, the  
5 officer before whom this sworn testimony was  
6 taken, do hereby state:

7 That due to the spontaneous discourse of this  
8 proceeding, where necessary, dashes (--) have been  
9 used to indicate pauses, changes in thought,  
10 and/or talkovers; that same is the proper method  
11 for a Court Reporter's transcription of a  
12 proceeding, and that dashes (--) do not indicate

13 that words or phrases have been left out of this  
14 transcript;  
15 That any words and/or names which could not  
16 be verified through reference materials have been  
17 denoted with the word "(phonetic)."

18  
19  
20  
21  
22  
23

24 SHELLEY PAROLA  
Certified Court Reporter #96001  
25 Registered Professional Reporter

31

1 STATE OF LOUISIANA

2 PARISH OF EAST BATON ROUGE

3 I, Shelley G. Parola, Certified Court  
4 Reporter and Registered Professional Reporter, do  
5 hereby certify that the foregoing is a true and  
6 correct transcript of the proceedings on January  
7 17, 2019, as transcribed by me in Stenographic  
8 machine shorthand, complemented with magnetic tape  
9 recording, and thereafter reduced to transcript,  
10 to the best of my ability and understanding, using  
11 Computer-Aided Transcription.

12 I further certify that I am not an  
13 attorney or counsel for any of the parties, that I  
14 am neither related to nor employed by any attorney

15 or counsel connected with this action, and that I  
16 have no financial interest in the outcome of this  
17 action.

18       Baton Rouge, Louisiana, this 27th day of  
19 February, 2019.

20

21

\_\_\_\_\_

22

SHELLEY G. PAROLA, CCR, RPR

CERTIFICATE NO. 96001

23

24