



State of Louisiana
Gaming Control Board

KATHLEEN BABINEAUX BLANCO
GOVERNOR

H. CHARLES GAUDIN
CHAIRMAN

**IN RE: LOUISIANA CASINO CRUISES, INC.
D/B/A HOLLYWOOD CASINO
NO. ENF060033**

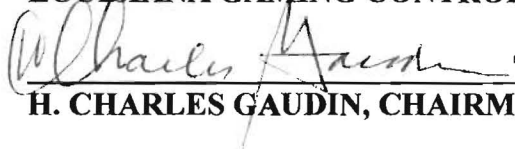
ORDER

This matter was considered by the Louisiana Gaming Control Board at its meeting of June 20, 2007. The Hearing Officer's order dated June 6, 2007, based on the "Joint Motion for Approval of Compromise and Settlement Agreement" in the matter of the "Notice of Violation and Penalty," Violation No. ENF060033, by and between Louisiana Casino Cruises, Inc. d/b/a Hollywood Casino, License No. R011700193, 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 20th day of June, 2007.

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 21st DAY
OF June, 2007

APPEAL DOCKET CLERK



RECEIVED

JUN 06 2007

LGCB
ADMINISTRATIVE HEARING OFFICE

STATE OF LOUISIANA
LOUISIANA GAMING CONTROL BOARD
ADMINISTRATIVE HEARING OFFICE

IN RE: LOUISIANA CASINO CRUISES, INC.
D/B/A HOLLYWOOD CASINO

CASE NO. ENF060033



**JOINT MOTION FOR APPROVAL OF
COMPROMISE AND SETTLEMENT AGREEMENT**

TO THE HONORABLE ADMINISTRATIVE HEARING OFFICER:

COME NOW the State of Louisiana, Department of Public Safety and Corrections, Office of State Police (hereinafter, the "Division") and Louisiana Casino Cruises, Inc. d/b/a Hollywood Casino, License No. R011700193 (hereinafter "Licensee"), who file this 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 Licensee 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.

Louisiana Gaming Control

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

Respectfully submitted,

PHELPS DUNBAR, LLP

By: 

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CHARLES C. FOTI, JR.,
ATTORNEY GENERAL

By: 

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Assistant Attorney General
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Counsel for the Office of State
Police

STATE OF LOUISIANA
LOUISIANA GAMING CONTROL BOARD
ADMINISTRATIVE HEARING OFFICE

IN RE: LOUISIANA CASINO CRUISES, INC.
D/B/A HOLLYWOOD CASINO

CASE NO. ENF060033

COMPROMISE AND SETTLEMENT AGREEMENT

The State of Louisiana, Department of Public Safety and Corrections, Office of State Police (hereinafter the "Division") and Louisiana Casino Cruises, Inc. d/b/a Hollywood Casino, License No. R011700193 (hereinafter "Licensee") do hereby represent and agree as follows:

WHEREAS, the Louisiana Gaming Enforcement Division has issued a Notice of Violation and Penalty to Licensee, alleging certain violations of Louisiana Gaming Control Law; and

WHEREAS, the issues raised by the said Notice of Violation and Penalty are set for hearing on May 23, 2007, before the Louisiana Gaming Control Board Administrative Hearing Office; and

WHEREAS, the Division and Licensee are desirous of fully and finally compromising and settling all issues and disputes arising out of and in connection with the said Notice of Violation and Penalty;

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

STIPULATIONS

1. Licensee stipulates that on or about December 27, 2003, Licensee notified the Division of a pouch pay scam involving Licensee's employees. Subsequent investigation

produced documentation supporting that employees created 245 fictitious jackpots on 94 days in 2003, resulting in the theft of at least \$229,000.00 from Licensee.

2. The employees systematically created fictitious jackpots by surreptitiously obtaining supervisor passwords and stealing the jackpot slips of some slot attendants. Once in the possession of stolen jackpot slips, the employees created fictitious jackpot request slips to match the stolen jackpot slips and presented both slips to a cashier for payment. As a result of these circumstances, the financial records of Licensee were neither accurate nor reliable. The Division alleged that these circumstances constitute a violation of the following regulations: **LAC 42:XIII.2715(A)(2), LAC 42:XIII.2715(A)(3), LAC 42:XIII.2715(A)(4), LAC 42:XIII.2715(A)(5), LAC 42:XIII.2715(A)(7), LAC 42:XIII.2723(D)(1)(i), LAC 42:XIII.2723(D)(3), LAC 42:XIII.2723(D)(4), LAC 42:XIII.2723(T)(3), LAC 42:XIII.2723(T)(4), LAC 42:XIII.2723(T)(8), LAC 42:XIII.2723(T)(13), and LAC 42:XIII.2723(T)(15).**

3. Licensee further stipulates that the Louisiana Gaming Enforcement Division issued a NOTICE OF VIOLATION AND PENALTY ENF060033 SAR 05-2-19-122-1166.

TERMS AND CONDITIONS

1. Within fifteen (15) days of the approval of this settlement by the Louisiana Gaming Control Board, Licensee shall pay Two Thousand Five Hundred and No/100 (\$2,500.00) Dollars for the violation of LAC 42:XIII.2715(A)(2).

2. Within fifteen (15) days of the approval of this settlement by the Louisiana Gaming Control Board, Licensee shall pay Two Thousand Five Hundred and No/100 (\$2,500.00) Dollars for the violation of LAC 42:XIII.2715(A)(3).

3. Within fifteen (15) days of the approval of this settlement by the Louisiana Gaming Control Board, Licensee shall pay Two Thousand Five Hundred and No/100 (\$2,500.00) Dollars for the violation of LAC 42:XIII.2715(A)(4).

4. Within fifteen (15) days of the approval of this settlement by the Louisiana Gaming Control Board, Licensee shall pay Two Thousand Five Hundred and No/100 (\$2,500.00) Dollars for the violation of LAC 42:XIII.2715(A)(7).

5. Within fifteen (15) days of the approval of this settlement by the Louisiana Gaming Control Board, Licensee shall pay One Hundred Thousand and No/100 (\$100,000.00) Dollars for the violation of LAC 42:XIII.2723(D)(1)(i).

6. Within fifteen (15) days of the approval of this settlement by the Louisiana Gaming Control Board, Licensee shall pay Two Thousand and No/100 (\$2,000.00) Dollars for the violation of LAC 42:XIII.2723(D)(4).

7. Within fifteen (15) days of the approval of this settlement by the Louisiana Gaming Control Board, Licensee shall pay One Hundred Thousand and No/100 (\$100,000.00) Dollars for the violation of LAC 42:XIII.2723(T)(2).

8. Within fifteen (15) days of the approval of this settlement by the Louisiana Gaming Control Board, Licensee shall pay Eight Thousand Five Hundred and No/100 (\$8,500.00) Dollars for the violation of LAC 42:XIII.2723(T)(8).

9. Within fifteen (15) days of the approval of this settlement by the Louisiana Gaming Control Board, Licensee shall pay Two Thousand and No/100 (\$2,000.00) Dollars for the violation of LAC 42:XIII.2723(T)(13).

10. Within fifteen (15) days of the approval of this settlement by the Louisiana Gaming Control Board, Licensee shall pay Two Thousand and No/100 (\$2,000.00) Dollars for the violation of LAC 42:XIII.2723(T)(15).

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

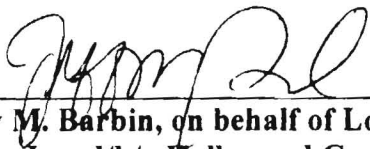
12. This Compromise and Settlement Agreement constitutes the entire agreement between the Division and Licensee, pertaining to the subject matter contained herein and supersedes all prior and contemporaneous agreements, representations and understandings of the parties.

13. 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.

14. If approved by the Louisiana Gaming Control Board, Licensee must pay the aggregate of items one through 10 above, which amounts to Two Hundred Twenty-Four Thousand Five Hundred and No/100 (\$224,500.00) Dollars within fifteen (15) calendar days of such approval. Any failure to meet this requirement will result in immediate suspension of the gaming license until paid in full, without the necessity of any further administrative action.

15. The Division reserves the right to take into consideration these admitted violations in connection with any future investigation, violation or assessment of penalty, and in connection with any future assessments of the Licensee's suitability.

I have read this entire Compromise Settlement Agreement and agree to all stipulations and terms and conditions hereof.



Jeffrey M. Barbin, on behalf of Louisiana Casino Cruises, Inc. d/b/a Hollywood Casino



Gail C. Holland, AAG on behalf of State of Louisiana, Department of Public Safety & Corrections, Office of State Police

STATE OF LOUISIANA
LOUISIANA GAMING CONTROL BOARD
ADMINISTRATIVE HEARING OFFICE

IN RE: LOUISIANA CASINO CRUISES, INC.
D/B/A HOLLYWOOD CASINO

CASE NO. ENF060033

ORDER

BE IT REMEMBERED that on the 6th day of June, 2007, came on for consideration the Joint Motion for Approval of Compromise and Settlement Agreement, and the parties having appeared by and through their respective attorneys of record, 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,

ORDER, 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 6th day of June, 2007, in Baton Rouge, Louisiana.

LOUISIANA GAMING CONTROL BOARD
I HEREBY CERTIFY THAT A CERTIFIED
COPY HAS BEEN MAILED OR SERVED ON
THE PARTIES THIS 6th DAY
of June 2007
Neil Domingue
SECRET CLERK, ADMINISTRATIVE HEARING OFFICE
cc: Jeffrey Barbin
Gail Holland
Lt. Keland Faleon

William H. Brown
WILLIAM H. BROWN
HEARING OFFICER

A TRUE COPY ATTEST
LOUISIANA GAMING CONTROL BOARD
HEARING OFFICE
BATON ROUGE, LA 6/6/07
Neil Domingue
BY: CLERK