



State of Louisiana
Gaming Control Board

KATHLEEN BABINEAUX BLANCO
GOVERNOR

H. CHARLES GAUDIN
CHAIRMAN

**IN RE: KSL MANAGEMENT COMPANY INCORPORATED
NO. P086502647**

ORDER

This matter was considered by the Louisiana Gaming Control Board at its meeting of August 21, 2007. The Hearing Officer’s order dated August 9, 2007, 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. P086502647, by and between KSL Management Company Incorporated, 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 21st day of August, 2007.

LOUISIANA GAMING CONTROL BOARD

BY:


H. CHARLES GAUDIN, CHAIRMAN

HJC/gac

LOUISIANA GAMING CONTROL BOARD
I HEREBY CERTIFY THAT A CERTIFIED
COPY HAS BEEN MAILED OR SERVED ON
ALL PARTIES THIS 20th DAY
OF August, 2007

APPEAL DOCKET CLERK


STATE OF LOUISIANA
LOUISIANA GAMING CONTROL BOARD
ADMINISTRATIVE HEARING OFFICE

IN RE: KSL MANAGEMENT COMPANY
INCORPORATED

PERMIT NO. P086502647

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

TO THE HONORABLE ADMINISTRATIVE HEARING OFFICER:

NOW COMES the State of Louisiana, Department of Public Safety and Corrections, Office of State Police (hereinafter, the "Division") and KSL Management Company, Incorporated (hereinafter, "Permittee"), 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 Permittee 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.

[Handwritten signature]
TRUE COPY

RECEIVED

AUG 09 2007

LGCE
ADMINISTRATIVE HEARING OFFICE

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

Respectfully submitted,

**KSL MANAGEMENT COMPANY
INCORPORATED**

**CHARLES C. FOTH, JR.,
ATTORNEY GENERAL**

By: 

Tri Minh La
1801 St. Emanuel
Houston, TX 77003
President of KSL Management

By: 

Mesa T. Brown, Bar Roll #30567
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: KSL MANAGEMENT COMPANY
INCORPORATED

PERMIT NO. P086502647

COMPROMISE AND SETTLEMENT AGREEMENT

The State of Louisiana, Department of Public Safety and Corrections, Office of State Police (hereinafter, the "Division") and KSL Management Company, Incorporated, Permit No. P086502647 (hereinafter, "Permittee"), do hereby represent and agree as follows:

WHEREAS, the Louisiana Gaming Control Board has issued a Notice of Recommendation of Administrative Action, alleging certain violations of Louisiana Gaming Control Law; and

WHEREAS, the issues raised by the said Notice of Recommendation of Administrative Action are set for hearing on August 9, 2007, before the Louisiana Gaming Control Board Administrative Hearing Office; and

WHEREAS, the Division and Permittee are desirous of fully and finally compromising and settling all issues and disputes arising out of and in connection with the said Notice of Recommendation of Administrative Action;

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

STIPULATIONS

1. The Permittee failed to submit the annual affidavit form and permit fee by April 4, 2007, the anniversary date of Permittee's Non Gaming Supplier Permit in violation of La. R.S. 27:29.3(F).
2. The Permittee did not submit the correct form and fee until on or about July 9th, 2007.

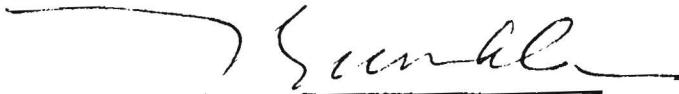
TERMS AND CONDITIONS

1. Within fifteen (15) days of the approval of this settlement by the Louisiana Gaming Control Board, the Permittee shall pay a civil penalty of Five Hundred Dollars (\$500.00) for the violation of La. R.S. 27:29.3(F) and Sixty-Two Dollars and Fifty Cents (\$62.50) pursuant to La. R.S. 27:29.5 for a total of Five Hundred Sixty-Two Dollars and Fifty Cents (\$562.50).
2. The Division hereby agrees to accept the payment of Five Hundred Sixty-Two Dollars and Fifty Cents (\$562.50) in full and final settlement of the Notice of Recommendation of Administrative Action.
3. 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 Permittee's suitability.
4. The terms of this Compromise and Settlement Agreement shall be interpreted under the laws of the State of Louisiana.
5. This Compromise and Settlement Agreement constitutes the entire agreement between the Division and the Permittee 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 by the Louisiana Gaming Control Board, the Permittee must pay Five Hundred Sixty-Two Dollars and Fifty Cents (\$562.50) within fifteen (15) calendar days of such approval. Any failure to meet this requirement will result in immediate suspension of the gaming permit without the necessity of any further administrative action until such time as the penalty is paid in full.

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



Tri Minh La, on behalf of
KSL Management Company, Incorporated



Mesa T. Brown, 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: KSL MANAGEMENT COMPANY
INCORPORATED

PERMIT NO. P086502647

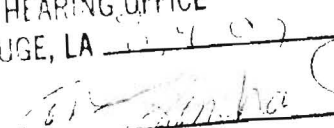
ORDER

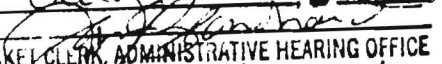
BE IT REMEMBERED that on the 9 day of Aug, 2007, came on for consideration the Joint Motion for Approval of Compromise and Settlement Agreement, and the Hearing Officer having considered the pleadings on file, the proposed Settlement Agreement, and the said Motion, and it appearing to the Hearing Officer 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 9th day of Aug, 2007, in Baton Rouge, Louisiana.


HEARING OFFICER

A TRUE COPY ATTEST
LOUISIANA GAMING CONTROL BOARD
HEARING OFFICE
BATON ROUGE, LA 08/09/07

BY: CLERK

LOUISIANA GAMING CONTROL BOARD
I HEREBY CERTIFY THAT A CERTIFIED
COPY HAS BEEN MAILED OR SERVED ON
ALL PARTIES THIS 9th DAY
OF Aug, 2007.

DOCKET CLERK, ADMINISTRATIVE HEARING OFFICE
T. R. Herb La
Jesse Brown
Leland Galen