

1: 1 LOUISIANA GAMING LOUISIANA CONTROL BOARD

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4 BOARD OF DIRECTORS' MEETING

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9 JUNE 20, 2013

10

11 House Committee Room 1

12 Louisiana State Capitol

13 Baton Rouge, Louisiana

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16

17 TIME: 10:00 A.M.

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22

23

24

25

2

1 APPEARANCES

2

VELMA ROGERS

3 Vice-Chairwoman (At Large)

Third Congressional District

4 June 30, 2012

5

6 FRANKLIN AYRES BRADFORD

(Economic Planner)

7 Fifth Congressional District

June 30, 2013

8

9 ROBERT G. JONES

(MBA/CPA)

10 Seventh Congressional District

June 30, 2013

11

12 MARK STIPE

(Attorney)

13 Seventh Congressional District

June 30, 2014

14

15 DENISE NOONAN

(At Large)

16 First Congressional District

June 30, 2015

17

18 MAJOR CLAUDE MERCER

(Law Enforcement)

19 Fifth Congressional District

June 30, 2018

20

21 CLAUDE D. JACKSON

(At Large)

22 Fourth Congressional District

June 30, 2015

23

24

25

3

1 APPEARANCE CONTINUED

2

3 MAJOR MARK NOEL

Ex-Officio Board Member

4 Louisiana State Police

5

6 MICHAEL LEGENDRE

Ex-Officio Board Member

7 Department of Revenue

8

9 LANA TRAMONTE

Executive Assistant

10

11 TRUDY SMITH

Confidential Assistant

12

13 REPORTED BY:

SHELLEY G. PAROLA, CSR, RPR

14 Baton Rouge Court Reporters

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13	1. Madison Auto Truck Plaza & Lucky	
14	Dollar Casino, LLC, d/b/a Madison	
15	Auto Truck Plaza & Lucky Dollar	
16	Casino, LLC - No. 3300514090	
17	(transfer of interest)	20
18	2. Three Little Ones No. 2, LLC,	

19 d/b/a Outpost Greenwood - No.
20 0906516819 (new application) 22
21 B. Consideration of renewal
22 licenses for the following:
23 1. Baba Lodging, Inc., d/b/a
24 Country Hearth Inn - No.
25 0801315662 26

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2 2. Quality Gaming, LLC, d/b/a Quality
3 Gaming - No. 1000612547 26
4 3. Tiger Truck Stop, Inc., d/b/a
5 Tiger Truck Stop - No. 2401604008 26
6 4. Jazz Coin, Inc., d/b/a Jazz Coin,
7 Inc., No. 2600605377 26
8 5. Lillie Tiltovich, Inc., d/b/a
9 Lillie Tiltovich - No. 260060587 26
10 6. LMN Enterprises, LLC d/b/a Cajun
11 Country Casino Travel Plaza - No.
12 2900615621 26
13 7. Java Enterprises, LLC, d/b/a Java
14 Enterprises - No. 2605610807 26
15 8. Video Poker Industries, Inc.,
16 d/b/a Video Poker Industries,
17 Inc. - 3601609728 26
18 9. R & M Investments, Inc., d/b/a
19 R & M Investments, Inc.
20 - 3601613538 26
21 10. Grand's Palace Casino, LLC,

22	d/b/a Kenner Devices - No.	
23	3601615831	26
24	11. Getco, LLC, d/b/a Fairplay	
25	Gaming - No. 3800615687	26

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2	12. Ewings of Innis, Inc., d/b/a	
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11	LLC, d/b/a Rebecca Truck Plaza	
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13 VIII. CASINO GAMING ISSUES

14	A. Bossier Casino Venture, Inc., d/b/a	
15	Margaritaville Bossier City - No.	
16	R011000841 - Release of Escrowed	
17	Funds	26

18	B. Consideration of Certificate of	
19	Compliance for the Alternate	
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21	vessel of Belle of Orleans, LLC,	
22	d/b/a Amelia Belle Casino - No.	
23	R013600020	31

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25 approval of transfer of ownership

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2 interest by WMS Industries, Inc.,

3 and WMS Gaming, Inc.,

4 No. PO56500175 34

5 D. Consideration of renewal permit for

6 the following:

7 1. Michael F. Whitemaine -

8 No. PO20047663 37

9 IX. PROPOSED SETTLEMENTS

10 1. In Re: Jerri A. Boxer - No.

11 PO40055218 38

12 X. EXECUTIVE SESSION

13 1. In Re: Iberville Lounge, LLC,

14 d/b/a The Alibi versus State of

15 Louisiana, Department of Public

16 Safety & Corrections, Gaming

17 Control Board, 19th Judicial

18 District Court, No. C621790,

19 Section 27 40

20 XI. ADJOURNMENT 42

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1 I. CALL TO ORDER

2 CHAIRWOMAN ROGERS: The meeting will
3 please come to order. Call the roll,
4 please.

5 THE CLERK: Chairman Hall? [No
6 response.] Miss Rogers?

7 CHAIRWOMAN ROGERS: Here.

8 THE CLERK: Mr. Bradford?

9 MR. BRADFORD: Here.

10 THE CLERK: Mr. Jones? [No
11 response.] Mr. Stipe? [No response.]
12 Mr. Singleton?

13 MR. SINGLETON: Here.

14 THE CLERK: Miss Noonan?

15 MS. NOONAN: Here.

16 THE CLERK: Major Mercer?

17 MAJOR MERCER: Here.

18 THE CLERK: Mr. Jackson?

19 MR. JACKSON: Here.

20 THE CLERK: Colonel Edmonson?

21 MAJOR NOEL: Major Noel for Colonel
22 Edmonson.

23 THE CLERK: Secretary Barfield?

24 MR. LEGENDRE: Michael Legendre here
25 for Secretary Barfield.

9

1 CHAIRWOMAN ROGERS: One for sure --
2 oh, there's Mr. Jones -- were held up by
3 some kind of traffic, so we do have a
4 quorum. Mr. Jones has arrived, so will

5 you correct that, please.

6 THE CLERK: It's done.

7 II. PUBLIC COMMENTS

8 CHAIRWOMAN ROGERS: Are there any
9 public comments of any kind? Does
10 anybody wish to speak to this Board?

11 [No response.] No public comments.

12 III. AUTHORIZATION FOR VICE-CHAIRMAN TO SIGN
13 NOTICES, TIME AND ATTENDANCE AND
14 DISBURSEMENTS

15 CHAIRWOMAN ROGERS: We're going to
16 ask now for a Motion to Authorize the
17 Vice-Chair to Sign Notices, Time and
18 Attendance Sheets and Disbursements
19 which were reviewed by board members.
20 Do we have a motion?

21 MR. SINGLETON: So moved.

22 CHAIRWOMAN ROGERS: Mr. Singleton.
23 Second?

24 MAJOR MERCER: I'll second.

25 CHAIRWOMAN ROGERS: Second Major

10

1 Mercer. Role call, please.

2 THE CLERK: Mr. Bradford?

3 MR. BRADFORD: Yes.

4 THE CLERK: Mr. Jones?

5 MR. JONES: Here.

6 THE CLERK: Mr. Stipe? [No

7 response.] Mr. Singleton?

8 MR. SINGLETON: Yes.
9 THE CLERK: Miss Noonan?
10 MS. NOONAN: Yes.
11 THE CLERK: Major Mercer?
12 MAJOR MERCER: Yes.
13 THE CLERK: Mr. Jackson?
14 MR. JACKSON: Yes.
15 THE CLERK: Miss Rogers?
16 CHAIRWOMAN ROGERS: Yes.

17 IV. APPROVAL OF THE MINUTES

18 CHAIRWOMAN ROGERS: We need a motion
19 now to waive the reading and approve the
20 minutes, please. Do we have a motion?

21 MR. JONES: I'll move.

22 CHAIRWOMAN ROGERS: Mr. Jones.

23 MS. NOONAN: I'll second.

24 CHAIRWOMAN ROGERS: Miss Noonan
25 seconds. All in favor? [Collective

11

1 "aye."] Any opposition? [No response.]

2 V. REVENUE REPORTS

3 CHAIRWOMAN ROGERS: State Police
4 personnel will please give our Revenue
5 Reports.

6 MS. JACKSON: Good morning, Miss
7 Rogers and Board Members. My name is
8 Donna Jackson with the Louisiana State
9 Police Gaming Audit Section.

10 Following is the riverboat revenue

11 report for May 2013. During May, the 13
12 operating riverboats generated Adjusted
13 Gross Receipts of \$149,126,865, an
14 increase from last month of \$11 million
15 or 8 percent, and an increase of
16 \$7.6 million or 5 percent from May 2012.

17 Adjusted Gross Receipts for fiscal
18 year 2012-2013 to date are
19 \$1,530,000,000, a slight increase of
20 \$16 million or 1 percent from fiscal
21 year 2011-2012.

22 During May, the State collected fees
23 totaling \$32,062,276. As of May 31st,
24 2013, the State has collected
25 \$329 million in fees for fiscal year

12

1 2012-2013.

2 Next is a summary of May 2013 gaming
3 activity for Harrah's New Orleans found
4 on page three. During May, Harrah's
5 generated \$29,799,247 in gross gaming
6 revenue, up \$4 million or almost
7 16 percent from last month, and up
8 \$1.3 million or five percent from
9 May 2012. Fiscal year-to-date gaming
10 revenues for 2012-2013 to date are
11 almost \$310 million, virtually even with
12 fiscal year 2011-2012.

13 During May, the State received

14 \$5,095,890 in minimum daily payments.
15 As of May 31st, 2013, the State has
16 collected almost \$68 million in fees for
17 fiscal year 2012-2013.

18 Slots at the Racetracks revenues are
19 shown on page four. During May, the
20 four racetrack facilities combined
21 generated Adjusted Gross Receipts of
22 \$35,255,459, an increase of 8 percent or
23 \$2.6 million from last month, and \$1
24 million or 3 percent increase from
25 May 2012.

13

1 Adjusted Gross Receipts for fiscal
2 year 2012-2013 to date are \$369 million,
3 an increase of .4 percent or
4 \$1.6 million from fiscal year 2011-2012.

5 During May, the State collected fees
6 totaling \$5,348,253. As of May 31st,
7 2013, the State has collected
8 \$56 million in fees for fiscal year
9 2012-2013.

10 Overall, riverboats, landbased and
11 Slots at the Racetracks combined
12 generated \$214 million in AGR, which is
13 \$10 million or 5 percent more than last
14 May. Fiscal year-to-date revenues for
15 all three venues total \$2,209,000,000,
16 up \$17.6 million or .8 percent from last

17 fiscal year.

18 Are there any questions before I
19 present the Harrah's employee
20 information?

21 CHAIRWOMAN ROGERS: Any questions?

22 MS. JACKSON: Harrah's New Orleans
23 is required to maintain at least 2,400
24 employees and a bi-weekly payroll of
25 \$1,750,835. This report covers the two

14

1 pay periods in May 2013. For the first
2 pay period, the Audit Section verified
3 2,520 employees with a payroll of
4 \$2,008,000. For the second pay period,
5 the Audit Section verified 2,507 with a
6 payroll of \$2,045,000. Therefore,
7 Harrah's met the employment criteria
8 during May. Questions?

9 CHAIRWOMAN ROGERS: Any questions?

10 MR. BOSSIER: Good morning, Mrs.
11 Rogers and Board Members. My name is
12 Jim Bossier with the Louisiana State
13 Police Gaming Audit Section. I'm
14 reporting video gaming information for
15 May 2013, as shown on page one of your
16 handout.

17 During May 2013, eleven new video
18 gaming devices licenses were issued:
19 Five bars, five restaurants and one

20 device owners. Ten new applications
21 were received by the Gaming Enforcement
22 Division during May and are currently
23 pending in the field: Five bars and
24 five restaurants.

25 The Gaming Enforcement Division

15

1 assessed \$5,900 and collected \$13,700 in
2 penalties in May, and there are
3 currently \$7,600 in outstanding fines.
4 Please refer to page two of your
5 handout.

6 There are presently 14,168 video
7 gaming devices activated at 2,055
8 locations. Net device revenue for
9 May 2013 was \$52,874,106, an \$856,000
10 increase, or 1.6 percent when compared
11 to net device revenue for April 2013,
12 and a \$1.6 million increase or
13 3.1 percent when compared to May 2012.

14 Net device revenue for fiscal year
15 2013 is \$562,766,146, a \$5.2 million
16 increase or nine-tenths of 1 percent
17 when compared to net device revenue for
18 fiscal year 2012. Page three of your
19 handout shows a comparison of net device
20 revenue.

21 Total franchise fees collected for
22 May 2013 were \$15,737,546, a \$224,000

23 increase when compared to April 2013,
24 and a \$450,000 increase when compared to
25 May 2012. Total franchise fees

16

1 collected for fiscal year 2013 are
2 \$167,993,940, a \$1.6 million or
3 1 percent increase when compared to last
4 year's franchise fees.

5 Page four of your handout shows a
6 comparison of franchise fees. Does
7 anybody have any questions?

8 CHAIRWOMAN ROGERS: Any questions?

9 [No response.] Thank you.

10 MR. BOSSIER: Thank you.

11 CHAIRWOMAN ROGERS: We'd like to
12 recognize Mr. Stipe. Thank you for
13 honoring us with your presence.

14 MR. STIPE: I've heard a lot, but
15 that's the first time I've heard that
16 for a while.

17 CHAIRWOMAN ROGERS: It's good to see
18 you. It's good to have you here.

19 VI. COMPLIANCE REPORTS

20 CHAIRWOMAN ROGERS: We have
21 compliance reports, please, Miss Brown.

22 MS. BROWN: Good morning,
23 Vice-Chairman Rogers, Board Members.
24 I'm Mesa Brown, Assistant Attorney
25 General. I'll present the staff reports

1 on riverboat casino and racetrack casino
2 licensees' compliance with employment
3 and procurement conditions for the first
4 quarter of 2013. The first quarter
5 reports are taken from figures reported
6 by the 13 of the 15 operating riverboats
7 to the Louisiana Gaming Control Board.

8 In the first quarter of 2013,
9 approximately 12,226 people were
10 employed by the riverboat industry. Of
11 that number, 11,822 were Louisiana
12 residents; 7,521 were minorities, and
13 6,890 were women. Four licensees
14 achieved total compliance first quarter
15 of 2013, and they are: DiamondJacks,
16 Sam's Town, Boomtown West Bank and
17 Boomtown Bossier.

18 Next I'll address employment. All
19 licensees with the exception of three
20 either met or exceeded their voluntary
21 conditions in all the subcategories
22 under the main category of employment.
23 Hollywood achieved 508 out of a goal of
24 525, and Eldorado achieved 1,185 out of
25 1,200 goal for total employment.

1 Treasure Chest fell short of its female
2 employment goals by achieving 51.3 out

3 of a 51.86 percent goal.

4 Next I'll address procurement. The
5 licensees are grouped according to three
6 subcategories which appear in your
7 report. They're Louisiana procurement,
8 minority and female or women
9 procurement.

10 Louisiana procurement, one licensee
11 did not achieve compliance with its
12 voluntary condition. The licensee is
13 Horseshoe, who achieved 69.3 out of
14 75 percent. Minority procurement, seven
15 licensees did not achieve compliance
16 with their voluntary conditions, and
17 they are L'Auberge Baton Rouge, who
18 achieved 7.4 out of 10 percent;
19 Horseshoe who achieved 12.6 out of
20 35 percent; Belle of Baton Rouge, who
21 achieved 11.3 out of 15; Amelia Belle,
22 who achieved 25.2 out of 30; Isle of
23 Capri St. Charles achieved 8.6 out of
24 10; Eldorado achieved 20.6 out of 25,
25 and L'Auberge du Lac achieved 8.7 out of

19

1 12.5.

2 Regarding female procurement, one
3 licensee did not achieve compliance with
4 its voluntary conditions, and that
5 licensee is Horseshoe, who achieved 25.5

6 out of a 35 percent goal.

7 Are there any questions regarding
8 the riverboat numbers?

9 CHAIRWOMAN ROGERS: Any questions?

10 MS. BROWN: Now I'll begin with the
11 racetrack. In the first quarter of
12 2013, approximately 2,112 people were
13 employed by the racetrack casino
14 industry. Of that number, 1,879 were
15 Louisiana residents; 1,167 were
16 minorities, and 1,257 were women.

17 All racetrack casino licensees
18 achieved total compliance with the
19 exception of one licensee. That
20 licensee is Delta Downs who did not
21 achieve it's Louisiana employment
22 condition. It achieved 70.5 out of the
23 80 percent condition.

24 Are there any questions regarding
25 the racetrack numbers?

20

1 CHAIRWOMAN ROGERS: Any questions
2 from any Board Members? [No response.]

3 MS. BROWN: Thank you.

4 CHAIRWOMAN ROGERS: Thank you,
5 Miss Brown.

6 VII. VIDEO GAMING ISSUES

7 A. Consideration of the following truckstops:

8 1. Madison Auto Truck Plaza & Lucky Dollar

9 Casino, LLC, d/b/a Madison Auto Truck
10 Plaza & Lucky Dollar Casino, LLC - No.
11 3300514090 (transfer of interest)

12 CHAIRWOMAN ROGERS: We're going to
13 move into the video gaming issues.
14 Issue number one is Consideration of the
15 following truckstop: Madison Auto Truck
16 Plaza & Lucky Dollar Casino, LLC, d/b/a
17 Madison Auto Truck Plaza & Lucky Dollar
18 Casino, LLC, No. 3300514090.

19 MS. COLLY: Good morning,
20 Vice-Chairperson Rogers, Members of the
21 Board. I'm Assistant Attorney General,
22 Nicolette Colly, appearing before the
23 Board on the matter of the transfer of
24 interest in Madison Auto Truck Plaza and
25 Lucky Dollar Casino, LLC.

21

1 Madison operates a Type 5 licensed
2 truckstop facility located at 433
3 Highway 577 South, Delhi, Louisiana,
4 71232, in Madison Parish.

5 On January 31st, 2013, Lars Potter
6 assigned all of his 10 percent interest
7 in Madison to the existing members of
8 Madison, and what I have posted for you
9 is the membership interest before and
10 after that transfer. The Division did
11 conduct a suitability investigation of

12 the relevant persons associated with the
13 transfer, and Trooper Vincent Lenguyen
14 is here to report the findings to the
15 Board.

16 TROOPER LENGUYEN: Good morning,
17 Vice-Chairman and Board Members. My
18 name is Trooper Vincent Lenguyen with
19 the Louisiana State Police Gaming
20 Enforcement Division. I'm on here --
21 I'm here on behalf the Trooper Kevin
22 Smith on the investigation.

23 Trooper Smith conducted the
24 investigation of the transfer of
25 interest by Lars Potter, and he found no

22

1 information that would preclude the
2 continuing of the license. Edward Amar,
3 John Calhoun, Patton Mabray, Salavador
4 Tantillo, Jay Tantillo and Waverly
5 Capital, LLC, and Patrick Calhoun has
6 previously been found suitable in the
7 connection with the license and the
8 device owner's license.

9 MS. COLLY: The Office of the
10 Attorney General has reviewed the file
11 compiled as a result of the
12 investigation, and our review indicates
13 that no information was found that would
14 preclude the continued licensing of

15 Madison. We now submit this transfer of
16 interest for the Board's approval.

17 CHAIRWOMAN ROGERS: Any questions?

18 MR. BRADFORD: I move approval.

19 CHAIRWOMAN ROGERS: Motion by
20 Mr. Bradford.

21 MAJOR MERCER: Second.

22 CHAIRWOMAN ROGERS: Second by Major
23 Mercer. All in favor? [Collective
24 "aye".] Is there any opposition? [No
25 response.] Motion carries. Thank you.

23

1 MS. COLLY: Thank you.

2 2. Three Little Ones No. 2, LLC, d/b/a

3 Outpost Greenwood - No. 0906516819 (new
4 application)

5 CHAIRWOMAN ROGERS: The next item is
6 the Three Little Ones No. 2, LLC, d/b/a
7 Outpost Greenwood, No. 0906516819. It's
8 a new application.

9 MR. PITRE: Assistant Attorney
10 General, Earl Pitre, Jr., here in the
11 matter of Three Little Ones No. 2, LLC,
12 doing business as Outpost Greenwood.

13 The applicant is a Louisiana limited
14 liability company organized July 19th,
15 2011, and is located at 8541 Greenwood
16 Road, which is U.S. Highway 80, in
17 Greenwood, Louisiana, in Caddo Parish.

18 On December 27th, 2012, the
19 applicant purchased the licensed
20 establishment from the previous Type 5
21 licensee, I-20 Properties, Incorporated.
22 On December 31st, 2012, the applicant
23 purchased the land and improvements from
24 I-20 Properties, Incorporated, and New
25 Night, Ltd.

24

1 The members of the applicant are:
2 Robert H. Horn with 70 percent and
3 Robert E. Horn with 30 percent.

4 A suitability investigation was
5 conducted of the relevant persons
6 associated with the applicant and an
7 on-site inspection was conducted of the
8 facilities. Trooper Vincent Lenguyen
9 will present the Office of State
10 Police's findings to the Board.

11 TROOPER LENGUYEN: Trooper Vincent
12 Lenguyen with Louisiana State Police
13 Gaming Enforcement Division on behalf of
14 Trooper Kevin Smith.

15 Trooper Smith conducted a
16 suitability investigation on Robert H.
17 Horn, Mary S. Horn, Robert E. Horn and
18 Mary E. Horn and found no information
19 that would preclude them from
20 participating in the video gaming

21 industry. These individuals are
22 currently associated with several
23 additional video gaming licenses.

24 An on-site inspection was conducted,
25 and it was determined that the

25

1 establishment meet all criteria set
2 forth in the video gaming law as a
3 qualified truckstop facility. All
4 applicable state and local permit were
5 posted during the inspection. The
6 establishment consist of 7.842
7 contiguous acres. The truckstop also
8 has a separate gaming area that is
9 restricted to adult patrons only.

10 MR. PITRE: The Office of the
11 Attorney General has reviewed the file
12 compiled as a result of State Police's
13 investigation. Our review indicates
14 that no information has been found which
15 would preclude the issuance of Type 5
16 license to Three Little Ones No. 2, LLC,
17 doing business as Outpost Greenwood or
18 the participation of Robert H. Horn,
19 Robert E. Horn, Mary S. Horn or Mary E.
20 Horn.

21 CHAIRWOMAN ROGERS: Are there any
22 questions? Any questions? [No
23 response.] We need a motion to issue a

24 video gaming license to Outpost
25 Greenwood. Do we have a motion?

26

1 MR. JACKSON: I'll make a motion.

2 CHAIRWOMAN ROGERS: Mr. Jackson.

3 MS. NOONAN: I'll second.

4 CHAIRWOMAN ROGERS: Miss Noonan

5 seconds. All in favor? [Collective

6 "aye."] Any opposition? [No response.]

7 Motion carries.

8 B. Consideration of renewal licenses for the

9 following: (Item VII.B, 1-15 on index)

10 CHAIRWOMAN ROGERS: The next item is

11 consideration of renewal licenses.

12 Since everybody has a copy, we're going

13 to ask if there's a motion to renew the

14 licenses of those listed as agenda items

15 VII.B., 1-15.

16 MR. BRADFORD: I'll move.

17 MR. SINGLETON: Second.

18 CHAIRWOMAN ROGERS: All in favor?

19 [Collective "aye."] Any opposition?

20 [No response.] Motion carries.

21 VIII. CASINO GAMING ISSUES

22 A. Bossier Casino venture, Inc., d/b/a

23 Margaritaville Bossier City - No.

24 R011000841 - Release of Escrowed Funds

25 CHAIRWOMAN ROGERS: We'll go to

27

1 Casino Gaming Issues. We have our first
2 issue is the Bossier Casino Venture,
3 Inc., d/b/a Margaritaville Bossier City,
4 No. RO11000841 for Release of Escrowed
5 Funds.

6 MR. TYLER: Board Members, Assistant
7 Attorney General, Michael Tyler. I'll
8 be handling this particular matter.

9 Condition No. 18 required the
10 licensee to place \$1 million in a Board
11 dedicated escrow account as assurance
12 for timely completion of the approved
13 project. This money was to be released
14 back to the licensee with 50 percent
15 being released once the project was
16 50 percent complete, and the remaining
17 50 percent being released once the
18 project was actually completed. This
19 final 50 percent is what we're here for
20 today.

21 At this time, the licensee has been
22 issued a temporary Certificate of
23 Compliance. Its gaming floor space has
24 been approved, and the property has been
25 deemed substantially complete. Further,

28

1 the licensee has commenced gaming
2 operations. Therefore, the necessary
3 requirements for the release of the

4 remaining and final escrow funds have
5 been met, and the Board may issue a
6 request to the escrow agent to release
7 the funds back to the licensee.

8 CHAIRWOMAN ROGERS: Any questions?

9 MAJOR MERCER: I move we approve.

10 CHAIRWOMAN ROGERS: Motion.

11 MR. BRADFORD: Second.

12 CHAIRWOMAN ROGERS: Second by
13 Mr. Bradford to adopt the resolution
14 that the release of escrowed funds be
15 completed. Call the roll, please.

16 THE CLERK: I'll read the resolution
17 into the record.

18 CHAIRWOMAN ROGERS: Okay.

19 THE CLERK: On the 20th day of June,
20 2013, the Louisiana Gaming Control
21 Board, in a duly noticed public meeting,
22 considered Bossier Casino Venture,
23 Inc.'s, request for release of escrowed
24 funds with Certificate of Substantial
25 Completion and Readiness for Occupancy

29

1 and Use received from the project
2 architect on June 11th, 2013, and the
3 determination of the Board on June 12th,
4 2013, that the approved project was
5 substantially complete to the
6 satisfaction of the Condition 9 of the

7 Statement of Conditions to riverboat
8 gaming license, and confirmation by
9 Louisiana State Police Gaming
10 Enforcement Division that gaming
11 operations at the approved project
12 commenced on June 13th, 2013, and upon
13 motion duly made and second, the Board
14 adopted this resolution.

15 Be it resolved that disbursement of
16 the balance of the initial escrow amount
17 to Bossier Casino Venture, Inc., is
18 hereby approved, and the escrow agent is
19 hereby authorized to release the funds
20 to Bossier Casino Venture, Inc. This
21 done and signed in Baton Rouge,
22 Louisiana, this 20th day of June, 2013.

23 CHAIRWOMAN ROGERS: Roll call vote,
24 please.

25 THE CLERK: Mr. Bradford?

30

1 MR. BRADFORD: Yes.

2 THE CLERK: Mr. Jones?

3 MR. JONES: Yes.

4 THE CLERK: Mr. Stipe?

5 MR. STIPE: Yes.

6 THE CLERK: Mr. Singleton?

7 MR. SINGLETON: Yes.

8 THE CLERK: Miss Noonan?

9 MS. NOONAN: Yes.

10 THE CLERK: Major Mercer?
11 MAJOR MERCER: Yes.
12 THE CLERK: Mr. Jackson?
13 MR. JACKSON: Yes.
14 THE CLERK: Miss Rogers?
15 CHAIRWOMAN ROGERS: Yes. Do we have
16 any comments? Major Noel.
17 MAJOR NOEL: Yes, ma'am. Thank you,
18 Vice-Chair. I wanted to publicly thank
19 the Board, the A.G.'s Office for their
20 guidance, ABS and all the work leading
21 up to Margaritaville. I was there most
22 of last week, and a lot came together in
23 the last few days.
24 I also specifically want to thank
25 our staff from State Police in

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1 Shreveport for all of the work they've
2 done over the last several months.
3 Again, a lot of work went into it
4 enabling Margaritaville to open when
5 they did, so thank you.
6 CHAIRWOMAN ROGERS: Well, thank you,
7 because I'm sure that a lot of your work
8 is what caused it to be such a success.
9 MAJOR NOEL: I can't do it by
10 myself.
11 CHAIRWOMAN ROGERS: You and your
12 staff.

13 B. Consideration of Certificate of Compliance for
14 the Alternate Riverboat Inspection of the
15 gaming vessel of Belle of Orleans, LLC, d/b/a
16 Amelia Belle Casino - No. R013600020

17 CHAIRWOMAN ROGERS: Okay. Next item
18 is the consideration for a Certificate
19 of Compliance for the Alternate
20 Riverboat Inspection of the gaming
21 vessel Belle of Orleans, LLC, d/b/a
22 Amelia Belle Casino, No. RO13600020.
23 Mr. Tyler.

24 MR. TYLER: Thank you, Board
25 Members. Again, Assistant Attorney

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1 General, Mike Tyler. Today I'm joined
2 by John Francic of the American Bureau
3 of Shipping Consultants, also known as
4 ABSC. We come before you in the matter
5 of the issuance of a renewal Certificate
6 of Compliance to the Amelia Belle
7 Casino.

8 On May 21st, 2013, the Amelia Belle
9 began the process for the renewal of its
10 Certificate of Compliance. For more on
11 this, I now turn this presentation over
12 to John Francic.

13 MR. FRANCIC: Morning, Miss Rogers,
14 and Board Members. I'm John Francic
15 with ABS Consulting here to report the

16 2013 recertification for the Amelia
17 Belle Casino.

18 On May 21st, Brad Conklin and Doug
19 Chapman attended the Amelia Belle Casino
20 to conduct a safety inspection of the
21 riverboat in accordance with the State
22 of Louisiana Gaming Control Board
23 Alternate Inspection Program. The
24 emergency lighting, fire equipment, fire
25 screen doors, emergency generator,

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1 moorings, emergency escape hatches and
2 egress was all checked and found
3 satisfactory. A fire drill was
4 performed and was found satisfactory.
5 There was very good cooperation from the
6 crew, as everything was found in good
7 order. It is our recommendation that
8 the vessel be issued the Certificate for
9 one year.

10 MR. TYLER: We now present these
11 findings to this honorable board and
12 request that upon the Board accepting
13 the report submitted by ABSC, that the
14 Board will move for the Amelia Belle
15 Casino to receive a renewal of its
16 Certificate of Compliance.

17 CHAIRWOMAN ROGERS: Are there any
18 questions? Anybody has any questions?

19 Do we have a motion to issue the
20 Certificate of Compliance?

21 MS. NOONAN: I'll motion.

22 CHAIRWOMAN ROGERS: Miss Noonan.

23 MR. JONES: Second.

24 CHAIRWOMAN ROGERS: Second Mr.

25 Jones. All in favor? [Collective

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1 "aye."] Any opposition? [No response.]

2 Motion carries.

3 C. Consideration of petition for approval of

4 transfer of ownership interest by WMS

5 Industries, Inc., and WMS Gaming, Inc., No.

6 PO56500175

7 CHAIRWOMAN ROGERS: The next item is

8 Consideration of Petition for the

9 approval of transfer of ownership

10 interest by WMS Industries, Inc., and

11 WMS Gaming, Inc., No. PO56500175.

12 MR. THOMPSON: Board Members, I'm

13 Buddy Thompson, Assistant Attorney

14 General, here in the matter of the

15 transfer of the ownership interest in

16 WMS Gaming, Inc., to Scientific Games

17 Corporation. With me are State Police

18 Trooper Kevin Lamont (phonetic) and

19 Attorney Paul West.

20 This matter concerns the transfer of

21 ownership interest in WMS Gaming, Inc,

22 to Scientific Games Corporation. This
23 is to be accomplished by the merger of
24 Scientific Games' merger subsidiary with
25 WMS Industries who owns WMS Gaming. At

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1 the time of the merger, the shares of
2 WMS Industries will be purchased by
3 Scientific Games, and WMS Industries,
4 the surviving company of the merger and
5 owner of the WMS Gaming, will then
6 become a wholly owned subsidiary of
7 Scientific Games.

8 WMS has been permitted in Louisiana
9 as a manufacturer of slot machines and
10 video poker devices since the 1990's
11 with their latest permit renewal about
12 six months ago. All officers, directors
13 and relevant persons have been found
14 suitable and continue to maintain
15 suitability.

16 Scientific Games International was
17 permitted in Louisiana as a manufacturer
18 of slot machines and video poker devices
19 on April the 16th of 2013. All
20 officers, directors and relevant persons
21 of Scientific Games have been found
22 suitable and continue to maintain
23 suitability.

24 At this time, Kevin Lamonte will

25 report his findings to the Board.

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1 TROOPER LAMONT: Yes. Good morning.

2 My findings -- my investigation of all
3 the officers and directors involved in
4 the transaction of both Scientific Games
5 and WMS Industries found no information
6 that would make them unsuitable.

7 MR. THOMPSON: Paul West will also
8 give his presentation to the Board.

9 MR. WEST: I don't have a lot to add
10 to what Buddy stated. It's a pretty
11 straight-up, all cash transaction where
12 Scientific Games, which is a worldwide
13 leader in lottery -- actually, they do a
14 lot more lottery than they do casino
15 gaming -- is acquiring WMS, who is a
16 worldwide leader in electronic gaming
17 devices. They've been selling slot
18 machines here since 1996 and have
19 maintained suitability throughout that
20 time. As the trooper said and Buddy
21 said, all the officers have undergone
22 suitability.

23 All antitrust hard -- bingo
24 approvals have been obtained. The
25 companies have obtained temporary

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1 approvals in New Mexico -- I'm sorry, in

2 Kansas and Indiana. New Mexico has
3 already approved the transaction. There
4 are several other jurisdictions
5 worldwide that have to approve it, but
6 they expect these approvals to be
7 obtained in July and August.

8 CHAIRWOMAN ROGERS: Any questions?
9 Any questions? Is there a motion to
10 approve this transfer?

11 MR. STIPE: So move.

12 CHAIRWOMAN ROGERS: Mr. Stipe.

13 MR. SINGLETON: I'll second.

14 CHAIRWOMAN ROGERS: Mr. Singleton
15 seconds. All in favor? [Collective
16 "aye."] Any opposition? [No response.]
17 Motion carries.

18 MR. WEST: Thank you.

19 MR. THOMPSON: Thank you.

20 D. Consideration of renewal permit for the
21 following:

22 1. Michael F. Whitemaine - No. PO20047663

23 CHAIRWOMAN ROGERS: The next item is
24 consideration of renewal permit for the
25 following: Michael Whitemaine, No.

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1 PO20047663.

2 MR. BRADFORD: I move for approval.

3 CHAIRWOMAN ROGERS: There's no
4 presentation. Is there a motion for

5 approval and a second?

6 MR. JONES: Second.

7 CHAIRWOMAN ROGERS: Okay.

8 Mr. Jones. All in favor? [Collective

9 "aye."] Motion carries.

10 IX. PROPOSED SETTLEMENT

11 1. In Re: Jerri A. Boxer - No. PO40055218

12 CHAIRWOMAN ROGERS: The next item is
13 proposed settlement in the Jerri Boxer,
14 No. PO40055218. The Attorney General's
15 Office will represent -- present the
16 settlement.

17 MR. TYLER: Yes. Board Members,
18 Assistant Attorney General, Michael
19 Tyler, appearing in the matter of the
20 proposed settlement of Jerri Boxer.
21 Jerri Boxer is a non-key gaming employee
22 permit holder.

23 On or about January the 5th, 2013,
24 the complaint was submitted to the
25 casino manager at L'Auberge du Lac in

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1 Lake Charles with respect to Jerri Boxer
2 making statements to fellow employees
3 that he was going to come to work and
4 shoot several people. On January 6th,
5 2013, the casino manager met with Jerri
6 Boxer regarding the complaint; wherein,
7 Jerri Boxer admitted to making the

8 statement.

9 State Police conducted an
10 investigation on January 8th, 2013.
11 Jerri Boxer was arrested for the charge
12 of terrorizing. On February 27th, 2013,
13 the District Attorney for the 14th
14 Judicial District rejected the charge of
15 terrorizing pending against Jerri Boxer.

16 This administrative proceeding was
17 advanced with respect to Mr. Boxer's
18 non-key gaming employee permit; wherein,
19 a stipulation was entered into whereby
20 the State Police would allow Jerri Boxer
21 to surrender his non-key gaming employee
22 permit, and Jerri Boxer would agree not
23 apply for any approvals under the Gaming
24 Control Law for a period of five years.

25 This particular stipulation and

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1 agreement has been approved by the
2 hearing officer, and now we submit it to
3 you for your approval.

4 CHAIRWOMAN ROGERS: Do we have any
5 questions? Mr. Stipe.

6 MR. STIPE: Just one. He was
7 represented by counsel throughout this?

8 MR. TYLER: He was represented by
9 counsel throughout this particular
10 matter, yes.

11 MR. STIPE: All right. That's all I
12 have.

13 MAJOR MERCER: I move the approval.

14 CHAIRWOMAN ROGERS: Any other
15 questions? We have a motion for
16 approval.

17 MR. BRADFORD: Second.

18 CHAIRWOMAN ROGERS: Second
19 Mr. Singleton. All in favor?

20 [Collective "aye."] Any opposition?

21 COURT REPORTER: So it's going to be
22 Bradford and Singleton?

23 CHAIRWOMAN ROGERS: Bradford and
24 Singleton on that motion.

25 X. EXECUTIVE SESSION

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1 1. In Re: Iberville Lounge, LLC, d/b/a The
2 Alibi versus State of Louisiana, Department
3 of Public Safety & Corrections, Gaming
4 Control Board, 19th Judicial District Court,
5 No. C621790, Section 27

6 CHAIRWOMAN ROGERS: Is there a
7 motion for this Board to go into
8 Executive Session to discuss a matter
9 listed on the agenda?

10 MR. JACKSON: So moved.

11 CHAIRWOMAN ROGERS: So moved. And a
12 second?

13 MAJOR MERCER: Second.

14 CHAIRWOMAN ROGERS: Mr. Mercer
15 seconds. Motion carries. Well, call
16 the roll, please.

17 THE CLERK: Mr. Bradford?

18 MR. BRADFORD: Yes.

19 THE CLERK: Mr. Jones?

20 MR. JONES: Yes.

21 THE CLERK: Mr. Stipe?

22 MR. STIPE: Yes.

23 THE CLERK: Mr. Singleton?

24 MR. SINGLETON: Yes.

25 THE CLERK: Miss Noonan?

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1 MS. NOONAN: Yes.

2 THE CLERK: Major Mercer?

3 MAJOR MERCER: Yes.

4 THE CLERK: Mr. Jackson?

5 MR. JACKSON: Yes.

6 THE CLERK: Vice-Chairman Rogers?

7 CHAIRWOMAN ROGERS: Yes. Motion
8 carries. We're going to ask the
9 audience to just please leave the room,
10 everyone except, naturally, the legal
11 counsel and the representative from the
12 State Police. I ask that all
13 microphones and recording devices be
14 turned off.

15 [WHEREBY THE BOARD MEETING GOES INTO EXECUTIVE
16 SESSION.]

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* * * * *

18 [WHEREBY THE BOARD MEETING RESUMED IN OPEN
19 SESSION.]

20 XI. ADJOURNMENT

21 MR. SINGLETON: I move we adjourn.

22 MR. BRADFORD: Second.

23 CHAIRWOMAN ROGERS: All in favor?

24 [Collective "aye."]

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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

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24

SHELLEY PAROLA

Certified Court Reporter #96001

25

Registered Professional Reporter

44

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 given under

7 oath in the preceding matter on June 20, 2013, as

8 taken by me in Stenographic machine shorthand,

9 complemented with magnetic tape recording, and

10 thereafter reduced to transcript, to the best of

11 my ability and understanding, using Computer-Aided

12 Transcription.

13 I further certify that I am not an

14 attorney or counsel for any of the parties, that I

15 am neither related to nor employed by any attorney

16 or counsel connected with this action, and that I

17 have no financial interest in the outcome of this

18 action.

19 Baton Rouge, Louisiana, this 29th day of

20 July, 2013.

21

22

23

SHELLEY G. PAROLA, CCR, RPR

CERTIFICATE NO. 96001

24