



State of Louisiana
Gaming Control Board

KATHLEEN BABINEAUX BLANCO
GOVERNOR

H. CHARLES GAUDIN
CHAIRMAN

**IN RE: JAZZ CASINO COMPANY, L.L.C.
D/B/A HARRAH'S NEW ORLEANS CASINO
NO. ENF060262**

ORDER

This matter was considered by the Louisiana Gaming Control Board at its meeting of September 18, 2007. The Hearing Officer's order dated August 22, 2007, based on the "Joint Motion for Approval of Compromise and Settlement Agreement" in the matter of the "Notice of Recommendation of Administrative Action," Violation No. ENF060262, by and between Jazz Casino Company, L.L.C. d/b/a Harrah's New Orleans Casino, License No. C013600001, 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 18th day of September, 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 September, 2007
APPEAL DOCKET/CLERK


RECEIVED

AUG 21 2007

LGCB
ADMINISTRATIVE HEARING OFFICE

**STATE OF LOUISIANA
LOUISIANA GAMING CONTROL BOARD
ADMINISTRATIVE HEARING OFFICE**

**IN RE: JAZZ CASINO COMPANY, L.L.C.
d/b/a HARRAH'S NEW ORLEANS CASINO**

ENF060262

**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 Jazz Casino Company, L.L.C. d/b/a Harrah's New Orleans Casino (hereinafter "Harrah's"), who file this, their 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 Harrah's 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


TRUE COPY
[Signature]
Representative
Louisiana Gaming Control Board

is attached hereto as Exhibit "1" and incorporated by reference for all purposes.

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

Respectfully Submitted,

CHARLES C. FOTI, JR.
ATTORNEY GENERAL

By: 
P. Kevin Colomb
Vice President and General Counsel
Jazz Casino Company, L.L.C.
d/b/a Harrah's New Orleans Casino
8 Canal Street
New Orleans, LA 70130

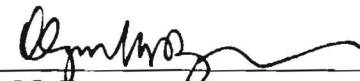
By: 
Olga M. Bogran
Assistant Attorney General
One Canal Place
365 Canal Street Suite 2730
New Orleans, Louisiana 70130
Telephone: (504) 599-1153
Facsimile: (504) 599-1163
***Counsel for the Office of State
Police***

EXHIBIT 1

**STATE OF LOUISIANA
LOUISIANA GAMING CONTROL BOARD
ADMINISTRATIVE HEARING OFFICE**

**IN RE: JAZZ CASINO COMPANY, L.L.C.
d/b/a HARRAH'S NEW ORLEANS CASINO**

ENF060262

COMPROMISE AND SETTLEMENT AGREEMENT

The State of Louisiana, Department of Public Safety and Corrections, Office of State Police (hereinafter "the Division") and Jazz Casino Company, L.L.C. d/b/a Harrah's New Orleans Casino (hereinafter "Harrah's"), do hereby represent and agree as follows:

WHEREAS, the Louisiana Gaming Control Board has issued a Notice of Recommendation of Administrative Action to Harrah's, which notice alleges 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 September 10, 2007, before the Louisiana Gaming Control Board Administrative Hearing Office; and

WHEREAS, the parties hereto are desirous of fully and finally compromising and settling all disputes and issues raised 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. On May 1, 2007, the Louisiana Gaming Control Board issued a Notice of Recommendation of Administrative Action to Harrah's alleging certain violations of Louisiana Gaming Control Law.

2. Pursuant to LAC 42: IX.2151(A), LAC 42:IX. 2903, LAC 42:IX.2927(A), Harrah's has a continuing duty to inform the Board of any action which could reasonably be believed to constitute a violation of gaming law.

3. Harrah's admits it did not disclose Arthur Pelullo's continued involvement with a Harrah's sponsored boxing match.

TERMS AND CONDITIONS

1. The Division reserves the right to take into consideration this investigation in connection with any future investigation, violation or assessment of penalty.

2. Harrah's has developed a new procedure, attached hereto as Exhibit "A", that shall be implemented prior to all special events in an effort to conduct an adequate due diligence investigation prior to association with any person or entity affiliated with the special event.

3. Harrah's agrees to pay a civil penalty of Fifty-thousand dollars (\$50,000.00).

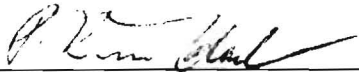
4. This Compromise and Settlement Agreement constitutes the entire agreement between the Division and Harrah's, pertaining to the subject matter contained herein and supersedes all prior and contemporaneous agreements, representations and understandings of the parties.

5. 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.

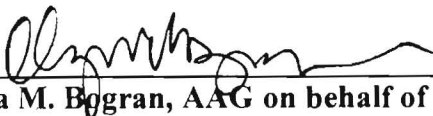
6. If approved, Harrah's must make payment of the civil penalty and delinquency fee to the Division within ten (10) days of approval by the Louisiana Gaming Control Board.

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

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



P. Kevin Colomb, Vice-President and General Counsel, Jazz Casino Company, L.L.C. d/b/a Harrah's New Orleans Casino



**Olga M. Bogran, AAG on behalf of
State of Louisiana
Department of Public Safety & Corrections
Office of State Police**

EXHIBIT "A"
SPECIAL EVENTS PROCEDURE
JAZZ CASINO COMPANY, L.L.C.'S D/B/A HARRAH'S NEW ORLEANS

Jazz Casino Company, L.L.C. d/b/a Harrah's New Orleans Casino and Hotel ("JCC"), in recognition of the unique circumstances commonly associated with large special events such as boxing events, agrees to implement the following procedures with regard to any such special events and entities and individuals associated with such events:

1. JCC shall complete an internet search of all entities and their principals that it has knowledge of being involved with the event;
2. JCC shall conduct a check with the appropriate Secretary of State where the entity is domiciled to determine its standing;
3. JCC shall require any entity or individual it will contract with to complete and submit a Business Information Form together with any related documentation;
and
4. JCC shall request Harrah's Corporate Compliance Department to conduct a due diligence investigation of any entity or individual it will contract with that is involved in the event.

STATE OF LOUISIANA
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ORDER

BE IT REMEMBERED that on this the 22nd day of August, 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 22nd day of August, 2007, in Baton Rouge, Louisiana.



HEARING OFFICER

LOUISIANA GAMING CONTROL BOARD
I HEREBY CERTIFY THAT A CERTIFIED
COPY HAS BEEN MAILED OR SERVED ON
ALL PARTIES THIS 22nd DAY
OF August, 2007
Candice Meador
DOCKET CLERK, ADMINISTRATIVE HEARING OFFICE
cc: P. Kevin Colomb
Olga Bogran
Lt. Leland Falcon