



State of Louisiana
Gaming Control Board

KATHLEEN BABINEAUX BLANCO
GOVERNOR

H. CHARLES GAUDIN
CHAIRMAN

IN RE: VENDINGDATA CORPORATION- NO. P086501817
VENDINGDATA CORPORATION- NO. P066502143
RONALD O. KEIL- NO. 05002
BOBBY L. SMITH- NO. 05001

ORDER

This matter was considered by the Louisiana Gaming Control Board at its meeting of February 21, 2006. The Hearing Officer's order dated February 7, 2006, based on the "Joint Motion for Approval of Compromise and Settlement Agreement" in the matter of the "Notice of Recommendation of Revocation" and "Notices of Recommendation of Finding of Unsuitability", by and between VendingData Corporation, Permit Nos. P066502143 & P086501817, Ronald O. Keil, Case No. 05002, and Bobby L. Smith, Case No. 05001, 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 21 day of February, 2006.

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 22ND DAY
OF February, 2006

APPEAL DOCKET CLERK



STATE OF LOUISIANA
LOUISIANA GAMING CONTROL BOARD
ADMINISTRATIVE HEARING OFFICE

RECEIVED

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LGCB
ADMINISTRATIVE HEARING OFFICE

IN RE: VENDINGDATA CORPORATION	CASE NO.:	P086501817
VENDINGDATA CORPORATION	CASE NO.:	P066502143
RONALD O. KEIL	CASE NO. :	05002
BOBBY L. SMITH	CASE NO.:	05001

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

TO THE HONORABLE ADMINISTRATIVE HEARING OFFICER:

COME NOW State of Louisiana, Department of Public Safety and Corrections, Office of State Police (“the Division”) and VendingData Corporation (hereinafter “VendingData”), Ronald O. Keil (hereinafter “Keil”), and Bobby L. Smith (hereinafter “Smith”), 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 VendingData, Keil and Smith 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.


BLUE COPY
[Signature]
Representative
of the [unclear]

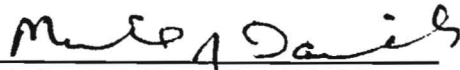
A true and correct copy of the proposed Compromise and Settlement Agreement is attached hereto as Exhibit "A" and incorporated by reference for all purposes.

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

Respectfully Submitted,

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

By: 
Phillip M. Becker, # 18785
The Becker Law Firm, APLC
419 6th Street
Lake Charles, Louisiana 70601
Telephone (337) 430-0878
Facsimile (337) 430-0402
Counsel for VendingData,
Keil and Smith

By: 
Michael J. Daniels, #20775
Assistant Attorney General
1885 North Third Street, 5th Floor
Baton Rouge, Louisiana 70802
Telephone: (225) 326-6500
Facsimile: (225) 326-6599
Counsel for the Office of State Police

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

IN RE: VENDINGDATA CORPORATION	CASE NO.: P086501817
VENDINGDATA CORPORATION	CASE NO.: P066502143
RONALD O. KEIL	CASE NO. : 05002
BOBBY L. SMITH	CASE NO.: 05001

COMPROMISE AND SETTLEMENT AGREEMENT

The State of Louisiana, Department of Public Safety and Corrections, Office of State Police (hereinafter "the Division") and VendingData Corporation (hereinafter "VendingData"), Ronald O. Keil (hereinafter "Keil"), and Bobby L. Smith (hereinafter "Smith") do hereby represent and agree as follows:

WHEREAS, the Louisiana Gaming Control Board has issued a Notice of Recommendation of Revocation to VendingData dated May 12, 2005 relative to VendingData's Non-Gaming Supplier Permit, Number P086501817 alleging certain violations of Louisiana Gaming Control Law; and

WHEREAS, the Louisiana Gaming Control Board has issued Notices of Recommendation of Finding of Unsuitability to Keil and Smith dated May 12, 2005 alleging certain violations of Louisiana Gaming Control Law; and

WHEREAS, the Louisiana Gaming Control Board has issued an Amended Notice of Recommendation of Revocation to VendingData dated May 24, 2005 relative to VendingData's Manufacturer of Gaming Equipment other than Slot Machines and

Video Draw Poker Devices Permit, Number P066502143 and Non-Gaming Supplier Permit, Number P086501817 alleging certain violations of Louisiana Gaming Control Law; and

WHEREAS, the issues raised by the said Amended Notice of Recommendation of Revocation to VendingData and the Notices of Recommendation of Finding of Unsuitability to Keil and Smith are set for hearing on January 24, 2006, before the Louisiana Gaming Control Board Administrative Hearing Office; and

WHEREAS, the Division and VendingData, Keil and Smith are desirous of fully and finally compromising and settling all issues and disputes arising out of and in connection with the said Amended Notice of Recommendation of Revocation to VendingData and the Notices of Recommendation of Finding of Unsuitability to Keil and Smith.

NOW THEREFORE, in consideration of the foregoing, the Division and VendingData, Keil and Smith hereby propose to settle this matter pursuant to the following terms and conditions:

1. Immediately upon approval of this agreement by the Louisiana Gaming Control Board Hearing Office and Louisiana Gaming Control Board, VendingData shall voluntarily surrender its Manufacturer of Gaming Equipment other than Slot Machines and Video Draw Poker Devices Permit, Number P066502143 and Non-Gaming Supplier Permit, Number P086501817 to the Division.

2. Neither VendingData, Keil nor Smith will be eligible to hold, to be granted or to re-apply for, any approval authorized by the Louisiana Gaming Control Law for a period of thirty (30) months from the of the surrender of VendingData's permit .

3. From the date of the surrender of VendingData's permit, VendingData is prohibited from distributing or servicing, directly or indirectly, any of its products in Louisiana including gaming and non gaming supplies.

4. Vending Data will pay FIFTY THOUSAND DOLLARS (\$50,000.00) to the State of Louisiana within fifteen (15) days of the approval of this agreement by the Louisiana Gaming Control Board.

5. The Division hereby agrees to accept VendingData's, Keil's and Smith's compliance with and performance of these terms and conditions in full and final settlement of Amended Notice of Recommendation of Revocation to VendingData and the Notices of Recommendation of Finding of Unsuitability to Keil and Smith.

6. Any and all information discovered throughout the course of the VendingData, Keil or Smith investigations may be used in future investigations to determine the suitability of VendingData, Keil or Smith, as well as any natural or juridical person with whom any of them are or become, directly or indirectly, affiliated.

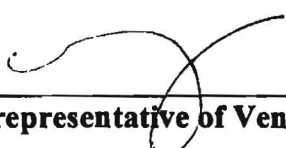
7. The terms of this Compromise and Settlement Agreement shall be interpreted under the laws of the State of Louisiana.

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

9. This Compromise and Settlement Agreement shall be of no force or effect unless and until it is approved by both the Administrative Hearing Officer and the Louisiana Gaming Control Board. It is expressly understood that if this proposed

10. Failure to immediately voluntarily surrender VendingData's Manufacturer of Gaming Equipment other than Slot Machines and Video Draw Poker Devices Permit, Number P066502143 and Non-Gaming Supplier Permit, Number P086501817 upon approval of this agreement by the Louisiana Gaming Control Board or failure to submit FIFTY THOUSAND DOLLARS (\$ 50,000.00) to the State of Louisiana within fifteen (15) days of the approval of this agreement by the Louisiana Gaming Control Board shall result in the immediate revocation of the VendingData's permits and a finding of the individual unsuitability of Ronald O. Keil and Bobby L. Smith.

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

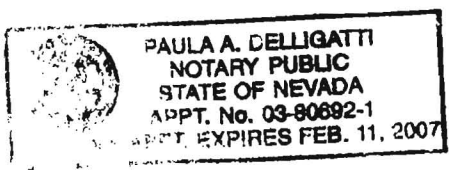


Duly authorized representative of VendingData Corporation

Sworn to and subscribed before this 26th day of January A.D. 2006.



Notary Public



Ronald O. Keil

Sworn to and subscribed before this _____ day of January A.D. 2006.

Notary Public

Bobby L. Smith

Sworn to and subscribed before this _____ day of January A.D. 2006.

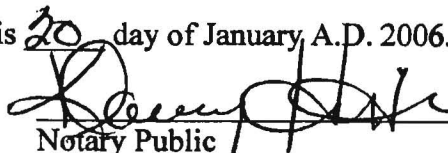
Notary Public

10. Failure to immediately voluntarily surrender VendingData's Manufacturer of Gaming Equipment other than Slot Machines and Video Draw Poker Devices Permit, Number P066502143 and Non-Gaming Supplier Permit, Number P086501817 upon approval of this agreement by the Louisiana Gaming Control Board or failure to submit FIFTY THOUSAND DOLLARS (\$ 50,000.00) to the State of Louisiana within fifteen (15) days of the approval of this agreement by the Louisiana Gaming Control Board shall result in the immediate revocation of the VendingData's permits and a finding of the individual unsuitability of Ronald O. Keil and Bobby L. Smith.

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

Duly authorized representative of VendingData Corporation

Sworn to and subscribed before this 20 day of January A.D. 2006.


Notary Public




Ronald O. Keil

Sworn to and subscribed before this _____ day of January A.D. 2006.

Notary Public

Bobby L. Smith

Sworn to and subscribed before this _____ day of January A.D. 2006.

Notary Public

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.

10. Failure to immediately voluntarily surrender VendingData's Manufacturer of Gaming Equipment other than Slot Machines and Video Draw Poker Devices Permit, Number P066502143 and Non-Gaming Supplier Permit, Number P086501817 upon approval of this agreement by the Louisiana Gaming Control Board or failure to submit FIFTY THOUSAND DOLLARS (\$ 50,000.00) to the State of Louisiana within fifteen (15) days of the approval of this agreement by the Louisiana Gaming Control Board shall result in the immediate revocation of the VendingData's permits and a finding of the individual unsuitability of Ronald O. Keil and Bobby L. Smith.

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

Duly authorized representative of VendingData Corporation

Sworn to and subscribed before this _____ day of January A.D. 2006.

Notary Public

Ronald O. Keil

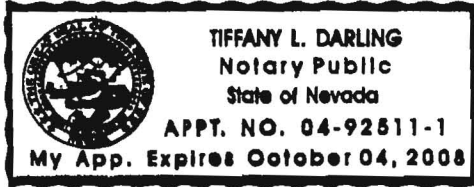
Sworn to and subscribed before this _____ day of January A.D. 2006.

Notary Public

Bobby L. Smith

Bobby L. Smith

Sworn to and subscribed before this 19th day of January A.D. 2006.

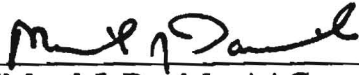


Tiffany L. Darling
Notary Public

**Phillip M. Becker on behalf of VendingData
Corporation, Ronald O. Keil and Bobby L. Smith**

**Michael J. Daniels, AAG on behalf of
State of Louisiana
Department of Public Safety & Corrections,
Office of State Police**

**Phillip M. Becker on behalf of VendingData
Corporation, Ronald O. Keil and Bobby L. Smith**



**Michael J. Daniels, 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: VENDINGDATA CORPORATION

CASE NO.: P086501817

VENDINGDATA CORPORATION

CASE NO.: P066502143

RONALD O. KEIL

CASE NO.: 05002

BOBBY L. SMITH

CASE NO.: 05001

ORDER

BE IT REMEMBERED that on this the 7th day of ~~January~~ Feb, 2006, 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,

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 7th day of ~~January~~ February, 2006, in Baton Rouge,

LOUISIANA GAMING CONTROL BOARD
I HEREBY CERTIFY THAT A CERTIFIED
COPY HAS BEEN MAILED OR SERVED ON
ALL PARTIES THIS 11th DAY
OF February, 2006
[Signature]
DOCKET CLERK, ADMINISTRATIVE HEARING OFFICE

cc: Phillip Becker
Michael Daniels
Sgt. Delord Falcon

[Signature]
WILLIAM H. BROWN
HEARING OFFICER

A TRUE COPY ATTEST
LOUISIANA GAMING CONTROL BOARD
HEARING OFFICE
BATON ROUGE, LA [Signature]
[Signature]
BY: CLERK