

LGCB Board of Directors' Meeting 2-15-18, (Pages 1:1 to 33:24)

1:1 LOUISIANA GAMING CONTROL BOARD

2

3 BOARD OF DIRECTORS' MEETING

4

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8 THURSDAY, FEBRUARY 15, 2018

9

10 Louisiana State Capitol

11 House Committee Room 1

12 900 North Third Street

13 Baton Rouge, Louisiana

14

15

16

17 TIME: 10:00 A.M.

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19

20

21

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25

2

1 APPEARANCES

2

3 RONNIE JONES

Chairman (At Large)

4 June 30, 2019

5

6 FRANKLIN AYRES BRADFORD

(Economic Planner)

7 Fifth Congressional District

June 30, 2019

8

9

JAMES SINGLETON

10 (Public/Business Administration)

Second Congressional District

11 June 30, 2020

12

13 CLAUDE D. JACKSON

(At large)

14 Fourth Congressional District

June 30, 2018

15

16 ROBERT W. GASTON, III,

(At large)

17 Sixth Congressional District

June 30, 2021

18

19 JULIE BERRY

(CPA)

20 Third Congressional District

June 30, 2018

21

22 RICHARD E. PATRICK

(Law Enforcement)

23 Fifth Congressional District

July 30, 2018

24

25

3

1 APPEARANCE CONTINUED

2

3 ELTON LAGASSE

(At large)

4 First Congressional District

June 30, 2021

5

6 PAUL EDMONSON

Louisiana State Police

7

8 LANA TRAMONTE

Executive Assistant

9

10 TRUDY SMITH

Confidential Assistant

11

12 REPORTED BY:

13 SHELLEY G. PAROLA, CSR, RPR

Baton Rouge Court Reporters

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1 I. CALL TO ORDER

2 CHAIRMAN JONES: Good morning and  
3 welcome to the February regular meeting  
4 of the Gaming Control Board.

5 Miss Tramonte, would you call the  
6 roll.

7 THE CLERK: Chairman Jones?

8 CHAIRMAN JONES: Here.

9 THE CLERK: Mr. Bradford?

10 MR. BRADFORD: Here.

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

13 Mr. Singleton?

14 MR. SINGLETON: Here.

15 THE CLERK: Mr. Jackson?

16 MR. JACKSON: Here.

17 THE CLERK: Mr. Gaston?

18 MR. GASTON: Here.

19 THE CLERK: Miss Berry?

20 MS. BERRY: Here.

21 THE CLERK: Mr. Patrick?

22 MR. PATRICK: Here.  
23 THE CLERK: Mr. Lagasse?  
24 MR. LAGASSE: Yes, ma'am.  
25 THE CLERK: Colonel Reeves?

6

1 MR. EDMONSON: Paul Edmonson for  
2 Colonel Reeves.

3 THE CLERK: Secretary Robinson? [No  
4 response.]

5 II. PUBLIC COMMENTS

6 CHAIRMAN JONES: We have a quorum.  
7 We may conduct business. Anyone in the  
8 audience want to speak this morning on  
9 any matter that's on the agenda? [No  
10 response.]

11 III. APPROVAL OF MINUTES

12 CHAIRMAN JONES: Okay. Then we'll  
13 move on to Approval of the Minutes. Do  
14 I have a motion to waive reading?

15 MR. BRADFORD: So moved.

16 CHAIRMAN JONES: By Mr. Bradford and  
17 Miss Berry.

18 Any objection? Without objection,  
19 so moved and ordered.

20 IV. REVENUE REPORTS

21 CHAIRMAN JONES: We'll now call  
22 Revenue Reports. Good morning.

23 MS. JACKSON: Chairman Jones, Board  
24 Members, my name is Donna Jackson with

25 Louisiana State Police Gaming

7

1 Enforcement Division.

2 The 15 operating riverboats  
3 generated Adjusted Gross Receipts of  
4 \$139,820,552 in January. This total  
5 represents an overall decrease from last  
6 month of \$32 million or almost  
7 19 percent, and a decrease of \$6 million  
8 or 4 percent from last January. The  
9 decrease can be partially attributed to  
10 the winter weather in mid-January. As  
11 you will notice on the bar chart,  
12 December revenues are historically  
13 stronger than January revenues. In  
14 addition, this December had five full  
15 weekends compared to four in January.

16 Adjusted Gross Receipts for fiscal  
17 year 2017-2018 to date are  
18 \$1,088,000,000, a decrease of  
19 \$22 million or 2 percent from fiscal  
20 year 2016-2017. During January, the  
21 State collected fees totaling  
22 \$30,061,419. As of January 31st, 2018,  
23 the State has collected \$234 million in  
24 fees for fiscal year 2017-2018.

25 Next is a summary of the

8

1 January 2018 gaming activity for

2 Harrah's New Orleans found on page  
3 three. During January, Harrah's  
4 generated \$20,444,006 in gross gaming  
5 revenue, a decrease of \$5 million or  
6 20 percent from last month, and a  
7 decrease of 4.6 percent from last  
8 January.

9 Revenues for fiscal year 2017-2018  
10 to date are \$163 million, an increase of  
11 \$8.7 million or 6 percent from fiscal  
12 year 2016-2017.

13 The State received \$5,095,890 for  
14 January gaming dates. As of  
15 January 31st, 2018, the State has  
16 collected \$35 million in fees for fiscal  
17 year 2017-2018.

18 Next I'll present the revenue for  
19 Slots at the Racetracks. During  
20 January, the four racetrack facilities  
21 combined generated Adjusted Gross  
22 Receipts of \$26,528,051, a decrease of  
23 \$3.3 million or 11 percent from last  
24 month, and a decrease of \$1 million or  
25 four percent from January 2017.

9

1 Adjusted Gross Receipts for fiscal  
2 year 2017-2018 to date are almost  
3 \$196 million, an increase of \$1.5  
4 million or 1 percent from fiscal year



5 2016-2017.

6 During January, the State collected  
7 \$4,024,305 in fees. As of January 31st,  
8 2018, the State has collected almost  
9 \$30 million in fees for fiscal year  
10 2017-2018.

11 Overall in January, Riverboats,  
12 Landbased and Slots at the Racetracks  
13 combined generated \$187 million in AGR  
14 and \$39 million in state fees. These  
15 revenues represent a decrease from  
16 January 2017 of \$8 million or  
17 4.2 percent.

18 Any questions before I present the  
19 Harrah's employee information?

20 CHAIRMAN JONES: Miss Donna, I  
21 haven't seen this much red on the  
22 riverboat report in a long time.

23 MS. JACKSON: I apologize.

24 CHAIRMAN JONES: What's your sense  
25 of what happened here, for the benefit

10

1 of my Board Members.

2 MS. JACKSON: The weather -- oh, I  
3 think is a factor. I didn't speak to  
4 them directly but with the road  
5 closures, and then December is just a  
6 high month. It was probably in the top  
7 ten of gaming revenues overall. So in

8 comparison, it makes it look worse,  
9 probably, but it wasn't that far out of  
10 the ordinary. If you look at the bar  
11 chart, you know, looking at December  
12 compared to January, it's down a little  
13 bit.

14 CHAIRMAN JONES: Yeah, this is  
15 fairly consistent from previous years  
16 for the same time period.

17 MS. JACKSON: Right.

18 CHAIRMAN JONES: You're going to do  
19 better next month?

20 MS. JACKSON: I'll do what I can.  
21 Get rid of the red ink?

22 CHAIRMAN JONES: There are no  
23 questions on that. Please proceed.

24 MR. GASTON: 2013 we were way up.

25 CHAIRMAN JONES: Yes.

11

1 MS. BERRY: I have a question.

2 CHAIRMAN JONES: Yes, ma'am, Miss  
3 Berry.

4 MS. BERRY: It may seem kind of  
5 random, but how does Carnival season  
6 affect that gaming revenues? Like,  
7 January and February, is it normally  
8 they spend more on Mardi Gras or more on  
9 gaming, or does it affect --

10 MS. JACKSON: I think it does affect

11 especially at Harrah's New Orleans.  
12 They have more people there, and  
13 somebody in the office said they were in  
14 Harrah's Monday and it was really busy.  
15 But that's going to be on a Tuesday --  
16 in February --

17 MS. BERRY: Yeah.

18 MS. JACKSON: -- date, not January.

19 MS. BERRY: Okay. I was just  
20 curious.

21 MS. JACKSON: They do see more  
22 traffic.

23 CHAIRMAN JONES: The traffic does go  
24 up, particularly at the landbased, but a  
25 lot of the people are just sort of

12

1 walking through. There's a lot more  
2 traffic, but there's --

3 MS. BERRY: Traffic but not money.

4 CHAIRMAN JONES: Not appreciably,  
5 and then Real could correct me, but I  
6 don't think there's that much  
7 appreciable more play during that period  
8 of time.

9 MS. BERRY: I think January is kind  
10 of bad after Christmas for everybody.  
11 Okay. Thank you.

12 CHAIRMAN JONES: Yes, ma'am.

13 MS. JACKSON: Harrah's New Orleans

14 is required to maintain at least 2,400  
15 employees and a bi-weekly payroll of  
16 \$1,750,835. This report covers pay  
17 periods in January 2018.

18 For the first pay period, the  
19 Division verified 2,596 employees with a  
20 payroll of \$2,205,000. For the second  
21 pay period, the Division verified 2,583  
22 employees with a payroll of \$2,146,000.  
23 Therefore, Harrah's met the employment  
24 criteria during January.

25 CHAIRMAN JONES: Any questions? The

13

1 Board is clear.

2 MS. JACKSON: Thank you.

3 CHAIRMAN JONES: Thank you. Video  
4 poker, please. Good morning.

5 MR. BOSSIER: Good morning. Good  
6 morning, Chairman Jones and Board  
7 Members. My name is Jim Bossier with  
8 the Louisiana State Police Gaming  
9 Enforcement Division here to report  
10 video gaming statistics for January 2018  
11 as shown on page one of your handout.

12 Eighteen new video gaming licenses  
13 were issued during January: Twelve bars  
14 and six restaurants. Eleven new  
15 applications were received by the Gaming  
16 Enforcement Division during January and

17 are currently pending in the field:  
18 Seven bars, three restaurants and one  
19 device owner's.

20 The Gaming Enforcement Division  
21 assessed \$3,250 and collected \$5,799 in  
22 fines during January, and there are  
23 currently \$1,500 in outstanding fines.

24 Please refer to page two of your  
25 handout.

14

1 There are presently 13,007 video  
2 gaming devices activated at 1,735  
3 locations.

4 Net device revenue for January 2018  
5 was \$44.3 million, a \$5.1 million, or  
6 10.4 percent, decrease when compared to  
7 December 2017, and a \$1.1 million  
8 decrease, or 2.5 percent, when compared  
9 to January 2017.

10 Net device revenue so far for fiscal  
11 year 2018 is \$324 million, a  
12 \$2.1 million decrease, or six-tenths of  
13 1 percent, when compared to fiscal year  
14 2017. Page three of your handout shows  
15 a comparison of net device revenue.

16 Total franchise fees collected  
17 during January 2018 were \$13.3 million,  
18 a \$1.5 million decrease when compared to  
19 December 2017, and a \$300,000 decrease

20 when compared to January 2017.

21 Total franchise fees collected for  
22 fiscal year 2018 are \$97 million, an  
23 \$800,000 decrease, or eight-tenths of  
24 1 percent when compared to fiscal year  
25 2017. Page four of your handout shows a

15

1 comparison of franchise fees.

2 Does anybody have any questions?

3 CHAIRMAN JONES: Any questions,  
4 Board Members?

5 MR. BRADFORD: I have a quick  
6 question.

7 CHAIRMAN JONES: Yes, sir,  
8 Mr. Bradford.

9 MR. BRADFORD: It's not a test, Jim.  
10 I'm just curious. Two or three years  
11 ago we were running around 14,000  
12 machines in 2,000 locations, and I've  
13 noticed it's kind of dropping. Now  
14 we're at 13,000 machines at about 1,700  
15 locations. Does that fluctuate up and  
16 down?

17 MR. BOSSIER: Yes, sir, it does. I  
18 could come here tomorrow and give you a  
19 completely different -- it would be  
20 completely different, but that number  
21 does fluctuate, yes, sir.

22 CHAIRMAN JONES: There is just that

23 much movement.

24 MR. BOSSIER: Yes, sir, some go in  
25 and out of warehouses, and as long as --

16

1 they can be -- they could be not  
2 actually in play but be in the  
3 warehouse, but as long as they're paying  
4 their franchise fees, they're still  
5 getting counted.

6 CHAIRMAN JONES: They're still  
7 counted.

8 MR. BOSSIER: Yes, sir.

9 CHAIRMAN JONES: Thank you.

10 MR. BOSSIER: You're welcome.

11 V. COMPLIANCE REPORTS

12 CHAIRMAN JONES: We will now move to  
13 Compliance Reports, Mesa. Good morning.

14 MS. BROWN: Good morning, Chairman  
15 Jones, Board Members. I'm Mesa Brown  
16 Assistant Attorney General. Today I'll  
17 present the staff reports on riverboat  
18 and racetrack casino licensees'  
19 compliance with employment and  
20 procurement conditions for the fourth  
21 quarter of 2017. I'll begin with  
22 riverboats.

23 The fourth quarter reports are taken  
24 from figures reported by the 15  
25 operating riverboats to the Louisiana

1 Gaming Control Board. In the fourth  
2 quarter of 2017, approximately 13,660  
3 people were employed by the riverboat  
4 industry. Of that number, 13,356 were  
5 Louisiana residents, 8,482 were  
6 minorities and 7,774 were women.

7 Four licensees achieved total  
8 compliance this quarter, and they are  
9 Golden Nugget, L'Auberge Casino and  
10 Hotel Baton Rouge, Isle of Capri Casino  
11 St. Charles and L'Auberge Lake Charles.

12 Next I'll address employment. Five  
13 licensees did not meet their total  
14 employment goals. They are DiamondJacks  
15 Casino & Resort, who achieved 406 out of  
16 a goal of 650; Belle of Baton Rouge  
17 achieved 439 out of 450; Hollywood  
18 achieved 396 out of a goal of 450;  
19 Amelia Belle achieved 300 out of 325,  
20 and Boomtown Casino Bossier achieved 475  
21 out of 650.

22 All licensees either met or exceeded  
23 their goals in all of the subcategories  
24 under the main category of employment  
25 with the exception of Treasure Chest who

1 failed to meet its female employment  
2 goal. It achieved 50.1 out of a goal of



3 51.86.

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

9 Under Louisiana procurement, three  
10 licensees did not achieve compliance  
11 with their voluntary conditions. Those  
12 licensees are Treasure Chest, who  
13 achieved 72.7 out of 75 percent; Amelia  
14 Belle, 74.1 out of 80 percent, and  
15 Margaritaville Resort Casino, who  
16 achieved 76.5 out of a goal of  
17 90 percent.

18 Minority procurement, five licensees  
19 did not achieve compliance with their  
20 voluntary conditions, and they are Sam's  
21 Town, who achieved 13.3 out of  
22 25 percent; Horseshoe achieved 25.3 out  
23 35 percent; Boomtown New Orleans  
24 achieved 14.1 out of 15 percent;  
25 Treasure Chest achieved 13.7 out of

19

1 15 percent, and Eldorado achieved 20.4.

2 Female procurement, one licensee did  
3 not meet its female procurement goal  
4 this quarter, and that is Horseshoe who  
5 achieved 33.5 out of 35 percent.

6 Are there any questions regarding  
7 the riverboats?

8 CHAIRMAN JONES: Just a quick  
9 comment. I want to thank you for  
10 providing me some historical information  
11 based on my request after the last  
12 meeting, and we will be extending  
13 invitations to three properties to come  
14 before the Board in March, I believe.

15 If I look back over twenty quarters, one  
16 of those properties was compliant with  
17 only three out of the twenty quarters.

18 The other was compliant five quarters  
19 out of twenty, and both of those  
20 properties have been noncompliant for  
21 three consecutive years. There may be  
22 some reasonable explanation for that.

23 We're going to hear it, and more  
24 importantly, we're going to hear what  
25 plans they have to get closer to that

20

1 goal.

2 So I appreciate your sharing that  
3 information. The three GMs of those  
4 properties will be getting an email from  
5 me probably next week, and we'll docket  
6 that, so everybody bring your peanut  
7 butter and jelly sandwich for the next  
8 month. It may be a little longer.

9 Thank you. Go ahead.

10 MS. BROWN: Now I'll begin with the,  
11 racetracks. In the fourth quarter of  
12 2017, approximately 1,410 people were  
13 employed by the racetrack casino  
14 industry. Of that number, 1,183 were  
15 Louisiana residents, 725 were  
16 minorities, and 820 were women.

17 Two racetrack casinos achieved total  
18 compliance this quarter, and they are  
19 Evangeline Downs and Fair Grounds.  
20 Delta Downs did not achieve its  
21 Louisiana employment condition. It  
22 achieved 64.3 out of the 80 percent  
23 condition, and Louisiana Downs did not  
24 achieve its female employment condition.  
25 It achieved 55.2 out of a 60 percent

21

1 goal.

2 Are there any questions regarding  
3 the racetracks?

4 CHAIRMAN JONES: Any questions on  
5 racetracks, Board Members? There are no  
6 questions.

7 MS. BROWN: Thank you.

8 CHAIRMAN JONES: Thank you, Mesa.

9 Just as an administrative note,  
10 we'll begin -- the legislature will  
11 begin a special session on Monday, and

12 then the regular session begins in  
13 March, so our March meeting we will have  
14 to move to our revenue building.

15 THE CLERK: LaSalle.

16 CHAIRMAN JONES: Yeah, the LaSalle  
17 building. We'll be meeting there for  
18 the next three months. Everything will  
19 be posted on the website, so we'll be  
20 relocated to another location during the  
21 time that the legislature is in session.  
22 Yes, and the meetings will shift to  
23 Mondays because that's when the facility  
24 is available for us. So just make your  
25 calendar notes as necessary.

22

## 1 VI. CASINO GAMING ISSUES

2 A. Consideration of request for refinancing of  
3 debt by Churchill Downs Louisiana Horse  
4 Racing Co., LLC, d/b/a Fair Grounds Race  
5 Course - No. T103602541

6 CHAIRMAN JONES: We'll now move to  
7 Casino Gaming Issues. We have:  
8 Consideration of request for refinancing  
9 of debt by Churchill Downs Louisiana  
10 Horse Racing Co., LLC, doing business as  
11 Fair Grounds Race Course, No.  
12 T013602541. Good morning.

13 MS. WARE: Good morning, Chairman  
14 Jones, Members of the Board. My name is

15 Trnessia Ware with the Louisiana State  
16 Police Corporate Securities Audit. With  
17 me today, I have David Waguespack,  
18 counsel for the licensee, and I also  
19 have Doug Shipley, President of Fair  
20 Grounds.

21 Churchill Downs is requesting the  
22 Board's approval for its refinancing  
23 transaction of a new \$400 million senior  
24 secured term loan B, a \$7 million  
25 revolver representing a \$200 million

23

1 increase over its previous \$500 million  
2 revolver, and issuing \$500 million in  
3 4.75 percent senior unsecured notes.  
4 The issuance of \$500 million in publicly  
5 traded senior unsecured notes does not  
6 require Board approval.

7 Churchill also advised the Board  
8 with transaction to repurchase its  
9 publicly traded common stock for a  
10 purchase price of between 230 and \$265  
11 per share. Churchill accepted for  
12 payment \$265 per share for 1,886,792  
13 shares of its stock. The transaction  
14 did not require the Board's approval.

15 Churchill previously repurchased  
16 one million shares in June 2017 for  
17 \$158.89 million. Subsequent to the

18 refinancing, Churchill's consolidated  
19 debt balance increased by approximately  
20 36 million. According to the sources  
21 and uses schedule on page four of our  
22 report, Churchill plans to only draw  
23 approximately \$258 million under its  
24 revolver for this transaction.

25 No financial issues came to our

24

1 attention to preclude the Board's  
2 approval of Churchill's credit  
3 facilities in the amount of a  
4 400 million term loan and a 700 million  
5 revolver.

6 Are there any questions?

7 CHAIRMAN JONES: Board Members, any  
8 questions? [No response.]

9 What's going on with the track,  
10 Mr. Shipley?

11 MR. SHIPLEY: Good morning.

12 CHAIRMAN JONES: Morning.

13 MR. SHIPLEY: Lots of fun stuff  
14 right now.

15 CHAIRMAN JONES: Just tell us a  
16 little bit about it. You-guys fly so  
17 far below the radar, you know, and  
18 that's a good thing. That's good.

19 MR. SHIPLEY: My name's Doug  
20 Shipley. I've been in the casino

21 business a little more than 35 years. I  
22 spend most of my career in either Nevada  
23 or on the Gulf Coast working with  
24 companies like Ameristar, Grand Casinos  
25 and Caesars, and I have been with the

25

1 Fair Grounds now for close to a year.  
2 My most recent employment was with Live  
3 Casino, which was located in between  
4 D.C. and the Baltimore area, and I'm  
5 here to say I'm very happy to be back  
6 down in the Louisiana, Mississippi area.

7 CHAIRMAN JONES: We're glad to have  
8 you. I had a visit with him when he  
9 came down, and he's on my regular  
10 rotation. I'll be back to see you soon.

11 Board Members, any questions on the  
12 proposed transaction? [No response.]

13 Do I have a motion to adopt the  
14 Resolution?

15 MR. GASTON: I'll move,  
16 Mr. Chairman.

17 CHAIRMAN JONES: By Dr. Gaston,  
18 second Mr. Patrick.

19 Miss Tramonte.

20 THE CLERK: On the 15th day of  
21 February 2018, the Louisiana Gaming  
22 Control Board did, in a duly noticed  
23 public meeting, consider the issue of

24 Churchill Downs Louisiana Horse Racing  
25 Co., LLC's, request for approval of its

26

1 parent company, Churchill Downs,  
2 Incorporated, entering in a new debt  
3 financing, pursuant to that certain  
4 Credit Agreement, dated December 27th,  
5 2017, by and among Churchill Downs,  
6 Incorporated, as the Borrower, JPMorgan  
7 Chase Bank, N.A. as Administrative  
8 Agent, Collateral Agent, Lead Arranger  
9 and Bookrunner, and the Lenders party  
10 thereto from time to time, and the  
11 transactions contemplated thereby, and  
12 upon motion duly made and second, the  
13 Board adopted this Resolution:

14 Be it resolved that Churchill Downs  
15 Louisiana Horse Racing Co., LLC's,  
16 request for approval of new debt  
17 financing to be entered into by its  
18 parent company, Churchill Downs,  
19 Incorporated, in the total aggregate  
20 principal amount of \$1.1 Billion,  
21 consisting of a \$700 Million Revolving  
22 Credit Facility and a \$400 Million Term  
23 B Loan Facility, and the transactions  
24 contemplated thereby, is hereby  
25 approved.

27



1 Thus done and signed in Baton Rouge,  
2 Louisiana, this 15th day of February  
3 2018.

4 Mr. Bradford?

5 MR. BRADFORD: Yes.

6 THE CLERK: Mr. Singleton?

7 MR. SINGLETON: Yes.

8 THE CLERK: Mr. Jackson?

9 MR. JACKSON: Yes.

10 THE CLERK: Mr. Gaston?

11 MR. GASTON: Yes.

12 THE CLERK: Miss Berry?

13 MS. BERRY: Yes.

14 THE CLERK: Mr. Patrick?

15 MR. PATRICK: Yes.

16 THE CLERK: Mr. Lagasse.

17 MR. LAGASSE: Yes.

18 THE CLERK: Chairman Jones?

19 CHAIRMAN JONES: Yes. Thank you,  
20 and the Resolution is thereby adopted.

21 Thank you.

22 MR. SHIPLEY: Thank you very much.

23 VII. CONSIDERATION OF PROPOSED SETTLEMENT AND

24 APPEAL

25 1. In Re: Jacob D. Giardina, Inc., d/b/a/

28

1 Jake's Seafood and Restaurant - No.

2 2600216598 (proposed settlement)

3 CHAIRMAN JONES: We'll now move to

4 Consideration of Proposed Settlements  
5 and Appeal before the Board. First up  
6 is in regard to Jacob D. Giardina, Inc.,  
7 doing business as Jake's Seafood and  
8 Restaurant, No. 2600216598. It's a  
9 proposed settlement.

10 Good morning.

11 MR. JAMES: Chairman Jones and Board  
12 Members, my name is Elroy James,  
13 Assistant Attorney General, on behalf of  
14 Assistant Attorney General Alicia  
15 Landry, before the Board in the matter  
16 of the settlement of Jacob D. Giardina,  
17 Inc., doing business as Jake's Seafood  
18 and Restaurant.

19 This settlement addresses the late  
20 submission of annual forms and fees that  
21 are required to be submitted no later  
22 than July 1 of each year. This Type 2  
23 licensee did not submit its annual form  
24 and fees until December 18th, 2017,  
25 which gave rise to a violation of gaming

29

1 law.

2 The civil penalties contained in the  
3 settlement is \$750, which is an amount  
4 that is well established for violations  
5 of this type.

6 The settlement has been approved by

7 the hearing officer and now is before  
8 the Board for your approval. I'll be  
9 happy to answer any questions that you  
10 may have at this time.

11 CHAIRMAN JONES: Board Members, do  
12 we have any questions with respect to  
13 the proposed settlement? There are no  
14 questions.

15 I'll accept a motion by Mr. Bradford  
16 and Mr. Singleton.

17 Any objection? Without objection,  
18 the settlement is approved.

19 MR. JAMES: Thank you.

20 CHAIRMAN JONES: Thank you very  
21 much.

22 2. In Re: Iesha S. Spencer - No. PO40060203  
23 (appeal)

24 CHAIRMAN JONES: And finally up is  
25 an appeal in regard to Iesha S. Spencer.

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1 That's No. PO40060203. Miss Spencer,  
2 are you here? Miss Spencer, are you  
3 present? [No response.]

4 Please proceed.

5 MR. PICOU: Good morning, Chairman  
6 Jones, Board Members.

7 CHAIRMAN JONES: Morning.

8 MR. PICOU: I'm Assistant Attorney  
9 General Charlie Picou here in the matter

10 of the appeal of Iesha S. Spencer.  
11 Since Miss Spencer requested this appeal  
12 and is not present here with us today,  
13 the Division respectfully requests that  
14 the Board affirm the hearing officer's  
15 decision to impose a \$250 civil penalty  
16 against the non-key gaming employee  
17 permit issued to Miss Spencer for  
18 failure to timely notify the Division of  
19 an arrest.

20 CHAIRMAN JONES: Are there any  
21 questions of the Attorney General? Miss  
22 Berry -- Miss Berry so moves,  
23 Mr. Patrick.

24 Any objection? Without objection,  
25 the hearing officer's decision is

31

1 affirmed. Thank you.

2 MR. PICOU: Thank you.

### 3 VIII. ADJOURNMENT

4 CHAIRMAN JONES: There being no  
5 other business before the Board, I will  
6 entertain a motion to adjourn.

7 MR. JACKSON: Motion to adjourn.

8 CHAIRMAN JONES: Mr. Jackson, thank  
9 you very much, and Mr. Singleton.  
10 Without objection, we stay adjourned  
11 until March. I'll see you at revenue  
12 next month, ladies and gentlemen.

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1 REPORTER'S PAGE

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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

23

24 SHELLEY PAROLA

Certified Court Reporter #96001

25 Registered Professional Reporter

33

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 on February

7 15, 2018, as taken by me in Stenographic machine

8 shorthand, complemented with magnetic tape

9 recording, and thereafter reduced to transcript,

10 to the best of my ability and understanding, using

11 Computer-Aided Transcription.

12 I further certify that I am not an

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

14 am neither related to nor employed by any attorney

15 or counsel connected with this action, and that I

16 have no financial interest in the outcome of this

17 action.

18       Baton Rouge, Louisiana, this 28th day of  
19 February, 2018.

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22

SHELLEY G. PAROLA, CCR, RPR

CERTIFICATE NO. 96001

23

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