



State of Louisiana

Gaming Control Board

M. J. "MIKE" FOSTER, JR.  
GOVERNOR

HILLARY J. CRAIN  
CHAIRMAN

IN RE: LOUISIANA CASINO CRUISES  
D/B/A CASINO ROUGE  
CASE NO. CGD020200

ORDER

This matter was considered by the Louisiana Gaming Control Board at its meeting of November 19, 2002. The Hearing Officer's order dated November 13, 2002, based on the "Joint Motion for Entry of Stipulations and Approval of Proposed Settlement" in the matter of "Notice of Violation and Penalty," Case No. CGD020200, by and between Louisiana Casino Cruises d/b/a Casino Rouge, and the Department of Public Safety and Corrections, Office of State Police, Casino Gaming Division, which is attached hereto and incorporated herein, is **APPROVED**.

THUS DONE AND SIGNED on this the 20<sup>th</sup> day of November, 2002.

LOUISIANA GAMING CONTROL BOARD

BY:   
HILLARY J. CRAIN, CHAIRMAN

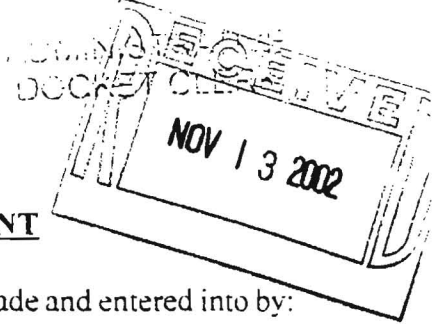
LOUISIANA GAMING CONTROL BOARD  
I HEREBY CERTIFY THAT A CERTIFIED  
COPY HAS BEEN MAILED OR SERVED ON  
ALL PARTIES THIS 21<sup>st</sup> DAY  
OF November, 2002

APPEAL DOCKET CLERK  


STATE OF LOUISIANA  
GAMING CONTROL BOARD

IN RE: LOUISIANA CASINO CRUISES  
D/B/A CASINO ROUGE  
VIOLATION CGD: 020200

NOV 13 2002



STIPULATION AND SETTLEMENT AGREEMENT

This Stipulation and Settlement Agreement (the "**Agreement**") is made and entered into by:

- (i) the Department of Public Safety and Corrections, Office of State Police, Casino Gaming Division (the "**Division**") acting herein for and on behalf of themselves and for the Louisiana Gaming Control Board (the "**State**"); and
- (ii) Louisiana Casino Cruises, Inc., d/b/a Casino Rouge acting herein on its own behalf and on behalf of Penn National Gaming, Inc., its parent and all of the subsidiaries of Penn National Gaming, Inc. ("**Casino Rouge**").

**Stipulations:**

**Whereas**, a Notice of Violation and Penalty was issued by the Division to Casino Rouge on August 27, 2002 alleging that Casino Rouge violated several casino gaming regulations relating to cage, land vault and credit procedures during the time frame beginning May 8, 2001 and ending December 14, 2001;

**And Whereas**, Casino Rouge desires to settle and agree to certain of the allegations contained in the Notice of Violation.

And now, therefore, in consideration of the foregoing Stipulations, the Division and Casino Rouge hereby propose and agree to the following Settlement:

- 1. Casino Rouge admits to the following violations and agrees to pay the fines set opposite each violation, as follows:
  - 1. Two (2) Violations of LAC 42:XIII.4313(A) for a total fine of \$10,000.00;
  - 2. One (1) Violation of LAC 42:XIII 2715(A)(12)(b) for a total fine of \$10,000.00;

3. One (1) Violation of LAC 42:XIII 2715(A)(1) for a total fine of \$2,500.00;
4. One (1) Violation of LAC 42:XIII 2729(B) for a total fine of \$5,000.00;
5. Three (3) Violations of LAC 42:XIII 2729(C) for a total fine of \$15,000.00;
6. One (1) Violation of LAC 42:XIII 2729(D) for a total fine of \$5,000.00;
7. One (1) Violation of LAC 42:XIII 2715(A)(7) for a total fine of \$2,500.00;

2. Subject to the approval of the Hearing Officer of the Louisiana Gaming Control Board, in consideration of the foregoing Stipulations and Settlement proposal, the Division agrees to accept a payment from Casino Rouge of \$50,000 in full and final settlement of all claims related to or arising from the alleged violations and the matters that are the subject of the Notice of Violation CGD: 020200. The Division, however, reserves its right to take this violation into consideration during the prospective period for purposes of assessing future violations of the same regulations referred to in Paragraph one above.

3. It is expressly understood that this proposed Agreement, if approved by the Hearing Officer is expressly conditioned upon approval by the Louisiana Gaming Control Board, but will become a binding agreement among the parties upon such approval. The parties hereby consent to this procedure.

4. If approved by the Hearing Officer and the Louisiana Gaming Control Board, the parties hereto waive their rights to appeal this Stipulation and Settlement Agreement.

5. This Agreement is governed by the laws of the State of Louisiana.

RESPECTFULLY SUBMITTED.

LOUISIANA DEPARTMENT OF PUBLIC  
SAFETY AND CORRECTIONS, OFFICE  
OF STATE POLICE, CASINO GAMING  
DIVISION, ACTING FOR THEMSELVES  
AND ON BEHALF OF THE STATE OF  
LOUISIANA

RICHARD P. IEYOUB  
ATTORNEY GENERAL

Date: 11/13/2002

By: Michael J. Daniels  
MICHAEL J. DANIELS, ESQ.  
ASSISTANT ATTORNEY  
GENERAL, GAMING DIVISION  
339 FLORIDA STREET, SUITE 500  
BATON ROUGE, LA 70801  
(225) 342-2465 - PHONE  
(225) 342-4244 - FACSIMILE

LOUISIANA CASINO CRUISES, INC.

Date: 11/13/02

By: Jeffrey M. Barbin  
JEFFREY M. BARBIN (NO. 25566)  
PHELPS DUNBAR, LLP  
445 North Boulevard, Suite 701  
Post Office Box 4412  
Baton Rouge, LA 70821-4412  
(225) 346-0285 - PHONE  
(225) 381-9197 - FACSIMILE

STATE OF LOUISIANA  
GAMING CONTROL BOARD

IN RE: LOUISIANA CASINO CRUISES, INC.  
VIOLATION NO. CGD:020200

JUDGMENT ON STIPULATION

Considering the foregoing motion and stipulations,

IT IS HEREBY ORDERED, that the foregoing Stipulation and Settlement Agreement be accepted and approved and that the stipulations of the licensee to the violations listed on the attached Stipulation and Settlement Agreement is accepted and the fine in the aggregate total amount of \$50,000.00, as a penalty for these violations are imposed upon Louisiana Casino Cruises, Inc., which sum is payable within fifteen days of approval from the Louisiana Gaming Control Board.

DATED AND SIGNED at Baton Rouge, Louisiana, this 13<sup>th</sup> day of November, 2002.



\_\_\_\_\_  
Judge William Brown

LOUISIANA GAMING CONTROL BOARD  
I HEREBY CERTIFY THAT A CERTIFIED  
COPY HAS BEEN MAILED OR SERVED ON  
ALL PARTIES THIS 13<sup>th</sup> DAY  
OF November 2002  
Colleen Daniel  
DOCKET CLERK, ADMINISTRATIVE HEARING OFFICE

cc: Jeffrey Barbin, Esq.  
Mike Daniels, Esq.  
Lt. George Dean

A TRUE COPY ATTEST  
LOUISIANA GAMING CONTROL BOARD  
HEARING OFFICE  
BATON ROUGE, LA 11/13/02  
Colleen Daniel  
BY: CLERK