

BOBBY JINDAL GOVERNOR

State of Louisiana Gaming Control Board

DANE K. MORGAN CHAIRMAN

IN RE: 635 BOURBON STREET, LLC D/B/A CHROMATIC NO. 3601115951

ORDER

This matter was considered by the Louisiana Gaming Control Board at its meeting of June 16, 2011. The Hearing Officer's order dated May 23, 2011, based on the "Joint Motion for Approval of Compromise and Settlement Agreement" in the matter of the "Notice of Recommendation of Administrative Action," No. 3601115951, by and between 635 Bourbon Street, LLC d/b/a Chromatic, 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 16th day of June, 2011.

BY:

DANE K. MORGAN, CHAIRMAN

LOUISIANA GAMING CONTROL BOARD

DKM/gac

LGCB-0704-11

RECEIVED

By Geralyn Coleman at 11:42 am, May 23, 2011

STATE OF LOUISIANA

RECEIVED

LOUISIANA GAMING CONTROL BOARD

MAY 1 2 2011

ADMINISTRATIVE HEARING OFFICE

LGCB Administrative Hearing Office

IN RE: 635 BOURBON STREET, LLC D/B/A CHROMATIC LICENSE NO. 3601115951

JOINT MOTION FOR APPROVAL OF COMPROMISE AND SETTLEMENT AGREEMENT

TO THE HONORABLE ADMINISTRATIVE HEARING OFFICER:

NOW COMES the State of Louisiana, Department of Public Safety and Corrections, Office of State Police (hereinafter the "Division") and 635 Bourbon Street, LLC d/b/a Chromatic, License No. 3601115951 (hereinafter "Licensee"), 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:

l.

The Division and Licensee 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 is attached hereto as Exhibit "A" and incorporated by reference for all purposes.

Louisiana Gaming Control Board

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

Respectfully submitted,

635 BOURBON STREET, LLC D/B/A CHROMATIC

Bv:

CHERIE BOOS

635 Bourbon Street

New Orleans, Louisiana 70130

JAMES D. "BUDDY" CALDWELL, ATTORNEY GENERAL

Bv:

KATIE D. CHABERT, Bar Roll #30465

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: 635 BOURBON STREET, LLC D/B/A CHROMATIC LICENSE NO. 3601115951

COMPROMISE AND SETTLEMENT AGREEMENT

The State of Louisiana, Department of Public Safety and Corrections, Office of State Police (hereinafter the "Division") and 635 Bourbon Street, LLC d/b/a Chromatic, License No. 3601115951 (hereinafter "Licensee") do hereby represent and agree as follows:

WHEREAS, the Louisiana Gaming Control Board has issued a Notice of Recommendation of Administrative Action, alleging 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 May 23, 2011, before the Louisiana Gaming Control Board Administrative Hearing Office; and

WHEREAS, the Division and Licensee are desirous of fully and finally compromising and settling all issues and disputes arising out of and 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

- The Division provided notification to the Licensee that attendance was mandatory
 at a compulsive gambling training session. The Licensee received notification of the dates of
 scheduled training sessions.
- 2. Failure to attend the required class gave rise to the Notice of Recommendation of Administrative Action, issued by the Louisiana Gaming Control Board on March 21, 2011.
- 3. The Licensee acknowledges that it is in violation of gaming law in that it has failed to attend the required compulsive gambling training session.

TERMS AND CONDITIONS

- 1. Within fifteen (15) days of the approval of this settlement by the Louisiana Garning Control Board, the Licensee shall pay a civil penalty of Five Hundred and No/100 (\$500.00) Dollars for the violation of LAC 42:III.118(D) and (G), LAC 42:XI.2405(A)(11), LAC 42:XI.2405(A)(13), LAC 42:XI.2405(B)(7), and LAC 42:XI.2421(A)(I).
- 2. The Division hereby agrees to accept a Five Hundred and No/100 (\$500.00) Dollar penalty for the Licensee's violation of LAC 42:XII.118(D) and (G), LAC 42:XI.2405(A)(11), LAC 42:XI.2405(A)(13), LAC 42:XI.2405(B)(7), and LAC 42:XI.2421(A)(1).
- 3. The Licensee understands that continued failure to attend a required compulsive gambling training session shall result in the Division's recommendation of administrative action.
- 4. The terms of this Compromise and Settlement Agreement shall be interpreted under the laws of the State of Louisiana.
- 5. The Licensee understands that it is and shall be the Licensee's responsibility to contact the Division for the dates and times of future compulsive gambling training sessions and that the Division shall not be required to provide the Licensee with notice of future compulsive

gambling training sessions. The Licensee also understands that the Division may reschedule any compulsive gambling training sessions at anytime and it shall be the Licensee's responsibility to contact the Division in regard to possible rescheduling.

- 6. The Division reserves the right to take into consideration these admitted stipulations and violations in connection with any future investigation, violation or assessment of penalty, and in connection with any future determination of the suitability of the Licensee.
- 7. This Compromise and Settlement Agreement constitutes the entire agreement between the Division and the Licensee pertaining to the subject matter contained herein and supersedes all prior and contemporaneous agreements, representations and understandings of the parties.
- 8. 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.
- 9. If approved by the Louisiana Gaming Control Board, Licensee must make full payment of the civil penalty of Five Hundred and No/100 (\$500.00) Dollars within fifteen (15) calendar days of such approval. Any failure to meet this requirement will result in immediate suspension of the gaming license without the necessity of any further administrative action until such time as the penalty is paid in full.
- 10. 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 and agree to all stipulations and terms and conditions hereof.

Cherie Boos, on behalf of

635 Bourbon Street, LLC d/b/a

Chromatic

Katie D. Chabert, 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: 635 BOURBON STREET, LLC D/B/A CHROMATIC

LICENSE NO. 3601115951

ORDER

BE IT REMEMBERED that on the 3 day of ______, 2011, 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,

ORDER, 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 day of ______, 2011, in Baton Rouge Louisiana.

DUISCANA RANDOS CONTROL BOARD I GLACOV SCHIEY THAT A CERTIFIED

P" AAS BEEN MARSELOR SERVED ON

HERK ADMINISTRATION HEADING OFFICE

CC Cheria 8000 Kate Chalond HEARING OFFICER

A TRUE COPY ATTEST
LOUISIANA GAMING CONTROL BOARD

HEARING OFFIC BATON ROUGE, LA

BY: CLERK