

KATHLEEN BABINEAUX BLANCO GOVERNOR State of Louisiana
Gaming Control Board

H. CHARLES GAUDIN CHAIRMAN

IN RE: GEMACO, INC. NO. P066500036

ORDER

This matter was considered by the Louisiana Gaming Control Board at its meeting of October 17, 2006. The Hearing Officer's order dated September 18, 2006, based on the "Joint Motion for Approval of Compromise and Settlement Agreement" in the matter of the "Notice of Recommendation of Suspension and Penalty," No. P066500036, by and between Gemaco, Inc., 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 _____ day of October, 2006.

LOUISIANA GAMING CONTROL BOARD

BY:

H. CHARLES GAUDIN, CHAIRMAN

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SEP 1 8 2006

STATE OF LOUISIANA LOUISIANA GAMING CONTROL BOARD ADMINISTRATIVE HEARING OFFICE

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IN RE: GEMACO, INC.

P066500036

JOINT MOTION FOR APPROVAL OF COMPROMISE AND SETTLEMENT AGREEMENT

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TO THE HONORABLE ADMINISTRATIVE HEARING OFFICER:

COME NOW State of Louisiana, Department of Public Safety and Corrections, Office of State Police ("Division") and Gemaco, Inc., P066500036, 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 Gemaco, Inc. 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.

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

By:

Respectfully Submitted,

CHARLES C. FOTI, JR. ATTORNEY GENERAL

Tom Baranowski, Exec. V. P.

Gemaco, Inc. P.O. Box 790

Blue Springs, MO 64015 Telephone: (816) 220-1300 Facsimile: (816) 220-1884 John F. McDonald, III, #09288

Assistant Attorney General D. Your & Bonner

365 Canal St., Ste. 2730 New Orleans, Louisiana 70130 Telephone: (504) 568-6024 Facsimile: (504) 599-1163

Counsel for the Office of State Police

STATE OF LOUISIANA LOUISIANA GAMING CONTROL BOARD ADMINISTRATIVE HEARING OFFICE

IN RE: GEMACO, INC.

P066500036

ORDER

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 /8 day of ______, 2006, in Baton Rouge

Louisiana.

LOUISIAMA GAMING CONTROL BOARD

I HEREBY CERTIFY THAT A CERTIFIED

OPY HAS BEEN MAILED OR SERVED ON

THE THE SEEN MAILED OF SERVED ON

CC: Tom Baranowski

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HEARING OFFICER

A TRUE COPY ATTEST
LOUISIANA GAMING CONTROL BOAR

BY: CLER

STATE OF LOUISIANA LOUISIANA GAMING CONTROL BOARD ADMINISTRATIVE HEARING OFFICE

IN RE: GEMACO, INC.

P066500036

COMPROMISE AND SETTLEMENT AGREEMENT

The State of Louisiana, Department of Public Safety and Corrections, Office of State Police (hereinafter "the Division") and Gemaco, Inc., P066500036, do hereby represent and agree

as follows:

WHEREAS, the Louisiana Gaming Control Board has issued a Notice of

Recommendation of Suspension and Penalty to Gemaco, Inc., which notice alleges certain

violations of the Louisiana Gaming Control Law; and

WHEREAS, the issues raised by the said Notice of Recommendation of Suspension and

Penalty are set for hearing on September 18, 2006, 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

Suspension and Penalty;

NOW, THEREFORE, in consideration of the foregoing, the parties hereto do hereby

agree and stipulate as follows:

STIPULATIONS

1. Pursuant to La. R.S. 27:29 and La. R.S. 27:29.1(E), Gemaco, Inc. is required to

submit an Annual fee and Annual affidavit by May 11 of each year, which

represents its permit anniversary date.

2. Gemaco, Inc. did not timely submit the required annual forms and fees in

2006.

 On July 25, 2006, the Louisiana Gaming Control Board issued a Notice of Recommendation of Suspension and Penalty to Gemaco, Inc., P066500036, alleging certain violations of the Louisiana Gaming Control Law.

TERMS AND CONDITIONS

- 1. The Division reserves the right to take into consideration this violation in connection with any future violations.
- 2.A subsequent failure to timely submit the Annual Affidavit and Annual Fee, will result, at a minimum, in an enhanced civil penalty.
- 3. Any and all information discovered throughout the course of this or any other investigation may be used in any future determination of the suitability of Gemaco, Inc.
- 4.Gemaco, Inc. agrees to pay a civil penalty of Five Hundred Dollars (\$500.00) and a delinquency fee of One Thousand Eight Hundred Seventy-Five Dollars (\$1,875.00) for a total of Two Thousand Three Hundred Seventy-Five Dollars (\$2,375.00).
- 5. This Compromise and Settlement Agreement constitutes the entire agreement between the Division and Gemaco, Inc. pertaining to the subject matter contained herein and supersedes all prior and contemporaneous agreements, representations and understandings of the parties.
- 6.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.

7. If approved, Gemaco, Inc. 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. Failure to do so shall result in the immediate suspension of the license without the necessity of any further administrative action until such time as the penalty is paid in full. 8. The terms of this Compromise and Settlement Agreement shall be interpreted under the laws of the State of Louisiana.

stipulations and terms and conditions hereof.
Tom Usan
Tom Baranowski, Executive Vice President/General Manger
Gemaco, Inc., P066500036
Sworn to and subscribed before me, the undersigned notary, in the County of this
21st day of August A.D. 20067
Fernie D. Phill
Notary Signature
Pennie D. Phillips 816-220-1300
Notary Name and Number
Notary Commission expires $6/13/09$
PENNIE D. PHILLIPS Notary Public – Notary Seal State of Missouri – Jackson County My Commission Expires June 13, 2009

D. Young Bonnee

hd ITT, AAG on behalf of

Department of Public Safety & Corrections

Office of State Police