



*State of Louisiana*  
Gaming Control Board

KATHLEEN BABINEAUX BLANCO  
GOVERNOR

H. CHARLES GAUDIN  
CHAIRMAN

**IN RE: ST. CHARLES GAMING COMPANY, INC.  
D/B/A ISLE OF CAPRI- LAKE CHARLES  
NO. CGD050400**

**ORDER**

This matter was considered by the Louisiana Gaming Control Board at its meeting of November 21, 2006. The Hearing Officer's order dated November 8, 2006, based on the "Joint Motion for Approval of Compromise and Settlement Agreement" in the matter of the "Notice of Violation, Written Warning and Penalty," Violation No. CGD050400, by and between St. Charles Gaming Company, Inc. d/b/a Isle of Capri – Lake Charles, License No. R011700174, 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<sup>st</sup> day of November, 2006.

**LOUISIANA GAMING CONTROL BOARD**

BY:

H. Charles Gaudin  
H. CHARLES GAUDIN, CHAIRMAN

LOUISIANA GAMING CONTROL BOARD  
I HEREBY CERTIFY THAT A CERTIFIED  
COPY HAS BEEN MAILED OR SERVED ON  
ALL PARTIES THIS 22<sup>nd</sup> DAY  
OF November, 2006  
APPEAL DOCKET CLERK  
[Signature]

RECEIVED

NOV - 9

NOV 03 2006

STATE OF LOUISIANA  
LOUISIANA GAMING CONTROL BOARD  
ADMINISTRATIVE HEARING OFFICE

ADMINISTRATIVE HEARING OFFICE

IN RE: ST. CHARLES GAMING COMPANY, INC.  
d/b/a ISLE OF CAPRI – LAKE CHARLES

NO. CGD050400

**COMPROMISE AND SETTLEMENT AGREEMENT**

The State of Louisiana, Department of Public Safety and Corrections, Office of State Police (hereinafter “the Division”) and St. Charles Gaming Company, Inc. d/b/a Isle of Capri – Lake Charles hereinafter “IOC”), do hereby represent and agree as follows:

**WHEREAS**, on May 1, 2006, the Division issued a Notice of Violation and Penalty and Written Warning (“the Notice”) designated as CGD050400 to IOC alleging certain violations of Louisiana gaming regulations, all as more fully set forth in the Notice, and arising out of an inspection of the IOC Table Drop and Count processes, conducted by the Division on July 11, 2005; and

**WHEREAS**, the issues raised by said Notice of Violation and Penalty and Written Warning are set for hearing on November 8, 2006, before the Louisiana Gaming Control Board Administrative Hearing Office; and

**WHEREAS**, the Division and IOC are desirous of fully and finally compromising and settling all issues and disputes arising out of and in connection with the said Notice;

**NOW, THEREFORE**, in consideration of the foregoing, the parties hereto do hereby agree and stipulate as follows:



## **STIPULATIONS**

1. IOC does admit that it violated LAC 42:XIII.2715(A)(1), LAC 42:XIII.2715(A)(3), LAC 42:XIII.2715(A)(7), and LAC 42:XIII.2715(A)(8)(c) when its security personnel accessed table drop keys without following the dual key system procedures and its auditors failed to timely review key transaction reports.

## **TERMS AND CONDITIONS**

1. Within fifteen (15) days of the approval of this settlement by the Louisiana Gaming Control Board, IOC shall pay a civil penalty of EIGHTY FIVE THOUSAND DOLLARS (\$85,000.00).

2. The Division hereby agrees to accept the payment of the above stated penalty in full and final settlement of all violations alleged in the Notice of Violation and Penalty and Written Warning, CGD050400.

3. The Division reserves the right to take into consideration these admitted violations in connection with any future investigation, violation, assessment of penalty or the ongoing suitability of IOC.

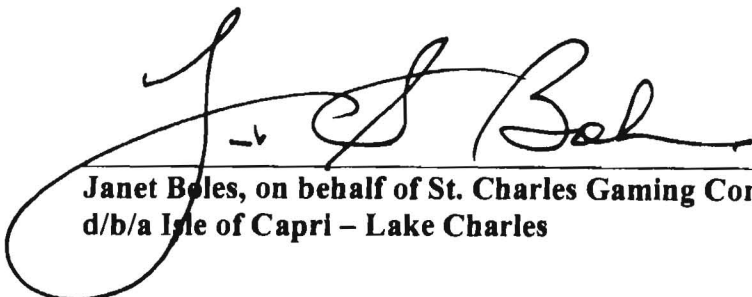
4. The terms of this Compromise and Settlement Agreement shall be interpreted under the laws of the State of Louisiana.

5. This Compromise and Settlement Agreement constitutes the entire agreement between the Division and IOC 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, however, payment of the above penalty must be submitted to the Division within (15) fifteen days of approval of this settlement by the Board. The failure to submit the civil penalty within fifteen (15) days of approval by the Board shall result in the immediate suspension of the license until such time as the penalty is paid in full.

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



---

**Janet Boles, on behalf of St. Charles Gaming Company, Inc.  
d/b/a Isle of Capri - Lake Charles**



---

**O. Young Bonner, 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: ST. CHARLES GAMING COMPANY, INC.  
d/b/a ISLE OF CAPRI – LAKE CHARLES                      NO. CGD050400**

**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, Casino Gaming Division (“the Division”) and St. Charles Gaming Company, Inc. d/b/a Isle of Capri – Lake Charles, (“IOC”), 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 IOC 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.

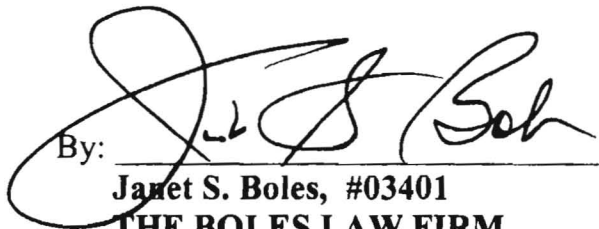
2.

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.

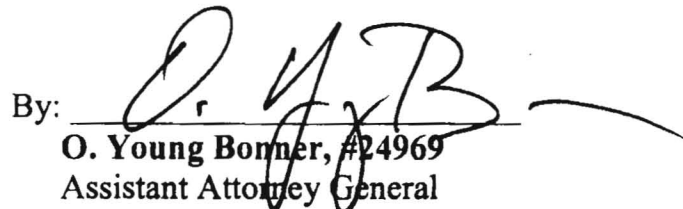
**WHEREFORE, PREMISES CONSIDERED,** the Division and the Licensee respectfully request that this Honorable Administrative Hearing Officer approve the parties' Compromise and Settlement Agreement.

Respectfully Submitted,

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

By:   
Janet S. Boles, #03401

**THE BOLES LAW FIRM**  
7914 Wrenwood Blvd.; Suite A  
Baton Rouge, Louisiana 70809  
Telephone: (225) 924-2686  
Facsimile: 225926-5425

By:   
O. Young Bonner, #24969

Assistant Attorney General  
One Canal Place  
365 Canal Street, Suite 2730  
New Orleans, Louisiana 70130  
Telephone: (504) 599-1149  
Facsimile: (504) 599-1163

STATE OF LOUISIANA  
LOUISIANA GAMING CONTROL BOARD  
ADMINISTRATIVE HEARING OFFICE

IN RE: ST. CHARLES GAMING COMPANY, INC.  
d/b/a ISLE OF CAPRI – LAKE CHARLES

NO. CGD050400

ORDER

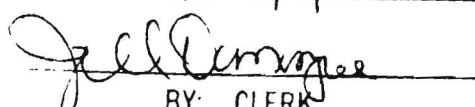
**BE IT REMEMBERED** that on this 8<sup>th</sup> day of November, 2006, came on for consideration the Joint Motion for Approval of Compromise and Settlement Agreement, and the parties having appeared by and through their respective attorneys of record, and the Hearing Officer having considered the pleadings 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 8<sup>th</sup> day of November, 2006, in Baton Rouge,  
Louisiana.

LOUISIANA GAMING CONTROL BOARD  
I HEREBY CERTIFY THAT A CERTIFIED  
COPY HAS BEEN MAILED OR SERVED ON  
PARTIES PLUS \_\_\_\_\_ DAY  
November 18, 2006  
Jill Comroy  
CLERK, ADMINISTRATIVE HEARING OFFICE  
(cc) Janet Boles  
Young Bonnet  
Sgt Ireland Falcon

  
WILLIAM H. BROWN  
HEARING OFFICER

A TRUE COPY ATTEST  
LOUISIANA GAMING CONTROL BOARD  
HEARING OFFICE  
BATON ROUGE, LA 11/8/06  
  
BY: CLERK