

State of Louisiana
KATHLEEN BABINEAUX BLANCO
Gaming Control Board

GOVERNOR

H. CHARLES GAUDIN CHAIRMAN

IN RE: HARRAH'S STAR PARTNERSHIP D/B/A HARRAH'S STAR NO. CGD050479

ORDER

This matter was considered by the Louisiana Gaming Control Board at its meeting of May 16, 2006. The Hearing Officer's order dated April 19, 2006, based on the "Joint Motion for Approval of Compromise and Settlement Agreement" in the matter of the "Notice of Violation and Penalty and Written Warning," Violation No. CGD050479, by and between Harrah's Star Partnership d/b/a Harrah's Star, License No. R011000801, 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 16 day of May, 2006.

LOUISIANA GAMING CONTROL BOARD

BY:

H. CHARLES GAUDIN, CHAIRMAN

LOUISIANA GAMING CONTROL BOARD
I HEREBY CERTIFY THAT A CERTIFIED
COPY HAS BEEN MAILED OR SERVED ON
ALL PARTIES THIS
OF
APPEAL DOCKET CLERK

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STATE OF LOUISIANA LOUISIANA GAMING CONTROL BOARD ADMINISTRATIVE HEARING OFFICE

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ADMINISTRATIVE HEARING OFFICE

IN RE: HARRAH'S STAR PARTNERSHIP d/b/n/ HARRAH'S STAR CGD050479

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 ("the Division") and Harrah's Star Partnership d/b/a Harrah's Star

(hereinafter "Harrah's"), 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 Harrah's 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 Harrah's respectfully request that this Honorable Administrative Hearing Officer approve the parties' Compromise and Settlement Agreement.

Respectfully Submitted,

Av:

P. Kevin Colomb, General Counsel

Bar # 01778

Harrah's Louisiana Properties 365 Canal Street, Suite 900 New Orleans, LA 70130

Telephone: (504) 533-6036 Facsimile: 504) 533-6107

Representative for Harrah's Star

CHARLES C. FOTI, JR. ATTORNEY GENERAL

3y: [M

Christopher B. Hebert, #29044

Assistant Attorney General

1885 North Third Street, 5thFloor Baton Rouge, Louisiana 70802

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Counsel for Office of State Police

STATE OF LOUISIANA LOUISIANA GAMING CONTROL BOARD ADMINISTRATIVE HEARING OFFICE

IN RE: HARRAH'S STAR PARTNERSHIP d/b/a/ HARRAH'S STAR CGD050479

COMPROMISE AND SETTLEMENT AGREEMENT

The State of Louisiana, Department of Public Safety and Corrections, Office of State Police (hereinafter "the Division") and Harrah's Star Partnership d/b/a Harrah's Star (hereinafter "Harrah's") do hereby represent and agree as follows:

WHEREAS, the Division has issued a Notice of Violation and Penalty and Written
Warning to Harrah's alleging certain violations of Louisiana Gaming Control Law; and

WHEREAS, the issues raised by the said Notice of Violation and Penalty and Written Warning are set for hearing on April 19, 2006, before the Louisiana Gaming Control Board Administrative Hearing Office; and

WHEREAS, the Division and Harrah's are desirous of fully and finally compromising and settling all issues and disputes arising out of and in connection with the said Notice of Violation and Penalty and Written Warning:

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

STIPULATIONS

1. In early 2005, the Office of State Police held a meeting, which a representative of Harrah's Star attended, regarding poker tournaments. During this meeting, the Office of State Police explained that drawings are allowed in tournaments under two conditions: 1) If the

tournament does not contain an entry fee, a drawing may be held in conjunction with the tournament for tournament participants only; and 2) If the tournament does contain an entry fee, a drawing may only be held if the drawing is open to every patron in the establishment, with entry ballots placed conspicuously and easily accessible to anyone wishing to enter the drawing.

- 2. In August 2005 the Office of State Police received information that Harrah's Star was holding drawings after every World Series of Poker Tournament. The drawings were exclusively limited to the World Series of Poker Tournament players.
- 3. The tournament rules approved by the Office of State Police for the World Series of Poker Tournaments did not authorize drawings because the drawings required an entry fee in the form of the fee paid to participate in the World Series of Poker Tournaments. Harrah's Star confirmed that it held unauthorized drawings from September 1, 2004, through August 5, 2005.
- 4. On February 7, 2006, the Division issued a Notice of Violation and Penalty and Written Warning to Harrah's alleging certain violations of Louisiana Gaming Control Law.
 - 5. Harrah's does admit it violated LAC 42:XIII.2715(A) and LAC 42:XIII.2953(E).

TERMS AND CONDITIONS

- 1. Harrah's will pay a civil penalty of SEVEN THOUSAND FIVE HUNDRED DOLLARS (\$7,500.00).
- 2. The Division hereby agrees to accept Harrah's payment of the above stated penalty in full and final settlement of the violations admitted to in CGD 050479.
- 3. The Division reserves the right to take into consideration these admitted violations in connection with any future investigation, violation or assessment of penalty.
- 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 Harrah's pertaining to the subject matter contained herein and

supersedes all prior and contemporaneous agreements, representations and understandings of the parties.

This Compromise and Settlement Agreement is subject to approval by the 6. 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.

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

P. Kevin Colomb, General Counsel on behalf of

Harrah's Star

Christopher B. Hebert, 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: HARRAH'S STAR PARTNERSHIP d/b/w/ HARRAH'S STAR CGD050479

ORDER

BE IT REMEMBERED that on this the _____ day of April, 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 49 day of April, 2006, in Baton Rouge, Louisians.

LOUISIANA GAMING CONTROL BOARD
I HEREBY CERTIFY THAT A CERTIFIED
COPY HAS BEEN MAILED OR SERVED ON

N'ESTINS 10-DIA

CLERK, ADMINISTRATIVE REARING OFFICE

Christophy Helpert

WILLIAM H. BROWN HEARING OFFICER

A TRUE COPY ATTEST
LOUISIANA GAMING CONTROL BOARD
HEARING OFFICE

MATON ROUGE, LA .

BY: CLERK