

APPROVED

1/18/00

LOUISIANA GAMING CONTROL BOARD

Minutes of Special Meeting - December 1, 1999

The Louisiana Gaming Control Board conducted a special meeting on Wed., December 1, 1999, in House Committee Room 5 of the Louisiana State Capitol, at 10:00 a.m. Present were board members Hillary J. Crain; Chairman, Robert M. Fleming, Vice-Chairman, James Boyer, Sherian Cadoria, Dudley Lastrapes, Marcia Morgan, Rupert Richardson, and ex-officio member, Col. W.R. "Rut" Whittington. Absent were board members Ralph Perlman, Ecotry Fuller and ex-officio member, Sec. Brett Crawford.

The meeting was called to order. The Chairman requested amending the agenda to allow Mr. Cheney Joseph, Executive Counsel to Governor Foster, the opportunity to address board members concerning the 15th riverboat license.

It was moved by Mr. Lastrapes to amend the agenda to allow Mr. Joseph the opportunity to address the Board. That motion was seconded by Ms. Morgan. The board voted 4 to 3 to amend the agenda. Voting for the motion were: Chairman Crain, Vice-Chairman Fleming, Ms. Lastrapes and Ms. Morgan. Voting against the motion were: Mr. Boyer, General Cadoria and Ms. Richardson. Although the motion passed 4 to 3, it was not a two-thirds majority, therefore, the agenda could not be amended.

Mr. Joseph requested that the item be placed on the agenda for December and Chairman Crain stated it would be on the December agenda.

The Chairman called upon Mr. Raymond Lamonica, Special Assistant Attorney General, and Mr. Jay Quinlan, Asst. Attorney General, who represented the state of Louisiana in the matter of Showboat Star Partnership. They submitted for Board approval a stipulation that would provide the basis for a settlement of the license renewal issues of the Showboat Star Partnership.

Mr. Lamonica addressed the issues that were before the Board. He stated that the report did not allege that the license was obtained by fraud or illegal means, but there were violations of gaming laws of this state that could require sanctions.

Following his presentation, various representatives from Showboat Star Partnership, Leon Gary, Kelly Duncan, John Groom, Larry Cohen, Frank Catania and Kathy Walker, also addressed the Board.

The Chairman called upon Ms. Susan Demouy, head of the Auditing Division at State Police. Ms. Demouy stated that the procedure used to determine the dollar amount of the stipulation, 10.2 million dollars, was the proper procedure to determine net profits.

It was moved by Mr. Boyer to approve the stipulation. That motion was seconded by Ms.

Richardson and approved by a six to one vote. Voting for the motion were board members: Chairman Crain, Mr. Boyer, Gen. Cadoria, Ms. Morgan, Mr. Lastrapes and Ms. Richardson. Voting against the motion was Vice-Chairman Fleming.

There being no further comments, it was moved by Mr. Boyer to adjourn. That motion was seconded by Gen. Cadoria and unanimously approved by the Board.

The meeting was adjourned.