

LOUISIANA GAMING CONTROL BOARD

Minutes of March 18, 2008

The Louisiana Gaming Control Board conducted a meeting on Tuesday, March 18, 2008, 10:00 a.m., in the Livingston Building. Present at the meeting were: H. Charles Gaudin, Chairman, Marcia Morgan, William Lastrapes, Major Claude Mercer, Rose Bromell, and Ray Todd. Absent were board member, Velma Rogers, and ex-officio members, Col. Mike Edmonson and Sec. Cynthia Bridges.

The meeting was called to order. The Chairman introduced Mr. Young Bonner, Director of the Attorney General's Gaming Division. Mr. Bonner stated he was glad to be back in Louisiana and looked forward to working with the Board, his former colleagues at the Attorney General's Office and his friends at State Police.

It was moved by Mr. Lastrapes to waive the reading and approve the minutes of the February meeting. That motion was seconded by Ms. Morgan and unanimously approved by the Board.

Ms. Donna Jackson, State Police Gaming Audit Division, presented the revenue reports for the riverboats, landbased casino and slots at the track. Ms. Donna Stevens, also with the Gaming Audit Division, presented the statistics for video poker.

Ms. Adrian Wilson, Asst. Attorney General, presented the quarterly Compliance Reports and the Management Summary.

The Board acted on a Petition seeking approval of a Transfer of Partnership Interest in Eldorado Casino Shreveport Joint Venture. Mr. Leonce Gautreaux, Deputy Director of the Attorney General's Gaming Division, and Mr. Collin Gros, Auditor with State Police, addressed the Board concerning this matter. The transfer would increase the ownership interest between the two partners, Eldorado Shreveport One and Eldorado Shreveport Two.

Following discussion, it was moved by Ms. Morgan to approve the transfer of partnership interest. That motion was seconded by Mr. Lastrapes and unanimously approved by the Board.

The next item dealt with consideration of Letter Agreement between the Gaming Control Board and ABS Consulting, Inc. The letter agreement was a continuation of the resolution adopted by the Board in November, 2007 stating ABS Consulting would be a third-party riverboat inspector in Louisiana for gaming purposes. Mr. Michael Tyler, Asst. Attorney General, and Sgt. Chuck McNeal, Louisiana State Police, addressed the Board on this matter. The letter agreement would require ABS Consulting to draft the standards needed to conduct alternate riverboat inspections in the state of Louisiana.

Following discussion, it was moved by Major Mercer to approve the letter agreement between the Gaming Control Board and ABS Consulting. That motion was seconded by Ms. Bromell and unanimously approved by the Board.

The Board acted on two items dealing with Pinnacle Entertainment, Inc. The first item was a Petition by PNK (Sugarcane Bay) for Modification of License Condition 14 (c) relating to Commencement of Construction, and the second item dealt with Approval of Contracts for Sugarcane Bay. On behalf of Pinnacle Entertainment, Inc. were Mr. Larry Orlansky, counsel, and Mr. Jack Godfrey, Executive Vice-President and General Counsel.

Mr. Leonce Gautreaux, Deputy Director of the Attorney General's Gaming Division, advised board members that the modification was necessary because PNK needed to know the standards and criteria for construction of the vessel that ABS would be providing to the Board prior to constructing the vessel.

Following discussion, it was moved by Mr. Lastrapes to approve the Modification of License Condition 14 (c) and to approve the Contracts. That motion was seconded by Major Mercer and unanimously approved by the Board.

Mr. Cliff Kortman, President of Design and Construction, updated the Board on PNK (Baton Rouge). Mr. Kortman stated PNK had been meeting with the Corps of Engineers relative to the permits and the standards for the building adjacent and over the levee. He also stated the blueprints would be submitted by late July.

The Board acted on the following truckstop applications:

1. SAAY, LLC d/b/a Border Town Travel Plaza – No. 1000515324 – Motion by Mr. Todd to approve the application. That motion was seconded by Ms. Morgan and unanimously approved by the Board.
2. Whispering Pines Plaza & Casino, LLC d/b/a Whispering Pines Casino –No. 4600515433 – Motion by Mr. Lastrapes to approve the application. That motion was seconded by Mr. Todd and unanimously approved by the Board.

Numbers 3 – 20 were held in globo because they dealt with the same owner.

3. Bayou Vista Truck Plaza & Casino, LLC d/b/a Bayou Vista Truck Plaza & Casino – No. 5100511651
4. Jalou Magic, LLC d/b/a Cash Magic Casino – No. 1000513267
5. Jalou Breaux Bridge, LLC d/b/a Cash Magic-Breaux Bridge – No. 5000514139
6. Jalou Eunice, LLC d/b/a Cash Magic-Eunice – No. 4900514311

7. Jalou of Jefferson, LLC d/b/a Cash Magic Westbank Casino – No. 2600514473
8. Cash’s Casino, Inc. d/b/a Cash’s Truck Plaza – No. 6100510648 (40% revenue interest in Cash’s Casino, Inc.)
9. Jace, LLC d/b/a Colonel’s Truck Plaza and Casino – No. 5500511812
10. Fuel Stop “36”, LLC d/b/a Fuel Stop “36” – No. 1000501777
11. Jalou of Larose, LLC d/b/a Larose Truckstop and Casino – No. 2900514756
12. Lucky Magnolia Truck Stop & Casino, LLC d/b/a Lucky Magnolia Truck Stop & Casino – No. 4600511567
13. Houma Plaza & Casino, LLC d/b/a Pelican Palace Casino – No. 5501511337
14. Raceland Truck Plaza & Casino, LLC d/b/a Raceland Truck Plaza & Casino – No. 2900512137
15. Jalou of St. Helena, LLC d/b/a St. Helena Express & Casino – No. 4600514932
16. Jalou Silver Dollar, LLC d/b/a Silver Dollar Truck Stop & Casino – No. 0904515201
17. Jalou of Vinton, LLC d/b/a Texas Pelican Truck Stop – No. 1000514911
18. Jalou of St. Martin, LLC d/b/a Vegas Style Casino – No. 5000513043
19. Jalou Diamond, LLC d/b/a Vegas Style Casino North – No. 5000513263
20. Winner’s Choice Casino, LLC d/b/a Winner’s Choice Casino – No. 1002503597

It was moved by Mr. Todd to approve the transfers of ownership interest in truckstop numbers 3 – 20 stated above. That motion was seconded by Ms. Bromell and unanimously approved by the Board.

Captain Mike Noel, Louisiana State Police, Mr. Young Bonner, Director, Attorney General’s Gaming Division, and Mr. Chris Young, counsel on behalf of Speedway SuperAmerica, L.L.C., updated the Board on Speedway’s application for a truckstop license. Additional information is needed by State Police to process the application. When all the information is received, a recommendation on the application will be submitted to the Board for further action.

The Board acted on Proposed Settlements from Hearing Officers' Decisions in the following:

The following three cases were handled in globo because they dealt with the same issue.

1. **In Re: Gio's Restaurant, Inc. d/b/a Gio's Restaurant – No. 2600206766A**
2. **In Re: Joed Ltd d/b/a Be Bop Bar & Grill – No. 2605112066**
3. **In Re: Captain Sal's Seafood and Chicken Box d/b/a Captain Sal's Seafood & Chicken – No. 3601213095**

Motion by Major Mercer to approve the \$250.00 penalty for failure to remain eligible for tax clearances. That motion was seconded by Mr. Todd and unanimously approved by the Board.

4. **In Re: EHM, Ltd. d/b/a Mr. Sam's Deli and Chicken Café – No. 2600212475 –** Motion by Ms. Morgan to approve the \$500.00 penalty for failure to remain eligible for tax clearances. That motion was seconded by Mr. Todd and unanimously approved by the Board.
5. **In Re: Osage Gaming, LLC d/b/a Osage Gaming – No. 4600613597 –** Motion by Mr. Lastrapes to approve the \$1,000.00 penalty for failure to timely provide their annual license form, annual fees and tax clearances. That motion was seconded by Ms. Bromell and unanimously approved by the Board.
6. **In Re: Ronnie W. Harrell – No. P040050545 –** Motion by Mr. Todd to approve the \$1,000.00 penalty for failure to provide required information. That motion was seconded by Mr. Lastrapes but failed by a vote of three to three. Voting for the motion were: Mr. Lastrapes, Mr. Todd and Chairman Gaudin. Voting against the motion were: Ms. Morgan, Major Mercer and Ms. Bromell.
7. **In Re: K & J, Inc. d/b/ J & K Bar -** Motion by Ms. Bromell to approve the \$250.00 penalty for failure to provide required information. That motion was seconded by Mr. Lastrapes and unanimously approved by the Board.
8. **In Re: Ernest Knight – No. P040044417 –** Motion by Mr. Lastrapes to approve the \$250.00 penalty for failure to remain eligible for tax clearances. That motion was seconded by Mr. Todd and unanimously approved by the Board.
9. **In Re: TWTB, Inc. d/b/a Lucy's – No. 3601207734 –** Motion by Ms. Morgan to approve the \$500.00 penalty for failure to timely provide required information and fingerprint cards. That motion was seconded by Major Mercer and unanimously approved by the Board.
10. **In Re: AJ Industries, Inc. – No. P086502750 –** Motion by Major Mercer to approve the \$250.00 penalty for failure to provide tax clearances. That motion was seconded by Ms. Morgan and unanimously approved by the Board.

There being no public comments, it was moved by Mr. Lastrapes to adjourn the meeting. That motion was seconded by Ms. Morgan and unanimously approved by the Board.

The meeting was adjourned.