



1 Commission Regulation 4.040(2) by failing to meet their burden; by failing to prove  
2 themselves to be a persons of good character, honesty and integrity; by failing to prove their  
3 prior activities, criminal record, reputation, and habits do not pose a threat to the public  
4 interest of the State of Nevada or to the effective regulation and control of gaming; by failing to  
5 show they have adequate business probity; by failing to show the proposed financing for the  
6 operation is adequate for the nature of the proposed operation and from a suitable source;  
7 and by failing to state material facts necessary to make stated facts not misleading; AND  
8 SPECIFICALLY HAVING FOUND:

9 That NEWAGE and LAM repeatedly failed to submit necessary information requested  
10 of him by the BOARD during the application process; that NEWAGE and LAM submitted  
11 erroneous gaming revenue projections to the BOARD, the BOARD tried to work with  
12 NEWAGE and LAM to obtain accurate gaming revenue projections, and NEWAGE and LAM  
13 did not submit updated projections prior to the hearing on this matter; that NEWAGE and LAM  
14 failed to submit plans related to chips and tokens, internal controls, surveillance plans, and  
15 table games to the BOARD; that the BOARD came across many issues concerning LAM's  
16 other businesses including but not limited to GAAP issues, document preparation issues,  
17 statements with inaccurate amounts, statements with inaccurately classified amounts, and  
18 erroneous profit and loss statements; that NEWAGE and LAM did not provide the BOARD  
19 with information regarding from where the funds necessary to fund NEWAGE would come  
20 and, thus, the BOARD could not investigate the source of the funds; that law enforcement  
21 reports concerning LAM's 1987 conviction concerning federal currency transaction reporting  
22 requirements indicated an undercover officer made representations to LAM that the money  
23 subject to the requirements was derived from the sale of illegal narcotics and LAM still  
24 proceeded with the currency transaction; that the details in the statement provided by LAM to  
25 the BOARD with regard to the 1987 conviction differed substantially from the law enforcement  
26 reports concerning the conviction; and that NEWAGE and LAM failed to disclose  
27 approximately 65 lawsuits to the BOARD which NEWAGE and LAM were required to disclose;  
28 AND

1 Consequently, good cause appearing:


2 IT IS HEREBY ORDERED, upon unanimous vote, that a recommendation of denial of  
3 the applications of NEWAGE for a nonrestricted gaming license and for licensure as a  
4 manufacturer and distributor and a recommendation of denial of the application of LAM for  
5 licensure as sole manager and member of NEWAGE, be and hereby are issued to the  
6 Nevada Gaming Commission pursuant to NRS 463.1405(3) and 463.210(3), said  
7 recommendations being based upon NRS 463.0129, NRS 463.170, and Nevada Gaming  
8 Commission Regulation 4.040

9 DATED this 22 day of May, 2014.

10 STATE GAMING CONTROL BOARD

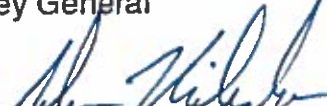
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13 A.G. BURNETT, Chairman

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15 \_\_\_\_\_  
16 SHAWN R. REID, Member

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18 \_\_\_\_\_  
19 TERRY JOHNSON, Member

20 Submitted by:

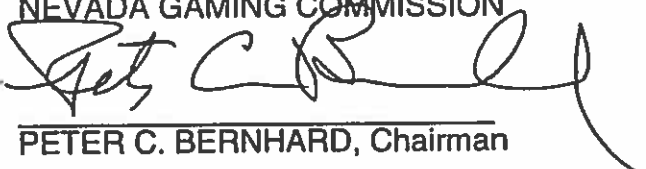
21 CATHERINE CORTEZ MASTO  
22 Attorney General

23 By:   
24 \_\_\_\_\_  
25 JOHN S. MICHELA  
26 Senior Deputy Attorney General

27 **ORDER**

28 IT IS SO ORDERED in Agenda Item # 03-05-14, N13-0700.

DATED this 22 day of May, 2014.

NEVADA GAMING COMMISSION  
  
PETER C. BERNHARD, Chairman