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STATE OF NEVADA

BEFORE THE NEVADA GAMING COMMISSION

NEVADA GAMING CONTROL BOARD.

Complainant,

VS.

TAHOE NUGGET, INC., dba JIM KELLEYS TAHOE NUGGET,

Respondent.

STIPULATION FOR SETTLEMENT AND ORDER

The State of Nevada, on relation of its NEVADA GAMING CONTROL BOARD (BOARD), Complainant herein, filed and served a Complaint, NGC Case No. 23-05, against the above-captioned RESPONDENT alleging certain violations of the Nevada Gaming Control Act and Regulations of the Nevada Gaming Commission.

IT IS HEREBY STIPULATED AND AGREED to by the BOARD and RESPONDENT that the Complaint, NGC Case No. 23-05, filed against RESPONDENT in the above-entitled case shall be settled on the following terms and conditions:

- RESPONDENT admits each and every allegation set forth in the Complaint, NGC Case No. 23-05.
- 2. RESPONDENT fully understands and voluntarily waives the right to a public hearing on the charges and allegations set forth in the Complaint, the right to present and cross-examine witnesses, the right to a written decision on the merits of the Complaint, which must contain findings of fact and a determination of the issues presented, and the right to obtain judicial review of the Nevada Gaming Commission's decision.
- 3. RESPONDENT agrees to pay a fine in the amount of TWO THOUSAND DOLLARS and NO CENTS (\$2,000.00) electronically transferred to the *State of Nevada*, Nevada Gaming Commission within two working days of the date this stipulated

settlement agreement is accepted by the Nevada Gaming Commission. Interest on the fine shall accrue pursuant to NRS 17.130 on any unpaid balance computed from the date payment is due until payment is made in full. In addition, RESPONDENT agrees to have the following condition placed on its gaming license:

- a. Tahoe Nugget, Inc. dba Jim Kelley's Tahoe Nugget shall employ or contract with a compliance officer administratively approved by the Chair of the Nevada Gaming Control Board or the Chair's designee. Such compliance officer shall have prior experience with Nevada gaming compliance. Unless the Chair of the Gaming Control Board or the Chair's designee approves otherwise, such gaming compliance officer shall make quarterly reports to the Nevada Gaming Control Board concerning any violations of the Gaming Control Act found by the officer and the actions taken to remedy such violations. A new compliance officer must be submitted within 60 days of any change in the person occupying the position. The Chair of the Gaming Control Board may administratively remove this condition.
- 4. In consideration for the execution of this Stipulation for Settlement, RESPONDENT, for itself, its heirs, executors, administrators, successors, and assigns, hereby releases and forever discharges the State of Nevada, the Nevada Gaming Commission, the Nevada Gaming Control Board, the Nevada Attorney General and each of their members, agents, and employees in their individual and representative capacities, from any and all manner of actions, causes of action, suits, debts, judgments, executions, claims, and demands whatsoever known or unknown, in law and equity, that RESPONDENT ever had, now has, may have, or claims to have against any and all of the persons or entities named in this paragraph arising out of, or by reason of, the investigation of the allegations in the Complaint and this disciplinary action, NGC Case No. 23-05, or any other matter relating thereto.
- 5. In consideration for the execution of this Stipulation for Settlement, RESPONDENT hereby indemnifies and holds harmless the State of Nevada, the Nevada

Gaming Commission, the Nevada Gaming Control Board, the Nevada Attorney General, and each of their members, agents, and employees in their individual and representative capacities against any and all claims, suits and actions, brought against the persons named in this paragraph by reason of the investigation of the allegations in the Complaint, filed in this disciplinary action, NGC Case No. 23-05, and all other matters relating thereto, and against any and all expenses, damages, charges and costs, including court costs and attorney fees, which may be sustained by the persons and entities named in this paragraph as a result of said claims, suits and actions.

- 6. RESPONDENT enters into this Stipulation for Settlement freely and voluntarily and acknowledges that RESPONDENT had an opportunity to consult with counsel prior to entering into this Stipulation for Settlement. RESPONDENT further acknowledges that this Stipulation for Settlement is not the product of force, threats, or any other form of coercion or duress, but is the product of discussions between RESPONDENT and the attorney for the BOARD.
- 7. RESPONDENT and the BOARD acknowledge that this Stipulation for Settlement is made to avoid litigation and economize resources. The parties agree and understand that this Stipulation for Settlement is intended to operate as full and final settlement of the Complaint filed against RESPONDENT in the above-entitled disciplinary case, NGC Case No. 23-05.
- 8. RESPONDENT and the BOARD recognize and agree that the Nevada Gaming Commission has the sole and absolute discretion to determine whether to accept this Stipulation for Settlement. RESPONDENT and the BOARD hereby waive any right they may have to challenge the impartiality of the Nevada Gaming Commission to hear the above-entitled case on the matters embraced in the Complaint if the Nevada Gaming Commission determines not to accept this Stipulation for Settlement. If the Nevada Gaming Commission does not accept the Stipulation for Settlement, it shall be withdrawn as null and void and Respondent's admissions, if any, that certain violations of the Nevada Gaming Control Act and the Regulations of the Nevada Gaming Commission occurred shall

be withdrawn. This paragraph is severable from the other provisions of this Stipulation for Settlement and shall survive in the event the other provisions are withdrawn as null and void.

- 9. RESPONDENT and the BOARD agree and understand that this Stipulation for Settlement is intended to operate as the full and final settlement of the Complaint filed in NGC Case No. 23-05. The parties further agree and understand that any oral representations are superseded by this Stipulation for Settlement and that only those terms memorialized in writing herein shall be effective.
- 10. RESPONDENT agrees and understands that although this Stipulation for Settlement, if approved by the Nevada Gaming Commission, will settle the Complaint filed in NGC Case No. 23-05, that the allegations contained in the Complaint filed in NGC Case No. 23-05, and the terms of this Stipulation for Settlement, may be considered by the BOARD and/or the Nevada Gaming Commission, with regards to any and all applications by RESPONDENT that are currently pending before the BOARD or the Nevada Gaming Commission, or that are filed in the future with the BOARD.
- 11. RESPONDENT and the BOARD shall each bear their own costs incurred in this disciplinary action, NGC Case No. 23-05.
- 12. RESPONDENT, by executing this Stipulation for Settlement, affirmatively waives all notices required by law for this matter including, but not limited to, notices concerning consideration of the character or misconduct of a person (Nevada Revised Statute (NRS) 241.033), notices concerning consideration of administrative action against a person (NRS 241.034), and notices concerning hearings before the Nevada Gaming Commission (NRS 463.312). Regardless of the waiver of legal notice requirements, the BOARD and Nevada Gaming Commission will attempt to provide reasonable notice of the time and place of the hearing. Further, in negotiating this Stipulation for Settlement, RESPONDENT acknowledges that the BOARD has provided RESPONDENT with the date and time of the Nevada Gaming Commission hearing during which the BOARD anticipates the Nevada Gaming Commission will consider approving this Stipulation for Settlement.

1	13. This Stipulation for Settlement shall become effective immediately upo
2	approval by the Nevada Gaming Commission.
3	DATED this day of lune, 2023.
4	TAHOE NUGGET, INC., NEVADA GAMING CONTROL BOARD
5	dba JIM KELLEYS TAHOE NUGGET
6	James Wallow Lun 7, 2002 15 20 CDT
7	James Kelley (Jun 7, 2023 15:29 PDT) KIRK D. HENDRICK, Chairman KIRK D. HENDRICK, Chairman
8	President Oithnig Stations
9	BRITTNIE WATKINS, PhD, Member
10	General Manager/Vice President
11	HON. GEORGE ASSAD (RET.), Member
12	Submitted by:
13	AARON D. FORD
14	Attorney General
15	By: JOHN S. MICHELA
16	Senior Deputy Attorney General
17	Gaming Division 5420 Kietzke Lane, Suite 202 Reno, Nevada 89511
18	Telephone: (775) 687-2118 Attorneys for the Nevada Gaming
19	Control Board
20	
21	ORDER
22	IT IS SO ORDERED in NGC Case No. 23-05.
23	DATED this 22 nd day of 4 nne , 2023.
24	O NEVADA GAMING COMMISSION
25	$A \rightarrow A \rightarrow$
26	HON. JENNIFER P. TOGLIATTI, Chair
27	HON. SENNIFER P. TOGLIATTI, Chair
28	