

BOBBY JINDAL GOVERNOR State of Louisiana
Gaming Control Board

H. CHARLES GAUDIN CHAIRMAN

# IN RE: MOJOLOUNGE, INC. D/B/A MOJO LOUNGE- NO. 3601213667 LOUIS MAUMUS - NO. 08013

## **ORDER**

This matter was considered by the Louisiana Gaming Control Board at its meeting of May 19, 2009. The Hearing Officer's order dated April 27, 2009, based on the "Joint Motion for Approval of Compromise and Settlement Agreement" in the matter of the "Notice of Recommendation of Revocation," No. 3601213667, "Notice of Recommendation of Finding of Unsuitability," No. 08013, by and between Mojolounge, Inc. d/b/a Mojo Lounge, and Louis Maumus, 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 19th day of May, 2009.

LOUISIANA GAMING CONTROL BOARD

BY:

H. CHARLES GAUDIN, CHAIRMAN

HJC/gac

> 9100 Bluebonnet Centre, Suite 500, Baton Rouge, LA 70809 Phone: (225) 295-8450 Fax: (225) 295-8479

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### STATE OF LOUISIANA

## LOUISIANA GAMING CONTROL BOARD

LGCB **ADMINISTRATIVE HEARING OFFICE** 

ADMINISTRATIVE HEARING OFFICE

IN RE:

MOJOLOUNGE, INC. D/B/A

LICENSE NO: 3601213667

**MOJO LOUNGE** 

IN RE:

**LOUIS MAUMUS** 

NO: 08013

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"), Mojolounge, Inc. d/b/a Mojo Lounge, and Louis Maumus, individually, 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, Mojolounge, Inc. d/b/a Mojo Lounge, and Louis Maumus, individually, 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. Graph Jungo WHEREFORE, PREMISES CONSIDERED, The Division, Mojolounge, Inc. d/b/a Mojo Lounge, and Louis Maumus, individually, respectfully request that this Honorable Administrative Hearing Officer approve the parties' Compromise and Settlement Agreement.

Respectfully Submitted,

JAMES D. "BUDDY" CALDWELL ATTORNEY GENERAL

By:

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Counsel for Mojolounge, Inc. d/b/a Mojo Lounge and Louis Maumus,

individually

#### STATE OF LOUISIANA

#### LOUISIANA GAMING CONTROL BOARD

#### ADMINISTRATIVE HEARING OFFICE

IN RE:

MOJOLOUNGE, INC. D/B/A

LICENSE NO: 3601213667

MOJO LOUNGE

IN RE:

**LOUIS MAUMUS** 

NO: 08013

#### COMPROMISE AND SETTLEMENT AGREEMENT

The State of Louisiana, Department of Public Safety and Corrections, Office of State Police (hereinafter, the "Division"), Mojolounge, Inc. d/b/a Mojo Lounge and Louis Maumus, individually, do hereby represent and agree as follows:

WHEREAS, the Division has issued a Notice of Recommendation of Revocation to Mojolounge, Inc. d/b/a Mojo Lounge alleging certain violations of Louisiana Gaming Control Law, as well as a Notice of Recommendation of Finding of Unsuitability to Louis Maumus; and

WHEREAS, the issues raised by the said Notices of Recommendation of Revocation and Recommendation of Finding of Unsuitability were set for hearing on April 27, 2009, before the Louisiana Gaming Control Board Administrative Hearing Office; and

WHEREAS, the Division, Mojolounge, Inc. d/b/a Mojo Lounge, and Louis Maumus, individually, are desirous of fully and finally compromising and settling all issues and disputes arising out of and in connection with the said Notice of Denial of Renewal Application;

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

#### **STIPULATIONS**

1. On December 10, 2007, the Louisiana State Police, Gaming Division received a Type 2 Video Gaming Application for Mojolounge, Inc. d/b/a Mojo Lounge due to a stock transfer.

- 2. On January 18, 2008, a State Police agent initiated an investigation of the stock transfer.
- 3. A video gaming license check revealed that Louis Maumus did not previously apply for a video gaming license.
- 4. The meeting minutes dated April 9, 2003, indicated that through unanimous agreement Ronda Lee Questad would hold the office of president and Robert Wittorff would hold the office of treasurer.
- 5. Ronda Lee Questad and Robert Wittorff each owned 50 shares of the stock in Mojolounge, Inc.
- 6. On April 10, 2005, Bob Wittorff sold his 50 shares, representing 50% of the stock in Mojolounge, Inc., to Louis Maumus for \$5,000.00.
- 7. The licensee did not notify the Division of this transfer, nor was the change in officers/directors, i.e. Robert Wittorff's removal as treasurer, disclosed to the Division.
- 8. Louis Maumus had not undergone suitability at the time of the purchase.
- 9. On May 22, 2007, Ronda Lee Questad passed away. Her 50 shares, representing 50% of the stock in Mojolounge, Inc., transferred to her parents by way of intestate succession.
- 10. Ronda Lee Questad's parents then transferred those 50 shares to Louis Maumus by Act of Donation executed on August 20, 2007.
- 11. The division was not notified of the passing of Ronda Lee Questad, nor was it notified of the transfer of her shares to her parents and then the subsequent transfer from her parents to Louis Maumus.

#### TERMS AND CONDITIONS

- 1. Mojolounge, Inc. d/b/a Mojo Lounge will pay a civil penalty of ONE THOUSAND and No/100 (\$1,000.00) DOLLARS.
- 2. Louis Maumus will pay a civil penalty of ONE THOUSAND and No/100 (\$1,000.00) DOLLARS.
- 3. The Division will dismiss the Notices of Recommendation of Revocation and Recommendation of Finding of Unsuitability.
- 4. Within fifteen (15) days of the approval of this Compromise and Settlement, Mojolounge, Inc. d/b/a Mojo Lounge and Louis Maumus, individually, shall remit payment of the above referenced penalty to the Division.

- 5. The Division hereby agrees to accept Mojolounge, Inc. d/b/a Mojo Lounge's payment of the above stated One THOUSAND and No/100 (\$1,000.00) DOLLAR penalty in full and final settlement.
- 6. The Division hereby agrees to accept Louis Maumus' payment of the above stated One THOUSAND and No/100 (\$1,000.00) DOLLAR penalty in full and final settlement.
- 7. The Division reserves the right to take into consideration these admitted violations in connection with any future investigation, violation or assessment of penalty and in connection with any future assessments of the Licensee's suitability.
- 8. The terms of this Compromise and Settlement Agreement shall be interpreted under the laws of the State of Louisiana.
- 9. This Compromise and Settlement Agreement constitutes the entire agreement between the Division, Mojolounge, Inc. d/b/a Mojo Lounge, and Louis Maumus, individually, pertaining to the subject matter contained herein and supersedes all prior and contemporaneous agreements, representations and understandings of the parties.
- 8. This Compromise and Settlement Agreement is subject to approval by the 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. Failure to pay the penalty within fifteen (15) days of approval of this settlement, and to comply with each term and condition listed herein, shall result in the immediate suspension of the Mojolounge, Inc. d/b/a Mojo Lounge license without the necessity of further administrative action, until such time as the penalty is paid in full and Mojolounge, Inc. d/b/a Mojo Lounge is in compliance with all terms and conditions.

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

Allison Rovira, counsel for and on behalf of Mojolounge, Inc. d/b/a Mojo Lounge and

Louis Maumus, individually

D. Brandt Schmolke, 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:

MOJOLOUNGE, INC. D/B/A

LICENSE NO: 3601213667

**MOJO LOUNGE** 

IN RE:

**LOUIS MAUMUS** 

NO: 08013

#### ORDER

BE IT REMEMBERED that on this the 27 day of 0 came on for consideration the Joint Motion for Approval of Compromise and Settlement Agreement, and the parties having appeared, 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; that the Licensee must pay Two Thousand and No/100 (\$2,000.00) Dollars to the Division within fifteen (15) days of approval by the Louisiana Gaming Control Board. Failure to do so shall result in the immediate suspension of the gaming license without the necessity of any further administrative action until such time as the penalty is paid in full.

AND ENTERED this Distance day of

CONTROL BOARD

REYNOLDS