



State of Louisiana
Gaming Control Board

KATHLEEN BABINEAUX BLANCO
GOVERNOR

H. CHARLES GAUDIN
CHAIRMAN

**IN RE: HFL, INC. D/B/A
JOHNNY WHITE'S SPORTS BAR
NO. 3601101238**

ORDER

This matter was considered by the Louisiana Gaming Control Board at its meeting of October 17, 2006. The Hearing Officer's order dated October 4, 2006, based on the "Joint Motion for Approval of Compromise and Settlement Agreement" in the matter of the "Notice of Recommendation of Administrative Action," by and between HFL, Inc. d/b/a Johnny White's Sports Bar, No. 3601101238, 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 17 day of October, 2006.

LOUISIANA GAMING CONTROL BOARD

BY:


H. CHARLES GAUDIN, CHAIRMAN

LOUISIANA GAMING CONTROL BOARD
I HEREBY CERTIFY THAT A CERTIFIED
COPY HAS BEEN MAILED OR SERVED ON
ALL PARTIES THIS 18th DAY
OF October, 2006

APPEAL DOCKET CLERK


RECEIVED

OCT 03 2006

LGCB
ADMINISTRATIVE HEARING OFFICE

**STATE OF LOUISIANA
LOUISIANA GAMING CONTROL BOARD
ADMINISTRATIVE HEARING OFFICE**

**IN RE: HFL, INC.
d/b/a JOHNNY WHITE'S SPORTS BAR**

License No. 3601101238

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COMPROMISE AND SETTLEMENT AGREEMENT

The State of Louisiana, Department of Public Safety and Corrections, Office of State Police (hereinafter "the Division") and HFL, Inc. d/b/a Johnny White's Sports Bar, VGL 3601101238, do hereby represent and agree as follows:

WHEREAS, the Louisiana Gaming Control Board has issued a Notice of Recommendation of Administrative Action to HFL, Inc. d/b/a Johnny White's Sports Bar, which notice alleges certain violations of Louisiana Gaming Control Law; and

WHEREAS, the issues raised by the said Notice of Recommendation of Administrative Action are set for hearing on October 4, 2006, before the Louisiana Gaming Control Board Administrative Hearing Office; and

WHEREAS, the parties hereto are desirous of fully and finally compromising and settling all disputes and issues raised in connection with the said Notice of Recommendation of Administrative Action;

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

TRUE COPY

Representative
Louisiana Gaming Control

STIPULATIONS

1. On September 12, 2005, the Internal Revenue Service notified the Division that Mississippi River Bottom Company, as a company and John Lundrum, as President and 50% owner, and Lori Mitchell, as Secretary and 50% owner of Mississippi River Bottom Company, were ineligible for tax clearances. HFL, Inc. d/b/a Johnny White's Sports Bar is a second licensed establishment which is co-owned by John Lundrum and Lori Mitchell.

2. On November 9, 2005, the Division issued a letter via certified mail, instructing Mississippi River Bottom Company d/b/a Mississippi River Bottom, John Lundrum and Lori Mitchell to resolve the tax clearance delinquencies within thirty (30) days. The letter was personally served to John Lundrum on November 9, 2005.

3. On December 1, 2005, the Internal Revenue Service notified the Division that Mississippi River Bottom Company, as a company, was eligible for tax clearance.

4. In June 2006, the Internal Revenue Service notified the Division that John Lundrum and Lori Mitchell were eligible for tax clearances.

5. On June 21, 2006, the Louisiana Gaming Control Board issued a Notice Of Denial of Renewal Application, alleging certain violations of Louisiana Gaming Control Law.

6. On July 20, 2006, the Louisiana Gaming Control Board issued a Notice Of Recommendation of Administrative Action to HFL, Inc. d/b/a Johnny White's Sports Bar, alleging certain violations of Louisiana Gaming Control Law.

7. The Mississippi River Bottom Company d/b/a Mississippi River Bottom, John Lundrum and Lori Mitchell acknowledge that they were in violation of LAC 42:XI.2405(B)(1)(b), in that they did not remain eligible for an IRS tax clearance for a portion of the existence of the license.

8. The Mississippi River Bottom Company d/b/a Mississippi River Bottom, John Lundrum and Lori Mitchell are now eligible and have received tax clearance from the IRS.

TERMS AND CONDITIONS

1. Any and all information discovered throughout the course of this or any other investigation may be used in any future determination of the suitability of John Lundrum and Lori Mitchell.

2. Any and all information discovered throughout the course of this or any other investigation may be used in any future consideration of a license for HFL, Inc. d/b/a Johnny White's Sports Bar agrees to pay a civil penalty of Two Hundred Fifty Dollars (\$250.00).

3. This Compromise and Settlement Agreement constitutes the entire agreement between the Division and HFL, Inc. d/b/a Johnny White's Sports Bar, pertaining to the subject matter contained herein and supersedes all prior and contemporaneous agreements, representations and understandings of the parties.

4. 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.

5. If approved, HFL, Inc. d/b/a Johnny White's Sports Bar must make payment of the civil penalty to the Division within ten (10) days of approval by the Louisiana Gaming Control Board. Failure to do so shall result in the immediate suspension of the license without the necessity of any further administrative action until such time as the penalty is paid in full.

6. The terms of this Compromise and Settlement Agreement shall be interpreted under the laws of the State of Louisiana.

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

John Landrum

John Landrum, President of HFL, Inc. d/b/a Johnny White's Sports Bar, VGL 3601101238.

Lori Mitchell

Lori Mitchell, Secretary of HFL, Inc. d/b/a Johnny White's Sports Bar, VGL 3601101238.

Sworn to and subscribed before me, the undersigned notary, in the Parish of East Baton Rouge this 27 day of September A.D. 2006.

Margie J. Olsen

Notary Signature



**MARGIE J. OLSEN
NOTARY PUBLIC**

Louisiana Notary I.D. # 51491
Parish of East Baton Rouge, Louisiana
My Commission is issued for life.

Notary Name and Number

Notary Commission expires at death

Olga M. Bogran

**Olga M. Bogran, 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: HFL, INC.
d/b/a JOHNNY WHITE'S SPORTS BAR**

License No. 3601101238

**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 ("Division") and HFL, Inc. d/b/a/Johnny White's Sports Bar, VGL 3601101238, who file this, their 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 and HFL, Inc. d/b/a/Johnny White's Sports Bar 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.

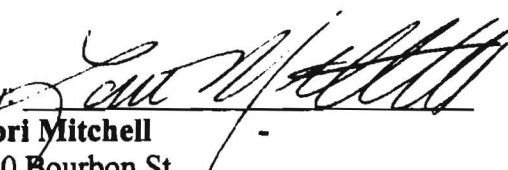
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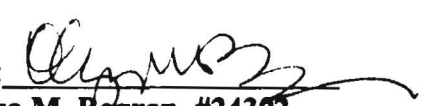
A true and correct copy of the proposed Compromise and Settlement Agreement is attached hereto as Exhibit "A" and incorporated by reference for all purposes.

WHEREFORE, PREMISES CONSIDERED, The Division and HFL, Inc. d/b/a/Johnny White's Sports Bar respectfully request that this Honorable Administrative Hearing Officer approve the parties' Compromise and Settlement Agreement.

Respectfully Submitted,

**CHARLES C. FOTI, JR.
ATTORNEY GENERAL**

By: 
Lori Mitchell
720 Bourbon St.
New Orleans, LA 70116
On behalf of HFL, Inc.
d/b/a Johnny White's Sports Bar

By: 
Olga M. Bogran, #24302
Assistant Attorney General
One Canal Place
365 Canal Street, Suite 2730
Telephone: (504) 599-1153
Facsimile: (504) 599-1163
*Counsel for the Office of State
Police*

STATE OF LOUISIANA
LOUISIANA GAMING CONTROL BOARD
ADMINISTRATIVE HEARING OFFICE

IN RE: HFL, INC.
d/b/a JOHNNY WHITE'S SPORTS BAR

License No. 3601101-238

ORDER

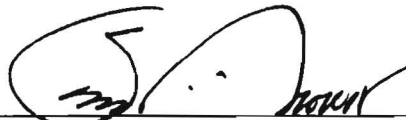
BE IT REMEMBERED that on this the 4th day of October, 2006, came on for consideration the Joint Motion for Approval of Compromise and Settlement Agreement, and the Hearing Officer having considered the pleadings on file, the proposed Settlement Agreement, and the said Motion, and it appearing to the 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**.

SIGNED AND ENTERED this 4th day of October, 2006, in Baton Rouge, Louisiana.

LOUISIANA GAMING CONTROL BOARD
I HEREBY CERTIFY THAT A CERTIFIED
COPY HAS BEEN MAILED OR SERVED ON
ALL PARTIES THIS 4th DAY
OF October, 2006.
Jill Damme
DOCKET CLERK, ADMINISTRATIVE HEARING OFFICE

cc: Lori Mitchell
Olga Rodriguez
Sgt. Roland Rodriguez



WILLIAM H. BROWN
HEARING OFFICER

A TRUE COPY ATTEST
LOUISIANA GAMING CONTROL BOARD
HEARING OFFICE
BATON ROUGE, LA 10/5/06

Jill Damme
BY: CLERK