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8  
9 **BEFORE THE**  
10 **CALIFORNIA GAMBLING CONTROL COMMISSION**  
11 **STATE OF CALIFORNIA**  
12  
13

14 **In the Matter of the Accusations Against:**

15 **EL DORADO ENTERPRISES, INC. dba**  
16 **HUSTLER CASINO,**  
17 **LARRY FLYNT REVOCABLE TRUST**  
18 **LARRY FLYNT TRUSTEE, TRUSTOR**  
**and BENEFICIARY,**  
**sole shareholder.**

19 **1000 W. Redondo Beach Blvd.**  
20 **Gardena, California 90247**

21 **License Number GEGE-000518**

22  
23 **Respondent.**  
24

**BGC Case No. HQ2010-0001AC**

**STIPULATED SETTLEMENT;**  
**DECISION AND ORDER**

1 **STIPULATED SETTLEMENT**

2 **PARTIES**

3 1. Martin Horan IV (Complainant) brought the above titled Accusation solely in his  
4 official capacity as the Acting Chief of the California Department of Justice, Bureau of  
5 Gambling Control (Bureau).

6 2. El Dorado Enterprises, Inc., doing business as Hustler Casino; Larry Flynt  
7 Revocable Trust, Larry Flynt Trustee, Trustor and Beneficiary; sole shareholder (Respondent)  
8 is a licensed gambling enterprise, California State Gambling License Number GEGE-000518.

9 **JURISDICTION**

10 3. On October 13, 2011, Respondent was served with the above titled Accusation; as  
11 well as a Statement to Respondent (Gov. Code, § 11505, subd. (b)); Request for Discovery  
12 (Gov. Code, § 11597.6); copies of Government Code sections 11507.5, 11507.6 and 11507.7;  
13 and two copies of the Notice of Defense form (Gov. Code, §§ 11505 & 11506).

14 4. On or about October 19, 2011, Respondent filed a timely Notice of Defense.

15 **ADVISEMENT AND WAIVERS**

16 5. Respondent has carefully reviewed, and has discussed with counsel, the legal and  
17 factual allegations in the Accusation. Respondent has also carefully reviewed, and has  
18 discussed with counsel, this Stipulated Settlement. Respondent fully understands the terms and  
19 conditions contained within this Stipulated Settlement and the effects thereof.

20 6. Respondent is fully aware of its legal rights in this matter, including the right to a  
21 hearing on all the allegations in the Accusation; the right to be represented by counsel of its  
22 choice at its own expense; the right to confront and cross-exam the witnesses against it; the  
23 right to present evidence and testify on its own behalf; the right to the issuance of subpoenas to  
24 compel the attendance of witnesses and the production of documents; the right to apply for  
25 reconsideration and court review of an adverse decision; and all other rights afforded by the  
26 California Administrative Procedure Act (Gov. Code, §§ 11370, et seq.), the California  
27 Gambling Control Act (Bus. & Prof. Code, §§ 19800, et seq.), and all other applicable laws.



1 Stipulated Settlement. Respondent understands and agrees that failure to timely pay the full  
2 amount of the fine shall constitute a sufficient basis, in and of itself, to revoke its license.

3 11. Respondent agrees to also pay the Bureau the sum of \$30,000.00 as the reasonable  
4 costs of investigation and prosecution of this matter as provided for in Business and Professions  
5 Code section 19930. Respondent further agrees that the entire \$30,000.00 in cost recovery shall  
6 be due and payable in full within 30 calendar days of the date the Commission adopts this  
7 Stipulated Settlement. Respondent understands and agrees that failure to timely pay the full  
8 amount of the cost recovery shall constitute a sufficient basis, in and of itself, to revoke its  
9 license.

10 12. The parties agree that this Stipulated Settlement fully resolves their dispute  
11 concerning the Accusation and that no further discipline, including revocation or suspension,  
12 shall be sought against Respondent's license based solely upon the allegations contained within  
13 the Accusation.

14 13. This Stipulated Settlement shall be subject to adoption by the Commission.  
15 Respondent understands and specifically agrees that counsel for the Complainant and the staff  
16 of the Bureau may communicate directly with the Commission regarding this Stipulated  
17 Settlement, without notice to, or participation by, Respondent or its counsel, and that no such  
18 communication shall be deemed a prohibited ex parte communication.

19 14. By signing this Stipulated Settlement, Respondent understands and agrees that it  
20 may not withdraw its agreement or seek to rescind the Stipulated Settlement prior to the time  
21 the Commission considers and acts upon it. If the Commission fails to adopt this Stipulated  
22 Settlement as its decision, this Stipulated Settlement shall be of no force or effect, and, except  
23 for actions taken pursuant to this paragraph and paragraph 13 above, it shall be inadmissible in  
24 any legal action between the parties. The consideration of this Stipulated Settlement by the  
25 Commission shall not disqualify it from any further action regarding Respondent's licensure,  
26 including, but not limited to, disposition of the Accusation by a decision and order following a  
27 hearing on the merits.

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COMPLAINANT'S ACCEPTANCE

Dated: April 20, 2012.

  
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Martin J. Floran IV, Complainant  
Bureau of Gambling Control

The foregoing Stipulated Settlement is hereby respectfully submitted for consideration by the California Gambling Control Commission.

Dated: April 23, 2012.

KAMALA D. HARRIS  
Attorney General of California  
SARA J. DRAKE  
Senior Assistant Attorney General

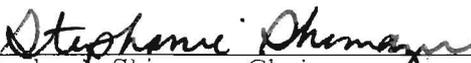
  
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RONALD L. DIEDRICH  
Deputy Attorney General  
*Attorneys for the Complainant*

1 DECISION AND ORDER OF THE COMMISSION

2  
3 The foregoing Stipulated Settlement of the parties for the case of *In the Matter of the*  
4 *Accusation Against: El Dorado Enterprises, Inc. dba Hustler Casino, Larry Flynt Revocable*  
5 *Trust, Larry Flynt Trustee, Trustor and Beneficiary, sole shareholder*, BGC Case. No.  
6 HQ2010-0001AC has been adopted by a majority vote of the California Gambling Control  
7 Commission as its final Decision and Order in this matter and is effective upon execution below  
8 by the Commission members.

9  
10 **IT IS SO ORDERED**

11 Dated: 6-14-12

  
Stephanie Shimazu, Chairperson

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13 Dated: 6/14/2012

  
Tiffany E. Conklin, Commissioner

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15 Dated: 6/14/2012

  
Lauren Hammond, Commissioner

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17 Dated: 6/14/2012

  
Richard Schuetz, Commissioner