

ADMINISTRATIVE HEARINGS DIVISION

February 19, 2026

STIPULATED SETTLEMENT AGREEMENT - LIQUOR VIOLATION CASES

1. Happy Dragon, Inc.
Li Wa Chen, Pres/Sec/Treas/Dir/Stkhdr
Zhu Lan Li, Director
dba **HAPPY DRAGON RESTAURANT
AND LOUNGE (F-COM)**
951 N. 1st Avenue
Stayton, OR 97383

OAR 845-006-0335(1)(a)(b)(c) – On or about November 1, 2024, Licensee Li Wa Chen failed to verify the age of a minor, before allowing them to buy or be served an alcoholic beverage, when they reasonably appeared to be under 26 years of age.

(1st Level Category II(b))

Note: Licensee was charged with this violation by Notice dated April 16, 2025. The total proposed sanction was a 14-day license suspension or a \$3,500.00 civil penalty. Licensee requested a hearing and now wishes to enter into this settlement agreement.

AGGRAVATION

Commission staff proposed adding four days of aggravation because Licensee personally committed the violation and because Licensee did not use Age Verification Equipment purchased as an offset to a previous violation to prevent the current violation.

TERMS OF AGREEMENT

1. This Settlement Agreement resolves only the violation(s) identified in the Notice.
2. Licensee admits the facts described in the Notice and accepts responsibility for the violation described in the Notice. This was Licensee's first Category II(b) violation within two years. Any subsequent Category II(b) violations within the same two years will be charged starting at the second level. Upon execution and final approval of this Settlement Agreement by the Commission, this violation shall become a permanent part of Licensee's Commission file and may be considered in any future application for any license or permit by the Licensee.
3. The standard sanction for the violation described in the Notice is a 10-day license suspension or a civil penalty of \$2,500.00. Commission staff determined that the Licensee Li Wa Chen personally committed the violation. *P-Mart*, OLCC-92-V-098. Commission staff also determined that Licensee failed to utilize Age Verification Equipment purchased as an offset to a previous violation to prevent the current violation. OAR 845-006-0500(8)(e)(C). Accordingly, the Notice proposed aggravating the penalty by 4 days or \$1,000.00 for these circumstances. The Notice proposed a total penalty of a 14-day license suspension or a \$3,500.00 civil penalty.
4. As an alternative to the proposed penalty in the Notice, Licensee shall either pay a \$2,500.00 civil penalty before 5:00 PM on March 15, 2026, **OR** serve a 10-day suspension beginning at 7:00 AM on March 22, 2026, and ending at 7:00 AM on April 1, 2026. If the full penalty is not paid prior to 5:00 PM March 15, 2026, then Licensee shall serve the full suspension. If Licensee or its employees, agents, or representatives act in any way that is not allowed by rule or statute while under suspension, OLCC may file a violation against Licensee and Licensee's license may be cancelled, suspended, or Licensee may receive a civil penalty. If OLCC notifies Licensee that Licensee has violated a rule or statute while under suspension, Licensee will be given the opportunity to contest the alleged violation in a contested case proceeding and the appropriateness of OLCC's decision to deny, suspend, or revoke the license or impose civil penalties.

(Continued: Happy Dragon Restaurant and Lounge)

5. Licensee withdraws the request for a hearing.
6. If Licensee's interest in the license expires or is transferred before the Commission issues the final order incorporating this Settlement Agreement, the Licensee agrees to accept a Letter of Reprimand for the violation. This reprimand becomes a permanent part of the Licensee's Commission file and may be considered in any future application for any license or permit by the Licensee.
7. Licensee accepts this Settlement Agreement without any conditions or reservations. Licensee is aware of Licensee's right to a contested case hearing under the Administrative Procedures Act (ORS Chapter 183) and to judicial review if this matter was not resolved through this Settlement Agreement. Licensee is aware of Licensee's right to seek judicial review of a final order issued in the matter. Licensee freely and voluntarily waives all such rights to a contested case hearing, judicial review, or to otherwise challenge this Settlement Agreement and the Final Order incorporating this Settlement Agreement. In full satisfaction and settlement of this matter, Licensee agrees to Commission's issuance of a Final Order incorporating this Settlement Agreement as described in paragraph 8.
8. This Settlement Agreement is conditioned upon final approval by the Commission and will be reviewed by the Commissioners at their February 2026 meeting. If the Settlement Agreement is not accepted and approved in its entirety by the Commission it is deemed null and void and Licensee's hearing rights, if any, will be restored.
9. The parties agree that this Settlement Agreement constitutes the sole, entire, and complete agreement between the parties to resolve the administrative proceeding commenced by the Notice and that no promises, inducements, or agreement not herein expressed have been made and that all terms of this Settlement Agreement are contractual and not a mere recital.
10. Licensee releases and waives any and all claims of any kind, known or unknown, past or future, against the State of Oregon or its agencies, instrumentalities, employees, officers, or agents arising out of the matters set forth in the Notice or this Settlement Agreement, including but not limited to any claim under federal or state law for damages, declaratory or equitable relief, under 42 USC § 1983 et seq, and for attorney's fees or costs.
11. Licensee of record is an Oregon Corporation. Li Wa Chen is the President/Secretary/Treasurer/Director/Stockholder of Licensee of record. Licensee of record represents and warrants that Li Wa Chen individually has the authority to enter into this Settlement Agreement and bind Licensee of record on its behalf.
12. The parties agree that this Settlement Agreement and Final Order Incorporating Settlement Agreement may be executed in one or more multiple counterparts, including facsimile, scanned, and electronically transmitted counterparts, each of which shall constitute an original and all of which together shall constitute one and the same agreement.
13. The Settlement Agreement must be signed and received by the Commission by January 22, 2026, or this settlement offer is deemed withdrawn

2. Cascadia Taphouse, LLC
Jesse Udom, Member
Richard DeCoste, Member
dba **CASCADIA TAPHOUSE (L)**
13619 NW Cornell Rd
Portland, OR 97229

OAR 845-006-0335(1)(a)(b)(c) – On or about January 10, 2025, Licensee Richard DeCoste failed to verify the age of a minor, before allowing them to buy or be served an alcoholic beverage, when they reasonably appeared to be under 26 years of age.

(1st Level Category III(a))

Note: Licensee was charged with this violation by Notice dated December 23, 2025. Licensee is part of the Responsible Vendor Program. The total proposed sanction was a 12-day license suspension or a \$1,980.00 civil penalty. Licensee requested a hearing and now wishes to enter into this settlement agreement.

AGGRAVATION

Commission staff proposed adding two days of aggravation because Licensee personally committed the violation.

TERMS OF AGREEMENT

14. This Settlement Agreement resolves only the violation identified in the Notice.
15. Licensee admits the facts described in the Notice and accepts responsibility for the violation described in the Notice. This was Licensee's first Category III(a) violation within two years. Any subsequent Category III(a) violations within the same two years will be charged starting at the second level. Upon execution and final approval of this Settlement Agreement by the Commission, this violation shall become a permanent part of Licensee's Commission file and may be considered in any future application for any license or permit by the Licensee.
16. The standard sanction for the violation described in the Notice is a 10-day license suspension or a civil penalty of \$1,650.00. Commission staff determined that Licensee Richard DeCoste personally committed the violation. *P-Mart*, OLCC-92-V-098. Accordingly, the Notice proposed aggravating the penalty by two days or \$330.00. The Notice proposed a total penalty of a 12-day license suspension or a \$1,980.00 civil penalty.
17. As an alternative to the proposed penalty in the Notice, Licensee shall either pay a \$1,485.00 civil penalty before 5:00 PM on March 16, 2026 **OR** serve a 9-day suspension beginning at 7:00 AM on March 23, 2026, and ending at 7:00 AM on April 1, 2026. If the full penalty is not paid prior to 5:00 PM on March 16, 2026, then Licensee shall serve the full suspension.
18. If Licensee or its employees, agents, or representatives act in any way that is not allowed by rule or statute while under suspension, OLCC may file a violation against Licensee and Licensee's license may be cancelled, suspended, or Licensee may receive a civil penalty. If OLCC notifies Licensee that Licensee has violated a rule or statute while under suspension, Licensee will be given the opportunity to contest the alleged violation in a contested case proceeding and the appropriateness of OLCC's decision to deny, suspend, or revoke the license or impose civil penalties.
19. If Licensee's interest in the license expires or is transferred before the Commission issues the final order incorporating this Settlement Agreement, the Licensee agrees to accept a Letter of Reprimand for the violation. This reprimand becomes a permanent part of the Licensee's Commission file and may be considered in any future application for any license or permit by the Licensee.

(Continued: Cascadia Taphouse)

20. Licensee accepts this Settlement Agreement without any conditions or reservations. Licensee is aware of Licensee's right to a contested case hearing under the Administrative Procedures Act (ORS Chapter 183) and to judicial review if this matter was not resolved through this Settlement Agreement. Licensee is aware of Licensee's right to seek judicial review of a final order issued in the matter. Licensee freely and voluntarily waives all such rights to a contested case hearing, judicial review, or to otherwise challenge this Settlement Agreement and the Final Order incorporating this Settlement Agreement. In full satisfaction and settlement of this matter, Licensee agrees to Commission's issuance of a Final Order incorporating this Settlement Agreement as described in paragraph 8.
21. This Settlement Agreement is conditioned upon final approval by the Commission and will be reviewed by the Commissioners at their February 2026 meeting. If the Settlement Agreement is not accepted and approved in its entirety by the Commission it is deemed null and void and Licensee's hearing rights, if any, will be restored.
22. The parties agree that this Settlement Agreement constitutes the sole, entire, and complete agreement between the parties to resolve the administrative proceeding commenced by the Notice and that no promises, inducements, or agreement not herein expressed have been made and that all terms of this Settlement Agreement are contractual and not a mere recital.
23. Licensee releases and waives any and all claims of any kind, known or unknown, past or future, against the State of Oregon or its agencies, instrumentalities, employees, officers, or agents arising out of the matters set forth in the Notice or this Settlement Agreement, including but not limited to any claim under federal or state law for damages, declaratory or equitable relief, under 42 USC § 1983 et seq, and for attorney's fees or costs.
24. Licensee of record is an Oregon Limited Liability Company. Licensee Richard DeCoste is a member of Licensee of record. Licensee of record represents and warrants that Richard DeCoste individually has the authority to enter into this Settlement Agreement and bind Licensee of record on its behalf.
25. The parties agree that this Settlement Agreement and Final Order Incorporating Settlement Agreement may be executed in one or more multiple counterparts, including facsimile, scanned, and electronically transmitted counterparts, each of which shall constitute an original and all of which together shall constitute one and the same agreement.
26. The Settlement Agreement must be signed and received by the Commission by January 22, 2026, or this settlement offer is deemed withdrawn.

3. Loon Industries, Inc.
Ryan Mitchell, Pres/Dir/Stkhldr
Shayla Landeros, VP/Sec/Dir/Stkhldr
5233 E. St
Springfield, OR 97478
dba **CONWAY'S RESTAURANT AND
LOUNGE (F-COM)**
5658 Main St.
Springfield, OR 97478

OAR 845-006-0335(1)(a)(b)(c) – On or about June 7, 2024, Licensee's employee, agent, or representative Jonathan Overbeck failed to verify the age of a minor, before allowing them to buy or be served an alcoholic beverage, when they reasonably appeared to be under 26 years of age.

(1st Level Category II(b))

Note: Licensee was charged with this violation by an Amended Notice dated December 3, 2025. The total proposed sanction was a 10-day license suspension or a \$2,500.00 civil penalty. Licensee requested a hearing and now wishes to enter into this settlement agreement.

SYNOPSIS: Licensee was originally issued a Notice in July 2025 with two violations. Licensee timely requested a hearing. Commission staff amended the Notice in December 2025, withdrawing one violation. Licensee would have been eligible for a Fast Track Resolution for a reduced penalty except that Licensee already requested a hearing by that time. This settlement agreement provides the reduced penalty that Licensee would have been eligible for based on the one violation in the Amended Notice.

TERMS OF AGREEMENT

1. This Settlement Agreement resolves only the violation identified in the Notice.
2. Licensee admits the facts described in the Notice and accepts responsibility for the violation described in the Notice. This was Licensee's first Category II(b) violation within two years. Any subsequent Category II(b) violations within the same two years will be charged starting at the second level. Upon execution and final approval of this Settlement Agreement by the Commission, this violation shall become a permanent part of Licensee's Commission file and may be considered in any future application for any license or permit by the Licensee.
3. The standard sanction for the violation described in the Notice is a 10-day license suspension or a civil penalty of \$2,500.00. The Notice proposed a total penalty of a 10-day license suspension or a \$2,500.00 civil penalty.
4. As an alternative to the proposed penalty in the Notice, Licensee will have the option to install age verification equipment (AVE) by March 2, 2026. In the event Licensee installs AVE, Licensee will utilize the equipment to verify the age of every patron who reasonably appears to be under 26 years of age. All alcohol sales will be run through registers at which AVE is installed. Installation of AVE that meets all standards set forth in this agreement and in OAR 845-009-0140(2) is done in lieu of 10 days of suspension or a \$2,500.00 of the civil penalty. If Licensee chooses to install AVE as outlined in this paragraph, Commission staff will certify that the AVE meets all of the standards identified by OAR 845-009-0140(2) by March 10, 2026. Licensee understands that it is eligible for a credit for installation of AVE only one time, that the equipment is expected to remain in good order, and that the equipment must be used according to the terms of this agreement for as long as Licensee has a liquor license at this premises. Licensee understands that failure to use the equipment, whether by human error or malfunction in future violations, may result in increased penalties and, if applicable, removal from the Responsible Vendor Program.
 - a. If AVE is not installed by March 10, 2026, or AVE that meets all the standards identified by OAR 845-009-0140(2) is not in use by March 10, 2026, Licensee shall either pay a \$2,500.00 civil penalty before 5:00 PM on March 17, 2026, **OR** serve a 10-day suspension beginning at 7:00 AM on March 24, 2026 and ending at 7:00 AM on April 3, 2026.

(Continued: Conway's Restaurant and Lounge)

5. If Licensee or its employees, agents, or representatives act in any way that is not allowed by rule or statute while under suspension, OLCC may file a violation against Licensee and Licensee's license may be cancelled, suspended, or Licensee may receive a civil penalty. If OLCC notifies Licensee that Licensee has violated a rule or statute while under suspension, Licensee will be given the opportunity to contest the alleged violation in a contested case proceeding and the appropriateness of OLCC's decision to deny, suspend, or revoke the license or impose civil penalties.
6. Licensee withdraws the request for a hearing.
7. If Licensee's interest in the license expires or is transferred before the Commission issues the final order incorporating this Settlement Agreement, the Licensee agrees to accept a Letter of Reprimand for the violation. This reprimand becomes a permanent part of the Licensee's Commission file and may be considered in any future application for any license or permit by the Licensee.
8. Licensee accepts this Settlement Agreement without any conditions or reservations. Licensee is aware of Licensee's right to a contested case hearing under the Administrative Procedures Act (ORS Chapter 183) and to judicial review if this matter was not resolved through this Settlement Agreement. Licensee is aware of Licensee's right to seek judicial review of a final order issued in the matter. Licensee freely and voluntarily waives all such rights to a contested case hearing, judicial review, or to otherwise challenge this Settlement Agreement and the Final Order incorporating this Settlement Agreement. In full satisfaction and settlement of this matter, Licensee agrees to Commission's issuance of a Final Order incorporating this Settlement Agreement as described in paragraph 9.
9. This Settlement Agreement is conditioned upon final approval by the Commission and will be reviewed by the Commissioners at their February 2026 meeting. If the Settlement Agreement is not accepted and approved in its entirety by the Commission it is deemed null and void and Licensee's hearing rights, if any, will be restored.
10. The parties agree that this Settlement Agreement constitutes the sole, entire, and complete agreement between the parties to resolve the administrative proceeding commenced by the Notice and that no promises, inducements, or agreement not herein expressed have been made and that all terms of this Settlement Agreement are contractual and not a mere recital.
11. Licensee releases and waives any and all claims of any kind, known or unknown, past or future, against the State of Oregon or its agencies, instrumentalities, employees, officers, or agents arising out of the matters set forth in the Notice or this Settlement Agreement, including but not limited to any claim under federal or state law for damages, declaratory or equitable relief, under 42 USC § 1983 et seq, and for attorney's fees or costs.
12. Licensee of record is an Oregon Corporation. Shayla Landeros is the Vice President, Secretary, Director, and Stockholder of Licensee of record. Licensee of record represents and warrants that Shayla Landeros individually has the authority to enter into this Settlement Agreement and bind Licensee of record on its behalf.

(Continued: Conway's Restaurant and Lounge)

13. The parties agree that this Settlement Agreement and Final Order Incorporating Settlement Agreement may be executed in one or more multiple counterparts, including facsimile, scanned, and electronically transmitted counterparts, each of which shall constitute an original and all of which together shall constitute one and the same agreement.
14. The Settlement Agreement must be signed and received by the Commission by January 30, 2026, or this settlement offer is deemed withdrawn.

4. Aliboard Food Services, LLC
Richard Summers, Member
2677 Beall Ln
Central Point, OR 97502
dba **TROPHY CLUB BAR &
GRILL (F-COM)**
812 S Central Ave
Medford, OR 97501

OAR 845-006-0497(3) – From on or about December 2, 2024 to about January 19, 2025, Licensee failed to follow Licensee’s Enforceable Compliance Plan (ECP) when Licensee failed to keep video surveillance recordings of all areas controlled by the license for a minimum of 14 calendar days, as required by Paragraph No. 5 of Licensee’s ECP, when Licensee did not keep more than about seven days of video surveillance recordings.

(1st Level Category III)

OAR 845-006-0497(3) - On or about December 31, 2024, Licensee’s employee, agent or representative, Kayla Wyndearo, failed to follow Licensee’s Enforceable Compliance Plan (ECP) when Kayla Wyndearo served pitchers of beer, a malt beverage, in containers larger than the 16-ounce limit set forth in Paragraph No. 3 of Licensee’s ECP.

(2nd Level Category III)

Note: Licensee was charged with these violations by a Notice dated April 16, 2025. The total proposed sanction was a 42-day license suspension or a \$6,930.00 civil penalty. Licensee requested a hearing and now wishes to enter into this settlement agreement.

AGGRAVATION

Commission staff proposed adding two days of aggravation because Violation Number One was repeated.

SYNOPSIS: Licensee entered into an Enforceable Compliance Plan (ECP). Conditions of the ECP included retaining 14 days of video surveillance and not serving beer in containers larger than 16 ounces. Licensee failed to retain 14 days of surveillance for more than a month after entering into the ECP. Licensee’s employees also continued serving pitchers of beer because Licensee did not inform employees of the ECP after it was implemented.

TERMS OF AGREEMENT

1. This Settlement Agreement resolves only the violation(s) identified in the Notice.
2. Licensee admits the facts described in the Notice and accepts responsibility for the violation described in the Notice. These were Licensee’s first and second Category III violations within two years. Any subsequent Category III violations within the same two years will be charged starting at the third level. Upon execution and final approval of this Settlement Agreement by the Commission, this violation shall become a permanent part of Licensee’s Commission file and may be considered in any future application for any license or permit by the Licensee.

(Continued: Trophy Club Bar & Grill)

3. The standard sanction for the violations described in the Notice is a 40-day license suspension or a civil penalty of \$6,600.00. Commission staff determined that Violation Number One was repeated. OAR 845-006-0500(8)(e)(F). Accordingly, the Notice proposed aggravating the penalty by two days or \$330.00. The Notice proposed a total penalty of a 42-day license suspension or a \$6,930.00 civil penalty.
4. As an alternative to the proposed penalty in the Notice, Licensee shall either pay a \$4,950.00 civil penalty before 5:00 PM on March 16, 2026 **OR** serve a 30-day suspension beginning at 7:00 AM on March 23, 2026 and ending at 7:00 AM on April 22, 2026. If the full penalty is not paid prior to 5:00 PM on March 16, 2026, then Licensee shall serve the full suspension. If Licensee or its employees, agents, or representatives act in any way that is not allowed by rule or statute while under suspension, OLCC may file a violation against Licensee and Licensee's license may be cancelled, suspended, or Licensee may receive a civil penalty. If OLCC notifies Licensee that Licensee has violated a rule or statute while under suspension, Licensee will be given the opportunity to contest the alleged violation in a contested case proceeding and the appropriateness of OLCC's decision to deny, suspend, or revoke the license or impose civil penalties.
5. Licensee withdraws the request for a hearing.
6. If Licensee's interest in the license expires or is transferred before the Commission issues the final order incorporating this Settlement Agreement, the Licensee agrees to accept a Letter of Reprimand for the violation. This reprimand becomes a permanent part of the Licensee's Commission file and may be considered in any future application for any license or permit by the Licensee.
7. Licensee accepts this Settlement Agreement without any conditions or reservations. Licensee is aware of Licensee's right to a contested case hearing under the Administrative Procedures Act (ORS Chapter 183) and to judicial review if this matter was not resolved through this Settlement Agreement. Licensee is aware of Licensee's right to seek judicial review of a final order issued in the matter. Licensee freely and voluntarily waives all such rights to a contested case hearing, judicial review, or to otherwise challenge this Settlement Agreement and the Final Order incorporating this Settlement Agreement. In full satisfaction and settlement of this matter, Licensee agrees to Commission's issuance of a Final Order incorporating this Settlement Agreement as described in paragraph 8.
8. This Settlement Agreement is conditioned upon final approval by the Commission and will be reviewed by the Commissioners at their February 2026 meeting. If the Settlement Agreement is not accepted and approved in its entirety by the Commission it is deemed null and void and Licensee's hearing rights, if any, will be restored.
9. The parties agree that this Settlement Agreement constitutes the sole, entire, and complete agreement between the parties to resolve the administrative proceeding commenced by the Notice and that no promises, inducements, or agreement not herein expressed have been made and that all terms of this Settlement Agreement are contractual and not a mere recital.
10. Licensee releases and waives any and all claims of any kind, known or unknown, past or future, against the State of Oregon or its agencies, instrumentalities, employees, officers, or agents arising out of the matters set forth in the Notice or this Settlement Agreement, including but not limited to any claim under federal or state law for damages, declaratory or equitable relief, under 42 USC § 1983 et seq, and for attorney's fees or costs.

(Continued: Trophy Club Bar & Grill)

11. Licensee of record is an Oregon Limited Liability Corporation. Richard Summers is a Member of Licensee of record. Licensee of record represents and warrants that Richard Summers individually has the authority to enter into this Settlement Agreement and bind Licensee of record on its behalf.
12. The parties agree that this Settlement Agreement and Final Order Incorporating Settlement Agreement may be executed in one or more multiple counterparts, including facsimile, scanned, and electronically transmitted counterparts, each of which shall constitute an original and all of which together shall constitute one and the same agreement.
13. The Settlement Agreement must be signed and received by the Commission by January 16, 2026, or this settlement offer is deemed withdrawn.