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Arkansas Supreme Court
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CV-24-492
11 Pages

IN THE ARKANSAS SUPREME COURT

CHEROKE NATION ENTERTAINMENT, LLC; JENNIFER MCGILL, individually and on behalf of the ARKANSAS CANVASSING COMPLIANCE COMMITTEE; AND CHEROKEE NATION ENTERTAINMENT, LLC **PETITIONERS**

V.

JOHN THURSTON, in his official capacity as ARKANSAS SECRETARY OF STATE

RESPONDENT

LOCAL VOTERS IN CHARGE, A
BALLOT QUESTION COMMITTEE; and
JIM KNIGHT, individually and on behalf of
LOCAL VOTERS IN CHARGE

INTERVENOR

PETITIONERS' RESPONSE TO INTERVENOR'S MOTION TO DISMISS

CV-24-492

Come now the Petitioners, through their attorneys of record, for their Response to Intervenor's Motion to Dismiss, state:

- 1. LVC and the Choctaw Nation ask the Court to muzzle the target of their proposed constitutional amendment. The Court should decline the request.
- 2. Not only do LVC and the Choctaw Nation want to hide from voters that their proposed amendment revokes CNE's license, now they contend that CNE should not be heard in the attack on its license. That assertion is incorrect.
- 3. CNE is the current holder of the Pope County casino license; is registered with the Arkansas Secretary of State to do business in Arkansas; conducts business in Arkansas; owns property in Arkansas; operates an office in Russellville,

AR; and is currently developing a casino resort in Pope County pursuant to its casino license. *See* Secretary of State registration attached as Exhibit A.

- 4. Since 2019, CNE, along with its sole owner Cherokee Nation Businesses, LLC ("CNB"), has entered an Economic Development Agreement ("EDA") with Pope County evidencing Pope County's decision to support only CNB and its affiliates for the Pope County casino license. The EDA, like the license, stands in the cross-hairs of LVC and the Choctaw Nation's proposed amendment.
- 5. CNE challenges the ballot title and popular name for being misleading in multiple ways, including, but not limited to, failing to inform voters that a license has been issued and that the proposed amendment would nullify the license, the EDA, and tax revenue CNE will generate for the State of Arkansas. Thus, Intervenor's assertion that CNE is only trying to litigate constitutional claims is facially incorrect.
- 6. It is also incorrect because CNE is not attempting to litigate the substance of the constitutional claims. Instead, CNE presents those claims as serious, direct consequences of LVC's proposed amendment that LVC fails to disclose to voters.
- 7. The question is simple: Does a license holder have standing to challenge a ballot title that attempts to (poorly) inform the electorate of a proposed

amendment that would destroy that license? Of course. The ballot title itself harms CNE, thus giving it standing.

- 8. As for LVC's case law, this is the rare ballot initiative that does not bring forward a broad question of law. Instead, it targets a specific entity: CNE as the holder of the Pope County casino license. In this way, this case is the inverse of *Arkansas Hotels and Entertainment, Inc. v. Martin*, 2012 Ark. 335, 423 S.W.3d 49. There Arkansas Hotels and Entertainment, Inc., ("AHE") was the sponsor of an initiated act to allow casino gambling in Arkansas. Here, CNE is the target of an initiated act to eliminate one of four casino licenses in the State. AHE as the proponent of the ballot measure there was required to register as a ballot question committee. CNB has joined with two Pope County residents to form the Ballot question committee Arkansas Canvassing Compliance Committee (also a Petitioner here). Exhibit B, BQC Statement of Organization.
- 9. Indeed, CNE is the opposite of the Committee to Establish Sherwood Fire Department. *Committee to Establish Sherwood Fire Department v. Hillman*, 353 Ark. 501, 109 S.W.3d 641 (2003). That Committee had no corporate existence, no known members, no affiliated ballot question committee, no apparent property or business interests in the locality, and was not the target of the proposed legislation. *Id*.

- 10. Here, as the license holder; an entity subject to the jurisdiction of the Arkansas Racing Commission; a party with obligations under an Arkansas contract targeted by this measure; an entity registered to do business in the State of Arkansas; an entity actually doing business in Arkansas; and a Pope County landowner; CNE has more standing that the Choctaw Nation (and Gulfside for that matter) possessed in *Cherokee Nation Businesses, LLC v. Gulfside Casino Partnership*, 2023 Ark. 153, 676 S.W.3d 368. CNE thus not only has a "connection to the voters," but also a connection to the very things the proposed amendment seeks to eliminate.
- 11. It should also be noted that LVC was allowed intervention in Case No. CV-24-455 despite not having any direct interest in the proposed amendment in that matter. Rather, LVC argued that the ruling in that case could impact LVC in this matter. LVC was granted intervention although the point it raised ultimately was not addressed. Conversely, resolution of this matter will directly impact CNE, and, as such, standing is absolute.
- 12. "The failure of the court to protect those not before it may amount to a violation of due process should the judgment in the action have the effect of destroying their rights." 7 Wright and Miller, *Federal Practice and Procedure* § 1602 (3d ed. 2024). It may also have the effect (suggested by LVC here) of causing piecemeal litigation. This Court has steadfastly followed a policy of avoiding

piecemeal litigation. *Scott v. State*, 2019 Ark. 269, 5, 584 S.W.3d 669 (noting the Court's "policy of avoiding piecemeal litigation").

13. For the foregoing reasons, CNE should be allowed a say in whether a proposed constitutional amendment wiping out the years of effort and resources it has spent pursuing the Pope County casino license should proceed to the ballot.

For the reasons stated above, Petitioners pray that this Court deny Intervenor's Motion to Dismiss and for all other appropriate relief.

Respectfully Submitted,

PETITIONERS

By: /s/ Bart Calhoun

Bart W. Calhoun, No. 2011221 Scott P. Richardson, No. 2001208 Brittany D. Webb, No. 2023139 McDaniel Wolff, PLLC 1307 West 4th Street Little Rock, AR 72201 (501) 954-8000 scott@mcdanielwolff.com bart@mcdanielwolff.com

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CERTIFICATE OF SERVICE

I, Bart Calhoun, hereby certify that I have filed the foregoing on August 28, 2024, via ecf which will send notice to all case participants.

/s Bart Calhoun
Bart Calhoun

UNIFORM COVER PAGE

[To be used when required by Administrative Order No. 2 (g)*]

COURT:	Arkansas Docket/Case	Supreme Court Number: CV-24-492
CASE NAM PLAINTIFF PETITIONI	/	Cherokee Nation Entertainment, LLC, et al.
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^{*}Administrative Order No 2.

⁽g) File Mark. (1) There shall be a two inch (2") top margin on the first page of each document submitted for filing to accommodate the court's file mark. If the pleading or document must be filed in multi-parts because of size or for other reasons, the first page of each part must include the file name and file mark and shall clearly indicate the part number and number of parts (example, part 1 of 2).

⁽²⁾ If a document is such that the first page cannot be drafted to provide sufficient space to satisfy the filemark requirement, the document must include the uniform cover page developed by the Administrative Office of the Courts and found under Forms and Publications at www.arcourts.gov.

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Details

For service of process contact the **Secretary of State's office**.

LLC Member information is now confidential per Act 865 of 2007

For access to our corporations bulk data download service click here.

Corporation Name CHEROKEE NATION ENTERTAINMENT, L.L.C.

Fictitious Names
LEGENDS CASINO & RESORT
LEGENDS CASINO & RESORT ARKANSAS
LEGENDS RESORT & CASINO
LEGENDS RESORT & CASINO ARKANSAS

Filing # 811477723

Filing Type Foreign Limited Liability Company

Filed Under Act Foreign LLC; Act 1041 of 2021

Status Good Standing

Principal Address

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8/28/24, 10:20 AM Document

Reg. Agent

CT CORPORATION SYSTEM

Agent Address 320 SOUTH IZARD ST LITTLE ROCK, AR 72201

Date Filed 02/01/2024

Officers
SHELLY GRAHAM, Incorporator/Organizer
DOUG EVANS, Treasurer
MARK FULTON, President
DOUG EVANS, CFO
CHUCK GARRETT, Director
BOB HIFFMAN, Secretary

Foreign Name CHEROKEE NATION ENTERTAINMENT, L.L.C.

Foreign Address 777 W. CHEROKEE STREET, CORP. BLDG. 2 CATOSA, OK 74015

State of Origin CHER

<u>Purchase a Certificate of Good Standing for this Entity</u> <u>Pay Franchise Tax for this corporation</u>

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[To be used when required by Administrative Order No. 2 (g)*]

COURT:	Arkansas Docket/Case	Supreme Court Number:
CASE NAN PLAINTIFI		
PETITION	ER:	Cherokee Nation Entertainment, LLC, et al.
DEFENDA RESPOND		John Thurston, et al.
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(If a multi-p	oart file,	
the designation "part _ of _"		Exhibit B to Petitioners' Response to Intervenor's
(example, part 1 of 2)):		Motion to Dismiss

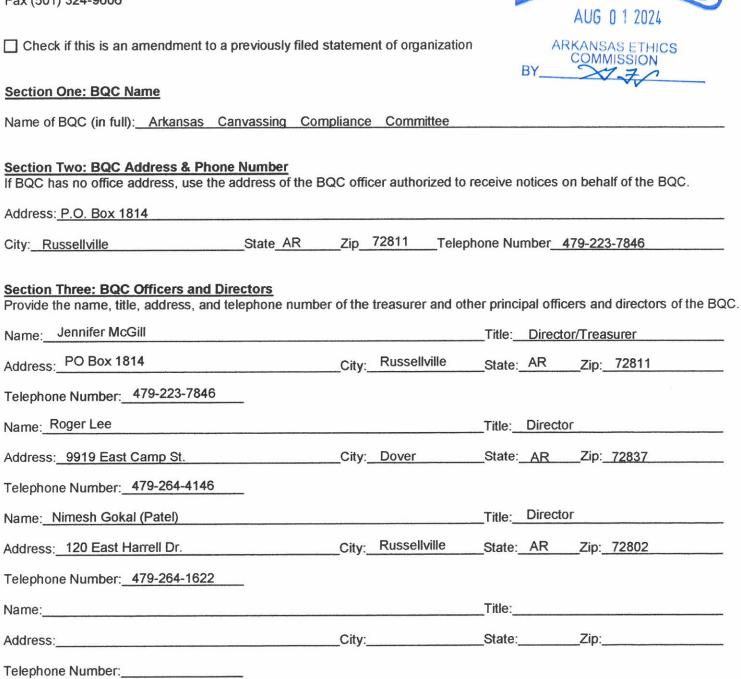
^{*}Administrative Order No 2.

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BALLOT QUESTION COMMITTEE (BQC)* STATEMENT OF ORGANIZATION

To be filed with: Arkansas Ethics Commission Post Office Box 1917 Little Rock, AR 72203 Phone (501) 324-9600 Fax (501) 324-9606 (Arkansas Ethics Commission File Stamp)



^{*} The term "ballot question committee" is defined in Ark. Code Ann. § 7-9-402(2)(A) and (B) and § 600(c)(1) and (2) of the Ethics Commission's Rules on Ballot and Legislative Question Committees.

Section Four: Financial Information Provide the name and address of each financial value.	cial institution in whi	ich the BQ0	C deposits mo	ney or	anythir	ng else of monetary
Name of Financial Institution: Bank of Ame	erica					
Address: 6100 S. Yale Ave.	City:	Tulsa	State:_	ОК	_Zip:_	74136
Name of Financial Institution:						
Address:	City:		State:_		_Zip:_	
Section Five: Members Provide the name of each person who is a moname without also listing its own members, if Cherokee Nation Businesses		ittee. A pe	rson that is no	ot an ind	dividua	may be listed by its
Section Six: Brief Statement Provide a brief statement identifying the subs qualification, disqualification, passage, or defevote at an election.						
To advocate against and to seek to disqual	ify the Local Voter C	Control of G	sambling Ame	ndmen	t	
7/1/24 Date			M	Yu. Signat	ure of I	BQC Officer