

**CHAIR**

• Licenses Committee

**MEMBER**

• Community and Economic  
Development Committee  
• Steering and Rules Committee



**TONY ZIELINSKI**  
ALDERMAN, 14TH DISTRICT

Date: December 5, 2013

To: All Members of the Milwaukee Common Council

From: The Licenses Committee

Re: Report of the Renewal Application of Kanisha T. King-Gray for a Class "B" Tavern and Public Entertainment Premises license for the premises located at 2579 North Teutonia Avenue in the City and County of Milwaukee, Wisconsin ("Club 30").

**FINDINGS OF FACT**

1. Kanisha T. King-Gray ("Licensee") is the holder of a Class "B" Tavern and Public Entertainment Premises license for the premises located at 2579 North Teutonia Avenue in the City and County of Milwaukee, Wisconsin ("Club 30"). Said license expires at midnight, December 20, 2013.
2. An application to renew said license was filed with the Office of the City Clerk on October 10, 2013.
3. Pursuant to Chapter 90 of the Milwaukee Code of Ordinances and Chapter 125 of the Wisconsin Statutes, the matter was referred to the Milwaukee Police Department for investigation. The Milwaukee Police Department responded with a report that could form the basis of non-renewal or suspension of this license on October 10, 2013.
4. On November 21, 2013 the City Clerk's Office provided notice to the Licensee pursuant to Chapter 90 of the Milwaukee Code of Ordinances and Chapter 125 of the Wisconsin Statutes of the police report that could form the basis for nonrenewal or suspension and included a copy of the police report. The matter was scheduled for a hearing on the police report and neighborhood objections on December 3, 2013 at 1:00 p.m. in Room 301B of the third floor of City Hall. At said date, time and place the licensee did appear and was represented by Attorney Scott Phillips and Attorney James Toran.
5. Based upon the sworn testimony heard and the evidence received at the hearing, the Committee finds the following:



- A. On September 24, 2012 at 11:30 p.m., Milwaukee police were dispatched to 2579 North Teutonia for an armed robbery complaint. The victim stated to police that he was exiting his auto at Club 30 when two males who were armed with guns approached him. They demanded and obtained the victim's property as one suspect punched the victim in his head. Officers spoke to a bar employee who believed that cameras did not capture the incident because it was out of camera range. Police attempted to notify Kanisha King-Gray regarding the incident; however, no one answered any of the numbers called.
- B. On January 1, 2013 at 1:53 a.m., Milwaukee police were dispatched to St. Joseph's Hospital for a battery complaint. The victim stated to police that she was at the Club 30 when she accidentally bumped into an unknown female inside the bar. The victim stated she apologized and assumed everything was fine. The victim stated shortly after she went outside for a cigarette when the female she bumped into, along with two of her friends, jumped her, hitting her several times. Once the females stopped hitting her, she located her boyfriend who was in the bar and they left. The victim told police that she did not see any security guards outside the bar when the incident occurred. The victim complained of pain to her neck and jaw area and had several scratches and bruises. On January 14, 2013, police left a message regarding this incident to the agent, Kanisha King-Gray.
- C. On January 6, 2013 at 1:32 a.m., Milwaukee police were dispatched to a fight complaint at 2577 North Teutonia. While in route, police received an update that the "Shotspotter" detected 4 shots fired at 1335 West Clarke Street, which is directly across the street from Club 30's front door. Upon police arrival, no one could be found fighting outside, or any injured parties that appeared to have been in an altercation of any kind. Officers entered the bar and spoke with Douglas Gray. Gray explained it was "alternative night" and believed an unknown male who was dressed as a female, slapped another female patron in the face. Security escorted the unknown male from the premise to avoid any further altercations, and that he proceeded to shut down the bar for the night and was unaware of what happened outside after the ejection. Gray further stated his security only escorted the male actor and his party off the premises at the time of the fight and was unsure how the fight escalated outside. Gray stated he did not hear any shots fired in the area during the incident. Officers then spoke with a security guard, Andrew Werner, who explained he was working the front door when a fight began outside the tavern. Werner stated he did not know what lead to the fight, but thought the people involved were patrons of the bar. Werner stated the fight consisted of 20 unknown female subjects and that the fight was brief and quickly broke up when shots were fired from the 1300 block of West Clarke Street. Werner stated when he

heard the shots; he quickly took cover behind a nearby parked car so he was unsure of who fired the shots.

- D. On January 14, 2013 at 10:53 p.m., Milwaukee police were dispatched to 2579 North Teutonia to investigate a complaint of illegal strippers, drug use and soliciting at the bar. The caller stated that women were soliciting in the apartments above the tavern and that one girl was 17 years old. Police entered the bar and proceeded to the dance floor area where strippers are known to perform. Officers did not observe any strippers; however, when police checked the "dressing room", they observed 35 women, who were naked. Police spoke with Douglas Gray and advised Gray of the complaint police received, at which time he assured officers that there was no illegally activity occurring at his bar. Gray escorted police to a door on the east wall of the tavern, which when opened, had a leading staircase and viewed a portion of the upper level. Police observed that the area did not have any heat and did not appear to be in use because it was very dirty and dusty. An officer believed that the area might be used as possible storage. Officers did not locate any underage persons on the premise. On January 13, 2013, officers attempted to notify Kanisha King-Gray regarding the investigation at both numbers listed on LIRA; however, the home phone was not functioning and the other number was incorrect according to the person who picked up the call.
- E. On February 25, 2013, Milwaukee police, based upon information and belief which has been obtained through various resources regarding the "Butt Naked Monday" events being held at the Club 30 Grill & Lounge, was involved in crimes against sexual morality, specifically "Lewd and Lascivious Behavior", which is described as "committing an indecent act of sexual gratification with another with knowledge that they are in the presence of others and/or indecently exposes genitals or pubic area" that in support of the assertions as described above that allegedly are occurring at the Club 30 Grill & Lounge. An undercover investigation was commenced on Monday, February 25, 2013, along with assistance of HIDTA detectives and several confidential informants who proceeded to patronize the Club 30 on Monday evenings during the "Butt Naked Monday" events; that these two confidential informants entered into Club 30 and independently and not knowing that one or the other was acting as an agent for the Milwaukee Police Department.

On February 25, 2013, members of the HIDTA, Milwaukee police detectives and two confidential informants who were equipped with a video recording device, entered Club 30 to monitor the activities that are occurring inside this tavern. The confidential informant (CI) did enter the bar at approximately 10:00 p.m. and remained inside the club until approximately 12:15 a.m. The CI described the activities as being normal up until about 11:30 p.m., when the females started to dance and strip; that

the female strippers check in with a subject known only as "Bear" and that the strippers need to sign a book and subsequently pay somewhere between \$20-\$40 dollars to strip. That at or about 11:30 p.m. The CI stated that the dancers began their show and that they came out onto the dance floor two at a time; that the CI stated the strippers start out with an outfit consisting of some type of bra and panties, but that eventually the dancers expose themselves completely. The CI stated that the dancers' breasts and full pubic region were being exposed fully to the patrons observing the dance show. The CI also observed female dancers were touching each other's breasts and buttocks area through out the performance; and that in one instance, two female performers performed oral sex on each other in front of the patrons. The CI further stated that it was very common to see male patrons placing their fingers on the dancer's vagina along with money as well as penetrating the female dancer's vagina with their fingers. The CI further relayed that after the girls finish their dancing, they walk around the club soliciting tips and setting up lap dances and/or other services in a back VIP area where sexual acts take place. The CI volunteered information that when the CI informant patronized the Club 30 in the past, that the CI had engaged in sexual acts with these female dancers in exchange for money. The CI stated that security for Club 30 is selective regarding their door searches and checking identifications of patrons entering the club. The CI stated he observed one patron armed with either a .22 caliber or a .25 caliber semi-automatic pistol. The CI also relayed that at one point in the evening while inside the club, a patron was put on the ground by security and that one of the friends of this patron voiced their concerns about what the security guard had done and that this friend was starting to make phone calls following which the CI heard rumblings about some shooting that was going on outside the club. Detectives that were in the area at about 12:15 a.m., did hear shots being fired somewhere in the vicinity of the Club 30 Grill & Lounge. Also included in the PA-33 were the findings of the second CI, which included patrons putting money and their fingers in the dancers vaginas, and that male patrons were receiving oral sex from the dancers on the main dance floor for exchange of money. Detectives assigned to HIDTA that were involved in the investigation, stated that at some point in the early morning hours of February 25, 2013, a fight occurred inside the club causing a large rush of people to exit the club onto North Avenue causing an estimated 25 to 30 cars being stopped on North Teutonia Avenue. Both CI stated that narcotics are sold "freely" in the bar, which includes "Molly" (Ecstasy) cocaine, and marijuana.

- F. On March 4, 2013 at 1:49 a.m., Milwaukee police were dispatched to 2579 North Teutonia for a trouble with subject complaint. The caller stated that someone is currently threatening to shoot outside of Club 30 and that there was a large crowd in the street and traffic cannot move. Upon police arrival, traffic was backed up in both north and southbound lanes. Many

cars were at a stand still. The investigation revealed that a gun was implied, but not seen, and that the caller, who wanted to remain anonymous, left the area. Police observed subjects hanging out of car windows as well as people exiting their autos to loiter. Many were loitering in a gas station parking lot located at 1341 West Center that does have an extended hours license, but appeared to be closed because all lighting inside and out of the premises was shut off. Squads cleared the area and made attempts to contact Kanisha King-Gray, but due to incorrect numbers provided by King-Gray, attempts were unsuccessful.

- G. On March 4, 2013, an undercover investigation continued with officers from the Milwaukee Police Department, members of the HIDTA and confidential informants in regards to "Butt Naked Monday" promotion at Club 30 Grill & Lounge. A CI entered the bar at approximately 11:00 p.m. and remained inside of the Club 30 Grill & Lounge until approximately 12:45 a.m. The CI went to the back area where the strippers dance which was already packed when the CI arrived. The CI heard the DJ to announce that if the patrons did not have money that they should move to the back and away from the dancers. The CI observed the dancers to be touching each other's breasts and buttocks area that the CI observed men and women placing US currency into the stripper's vagina area. The CI stated that the managers of the bar were announcing that they were going to start doing a "Butt Naked Tuesday" for the first time and was also informed of a "lock-in" on Sundays where patrons are at liberty to engage in sex acts with strippers for money. Undercover detectives that were outside the bar during the undercover investigation, describe the roadways surrounding Club 30 as "gridlock." A detective stated that there was cruising and at one point, there were vehicles going into opposing traffic on North Teutonia Avenue and that the vehicles were swerving in and out of traffic and honking horns and people were hanging out of the car windows. The detective could also smell the odor of burning marijuana as they monitored the exodus of individuals from Club 30. A detective did ultimately review audio/video recording from the CI and did observe a woman naked from the waist down at approximately the 35 minute mark of said video as well as at the 48 minute mark, the DJ stating that the show would start in approximately 5 minutes following which he observed women in various states of undress walking past the CI. Also observed were dancers' vaginas being exposed and dollar bills being dropped down on the dancers as well as observing a dancer to have her hand on her vagina and possibly inserting her finger into her vagina. Other detectives' observations and their CI statements/observations were also included in this PA-33. As a result of this investigation, Kanisha King-Gray was issued citations for costume regulations and the citations were served upon Attorney Scott Phillips on October 9, 2013, who represents the Club 30 Grill & Lounge. Two citations were issued for costume regulations with a court date of November 27, 2013.

- H. On March 11, 2013, an undercover investigation continued with officers from the Milwaukee Police Department, members of the HIDIA and confidential informants in regards to "Butt Naked Monday" promotion at Club 30 Grill & Lounge. At approximately 10:30 p.m., a CI entered Club 30 and remained inside until approximately 12:50 a.m. The CI stated that all of the strippers that were in the club on this particular evening were exposing their full breasts, buttocks and vaginal area to the patrons. The CI also stated he observed patrons placing money into the vaginal areas of the strippers. The CI further stated he observed one stripper performing oral sex on another female. The CI stated that one of the strippers asked him if he wanted a sample, which the CI understood to mean that she would perform fellatio to see if the CI would like to pay for sexual acts. The CI also reported seeing strippers placing their own fingers into their vagina in an effort to get more tips. The CI stated that he spoke with a male security guard named "George" who informed the CI that he was trying to sell a .357 caliber handgun for the price of \$375. Also included in the PA-33 are other detectives' observations and their CI statements/observations.
- I. On March 12, 2013 at 2:20 a.m., Milwaukee police at the Third District took a theft complaint that occurred at 2579 North Teutonia. The victim stated she was at Club 30 at 12:30 a.m. for "Buck Naked Monday." She had placed her purse on a table in the dance area and her back to the table as she was watching strippers and when she later turned around, found her purse gone. She stated she looked all over the bar for it and then asked security and the bartenders if anyone turned in a purse, however no one did. Police were unsuccessful in contacting Kanisha King-Gray and a report was filed.
- J. On March 26, 2013 at 1:40 a.m., Milwaukee police were monitoring Club 30 at 2579 North Teutonia Avenue due to traffic congestion as well as cruising type issues that occur at closing time. At 1:57 a.m., police observed traffic start to back up in the area surrounding the club. Two cars were observed driving on the grass of a vacant lot located at 2602 North Teutonia and then driving off the curb to get onto North Teutonia. Patrons of the club have been known to park their autos on this lot and have been cited in the past. When Club 30 closes for the night, the traffic issues that involve patrons of the club have been known to drive and park on the lot of Center Petro Mart (1341 West Center) and 15 autos were found to have parked at this lot in every direction on the lot. It had appeared to police that many of the subjects this night were not actual patrons of the bar. Police could hear people yelling and talking boisterously and using profane language as they walked to their autos. Police believed this could cause a disturbance due to the fact that the club is in residential area. Two

squads recorded the closing process of Club 30 and placed the copy on police inventory.

- K. On March 31, 2013 at 1:18 a.m., Milwaukee police were dispatched to 2579 North Teutonia for a fight complaint. Police were on scene when they heard several gunshots being fired in the area. Police observed approximately 50 subjects in the intersection of Teutonia and Clarke Streets physically fighting and screaming. Due to the number of subjects fighting and gunshots, all available squads from District Three responded to the location. Officers had to use their OC to several subjects who refused police orders to cease their actions. Police spoke with Douglas Gray who stated that the club had hosted a get together for a family who lost a loved one. An unwanted subject attempted to enter the club to join the family, but was not allowed in. Shortly after, two women from the get together exited the club and according to Douglas Gray, the unwanted subject began to physically fight with these women, prompting several people from the club to exit and get involved. Shots were then fired. Police recovered casings at 2554 North Teutonia, where an auto was parked and in plain view, officers observed an empty magazine cartridge lying on the passenger side floor. Police located the owner of the auto and the woman admitted to firing shots from her gun because it was her cousin that was being beaten up. The woman stated that a fight occurred inside the bar because one of the owners of the club wanted to "talk" to her cousin, who had expressed that she was not interested in the subject. The woman further stated that her cousin then threw a drink in that subject's face, which prompted a fight between the two. Security broke up the fight and escorted her cousin out of the club, but refused to let out any of the other family members. The woman stated that when she and other members were finally let out, she saw her cousin being beaten up in the middle of the street by 10-15 men, one of them whom she identified as the owner. The woman stated she then went to her car and retrieved her gun and fired it multiply times into the air. Police arrested the suspect and charged her with ESBUDW (endangering safety by use of dangerous weapon). Police recovered a 9 mm handgun, along with two magazines, 12 cartridges and a total of 8 spent casings. Due to the totality of the circumstances, and the fact the incident stemmed from patrons at Club 30, Kanisha King-Gray was cited for disorderly premises. Several subjects were also cited for disorderly conduct. The applicant was issued a citation for disorderly premises prohibited and found guilty on May 29, 2013 and fined \$379.00.
- L. On May 1, 2013, an investigation continued with officers from the Milwaukee Police Department, in regards to the "Butt Naked Monday" promotion at Club 30 Grill & Lounge. An officer from the Milwaukee Police Department drafted a search warrant on May 1, 2013 and that was served on May 3, 2013, upon Facebook that consisted of a request for a

warrant for communications or other information held by a provider of electronic communication services and remote computing services. Facebook did respond with the requested documentation in the form of two CD's consisting of a total of 2,564 pages: that a portion of this documentation provided by Facebook resulted in multiple photo albums for Club 30 Grill & Lounge and that the photos incorporated herein are specifically dated December 5, 2012, December 12, 2012 and December 19, 2012. An officer examined the documentation provided by Facebook, which also included the same or similar photo albums, which were previously downloaded by an officer from Facebook. These photos clearly indicate that Club 30 is non-compliant with the costume requirements of Milwaukee Code of Ordinances relating to public entertainment premises licenses.

- M. On May 7, 2013 at 2:10 a.m., Milwaukee police were patrolling the area around Club 30 when the tavern's security guards flagged them down for a woman who had been cut in the 1300 West Clarke Street. Police found the victim and observed a small ½ inch laceration/puncture to the back of her left arm. The victim stated to officers that she was with her male friend and that they were inside Club 30 when he started talking to other women, which she did not appreciate, so she started talking to other guys. At closing time, the victim left the bar and asked her male friend for her coat, which was inside his car and that he, became angry and "swung off" on her, which officers took to mean as an attempt to strike her. The female that her male friend was talking to started yelling at her and she felt like the woman was going to fight her. The victim stated she then observed this female to have something in her hand and that she attempted to run away when she suddenly felt a "poke" on the back of her arm. Police spoke with agent's husband, Douglas Gray, regarding the incident. Gray stated the victim had been inside the bar, but that he did not witness her in an altercation of any kind. Gray further stated he believed the victim left at 12:00 a.m. and was not aware that she had returned to the bar.
- N. On May 21, 2013 at 2:37 a.m., Milwaukee police were dispatched to St. Joseph's Hospital for an armed robbery complaint. Police met with the victim who stated he was at Club 30 with his brother and as they left and walked to their car, noticed that the front driver's side window smashed out. As the two began to clean up the glass, an unknown male approached them behind and stated "Give it to me." The victim stated he did not know what the suspect meant by it and was then struck in the face with a handgun. The victim stated the attack stopped after a security guard from Club 30 chased the attacker away. The victim sustained three large lacerations. Case is pending.
- O. On June 4, 2013 at 1:00 a.m., members of HIDTA were conducting an operation in the 2500 block of North Teutonia when they observed a



patron from Club 30 discharge a single shot from a handgun in front of 2551 North Teutonia. Police stated they observed a male and female exit the club and walked to a parked car. The female began directing the male who was driving a car, out of their parking space when an officer observed the woman reach into the passenger side window, which was open. The officer then observed the female reach in her waistband and run towards a fence, firing one shot. The woman returned to the car, which sped off. Police conducted a traffic stop and arrested the woman. The woman admitted to firing the gun and stated she was trying to hit an opossum which was sitting on a chain link fence just west of where the vehicle was. It was later found that the fired round struck a residence at 2552 North 14<sup>th</sup> Street, and upon checking, all occupants that were inside at the time were not injured by the discharged round. The woman denied to police that she had the gun while they were inside the club. The driver was found to be in possession of THC and became belligerent with police when he was placed under arrested. An officer spoke with Kanisha King-Gray who stated she was not at the business the night of the incident and was not aware that it had occurred.

P: On June 11, 2013 at 12:49 a.m., Milwaukee police were patrolling in the 2600 block of North Teutonia when they conducted an investigation involving a patron from Club 30 who had an unregistered auto, which was parked at 2641 North Teutonia. Officers advised the subject that she could not drive the car because it was being towed, to which she protested. The woman was argumentative and was allowed into the car to retrieve her belongings when she closed the door and started the car up. She was ordered to shut off the car and step out, but refused and put the car in gear and struck an officer in his leg with the vehicle. The woman was eventually taken into custody and charged with OWI and issued several traffic citations. Officers spoke with Kanisha King-Gray who stated she was unaware of the incident.

Q. On June 24, 2013, an undercover investigation continued with officers from the Milwaukee Police Department, members of the HIDTA and confidential informants in regards to "Butt Naked Monday" promotion at Club 30 Grill & Lounge. A CI entered Club 30 Grill & Lounge at approximately 10:30 p.m., and remained inside until approximately 1:30 a.m. The CI stated that he observed female dancers that were initially wearing outfits that covered their breasts and vaginal area, but were being totally removed by other dancers, exposing their breasts and pubic area. The CI stated the patrons would place money into the female dancer's vaginal areas and that the female dancers could be observed placing their fingers into their own vagina. Video and audio recordings were obtained by the CI and later given to members of the HIDTA who downloaded the video and audio portions of the recording device to a CD. The recordings clearly indicate that Club 30 is non-compliant with the costume

requirements of MCO relating to PEP. As a result of this investigation on this date, Kanisha King-Gray was issued two citations for Costume Regulations with a pending court date of November 27, 2013.

- R. On July 1, 2013, an undercover investigation continued with officers from the Milwaukee Police Department, members of the HIDTA and confidential informants in regards to "Butt Naked Monday" promotion at Club 30 Grill & Lounge. A CI entered the club at approximately 10:55 p.m. and remained inside the club until 2:00 a.m. Video and audio recordings were obtained from the CI that revealed dancers beings announced with patrons gathering on the dance floor in large circle around a dance pole. The dancers are then seen entering into this circle, which also shows multiple security guards with some carrying laundry baskets as the dancers begin to entertain the patrons. The dancers are seen wearing an assortment of scantily clad outfits consisting of mostly a top and usually a G-string for a bottom garment. Music is playing and the dancers begin to dance. During the performance, the dancers ultimately remove their G-string revealing their vaginal areas in full view and/or pull up their bras to reveal their breasts in plain view and not covered with pasties. UC officers who were outside and monitoring Club 30 heard two gunshots being fired at or near Club 30 and observed a male run in front of the undercover officers' auto being chased by another male who was armed with a gun. It was later found the subject with the gun was a security officer for Club 30, identified as Dwayne Hardwick. Police investigation revealed that an armed robbery had occurred at 1:46 a.m. that involved a patron who had previously been inside the club. An unknown male who was armed with a gun approached the victim; pistol-whipped, shot and robbed the victim before fleeing the scene. Police then entered Club 30 and spoke with Douglas Gray regarding the armed robbery/shooting incident. Gray was asked if he knew the victim of the shooting to which Gray responded that the victim was never in the club. An officer asked to speak with Kanisha King-Gray and Douglas responded that the officer had to deal with him and not his wife. Police were shown where Gray keeps his DVR system for his cameras in and outside of the club. Officers, along with information provided by the CI, clearly indicated that female entertainers of the club were in violation of the costumes regulations. Citations were issued to Kanisha King-Gray for costume regulations with a pending court date of November 27, 2013.
- S. On July 15, 2013, an undercover investigation continued with officers from the Milwaukee Police Department, members of the HIDTA and confidential informants in regards to "Butt Naked Monday" promotion at Club 30 Grill & Lounge. A CI entered approximately 11:00 p.m. and remained inside until 2:00 a.m. Video and audio recordings were obtained from the CI, which showed dancers wearing an assortment of scantily clad outfits consisting of mostly a top and usually a G-string for a bottom

garment. During the performance, the dancers ultimately remove their G-strings revealing their vaginal areas in full view and/or pull up their bras to reveal their breasts in plain view and not covered with pasties. A dancer is also seen lifting her costume garment up above her waist exposing her vaginal area and then becoming fully naked and dancing at the stripper pole. Also observed is a security guard shining a light on a dancer who is lying on the dance floor and who is spreading her legs and exposing her vaginal area, which is not covered with any type of costume. As a result of this investigation on this date, citations were issued to Kanisha King-Gray for Costume Regulations.

- T. On July 24, 2013 at 9:00 p.m. members from the Wisconsin Department of Revenue, Alcohol and Tobacco Enforcement conducted a license premise check. Agents spoke with Douglas Gray and Charles Burgess, who were the only two occupants in the club. The investigation found several bottles of alcohol to be old and not documented on any invoices for the establishment. Also found were plastic containers of an unidentified alcohol mixture that Douglas Gray stated was "punch made with alcohol." Gray was advised that he could make a punch mixture but that he needed to label the container with what was in the mix and that he could not keep the contents for longer than one business day. When asked by agents how many employees Gray had, Gray responded that he does not have any employees and that everyone helps him for free, Gray later stated that he had one security guard who receives a "1099" form. Agents issued a warning letter to Gray specifying illegal activity relating to the selling of alcohol purchased from an unauthorized source and for failure to maintain invoices on a licensed premise.
- U. On July 26, 2013, a license premise check was conducted by agents from the Department of Revenue, Alcohol and Tobacco and Milwaukee police. Numerous violations were found throughout the premise that consisted of building code violations and the mailer was forwarded to the Department of Neighborhood Services who provided the violations found and the owner was given until August 7, 2013 to correct.
- V. On September 18, 2013, Milwaukee police responded to a shooting at 2575 North Teutonia Avenue. The investigation revealed a male armed with a .22 caliber semi-automatic approached and shot two victims. Statements were obtained from the victims. One of the victims stated he was a bouncer for Club 30 and was identified as Danny Webb. Webb stated that the club never opened for the night but that he drove to the club and arrived around 9:00 p.m. Webb stated he parked his auto on the west side of North Teutonia, right outside of Club 30 and that 20 minutes after he arrived, the bartender for the club arrived and that both he and the bartender stood outside the club waiting for the manager to arrive and open the club. While waiting, an unknown male stated, "Break yourself."

The victim stated he then came face-to-face with the suspect and that he began to run when he heard one shot fired immediately knew that he had been shot because he felt pain to his leg. The second victim was shot to his mid-section of the right side of her upper body. Further investigation found Webb had a loaded Rossi .38 revolver in his center console of his auto that he said he needed because he feared for his safety when he had to ask some people to leave the club and that those people have been threatening him. Webb is a convicted felon prohibited from possessing a firearm due to a felony charge of First Degree Reckless Homicide. Webb was charged with Felon in Possession of Firearm. Case is currently pending with a plea/sentencing hearing on January 16, 2014.

- W. On October 7, 2013, Kanisha King-Gray applied to renew the liquor license for Club 30 located at 2579 North Teutonia Avenue at the City Hall License Division located at 200 East Wells Street. On the renewal application, Question 6. a. reads: *Since filing of the last application, has the named licensee, any member of a partnership licensee, or any member, officer, director, manager or agent for either a limited liability company licensee, or non profit organization licensee been convicted of any offenses (excluding traffic offenses not related to alcohol) for violation of any federal laws, any Wisconsin laws, any laws of any other states, ordinances of any municipality? If yes, complete the reverse side.* The applicant, Kanisha King-Gray marked the No box. A background investigation revealed that King-Gray has a municipal court conviction of disorderly premises prohibited on May 29, 2013, which she paid a \$379.00 fine. A citation was issued to King-Gray for truth of statements and affidavits- falsifying.
- X. Alderman Perez moved to add a written response from the applicant as Exhibit #1 to the file.

Individuals appearing:

- Y. Captain Jason Smith testified that he has been familiar with the establishment since it existed as a previous business. He states that in 2008 the applicant submitted several business plans. Parking is limited. He states the number of parking spaces listed on application is incorrect. He also states the security information on the 2012 plan of operation is inaccurate. He states that attempts to negotiate with the applicant have not been successful. He supports nonrenewal.
- Z. Alderwoman Coggs moved to add a binder from the police department to the file as exhibit #2.
- AA. Alderman Kovac moved to add photographs from the police department to the file as exhibit #3.

- BB. Officer Bodo Gajevic testified that he worked with the HIDTA (High Intensity Drug Trafficking Areas) organization to begin the investigation. Investigations were triggered by complaints of underage performers and prostitution. Initial evidence was gathered from the club's Facebook page. Graphic photos were present on the page. Warrants were filed for the club's two Facebook accounts. Confidential informants who had visited the club debriefed him. Audio and video was recorded by the confidential source. He presented a slide show of images from Facebook, a news article, and photos of exterior of the club. He states that the renewal application lists 40 off-street parking spaces, but the parking slab at the establishment is large enough to fit 4 or 5 vehicles. On July 1st, he waited outside the establishment while the confidential source was inside. As the club closed, he observed heavy traffic and individuals running with a gun. He met with the applicant's husband, Douglas Gray, to explain that there was a shooting outside and he needed video. He states that the Douglas Gray said the shooter was never in the tavern. Afterwards, he met up with the confidential source to obtain video. Both Officer Gajevic and Captain Smith noted that they were unable to meet with the licensee, despite attempts and requests to do so, but were told by Mr. Gray that he ran the establishment.
- CC. Officer Ashley Gryzkewicz testified that on March 26, 2013 she responded to the location based on traffic and cruising complaints. She observed cars driving in grass and over the curb. On March 31, she responded to shots fired complaints. Sixteen shots were fired. She spoke with the individual who fired shots, who stated she did it to stop a fight. She also spoke with Douglas Gray. On November 26, 2013 she responded to an underage event at the establishment. No underage drinking was observed, but underage individuals were seen leaving the establishment. Alcohol was not locked up, but covered under a blanket. She stated on another occasion she gave Douglas Gray a copy of the city ordinance in regards to costume regulations. She states that she has observed the area surrounding the establishment to be quiet when the club is not open.
- DD. Amanda Bowers, 5011 North 31<sup>st</sup> Street testified that she has been to the club once in June of 2013 at a Butt Naked Monday event. She observed nude women performing and touching each other at the event. She states several patrons of the bar placed money on the women.
- EE. Detective David Lopez is assigned to HIDTA and he testified that he spoke with a confidential informant on February 25<sup>th</sup> who observed a sign up sheet for strippers on the premises who paid \$20 to \$40 each to perform. The informant observed nude women who were touching each other. He also observed a semi-automatic weapon. On March 4<sup>th</sup>, the informant observed nude women who were touching each other. He

overheard discussions about a possible Butt Naked Tuesday, as well as possible lock-ins. On a subsequent night, the informant observed nude women and women performing oral sex on each other. Someone also offered a gun for sale. On June 4<sup>th</sup>, the detective met with the confidential informant, who stated there were nude women on the premises. The detective saw two people leave the establishment. He observed one of the two people fire a shot into a nearby field.

- FF. Detective Phil Simmert, assigned to HIDTA testified that on February 25, 2013, a confidential informant stated drugs were for sale on the premises and sexual acts were observed. On March 4, 2013 the detective observed gridlocked traffic and smelled burnt marijuana.

Individuals appearing in support:

- GG. Douglas Gray states he stands by the statements that he made in his written response (exhibit #1). Since the business has opened, they have made many improvements to the building. He made complaints to the police department about a nuisance property next door to the establishment and later purchased the building. He states that he has participated in negotiations with the police department and City Attorney's office. He states that they will surrender the stripper license and accept punishment.
- HH. Alderman Kovac moved to accept withdrawal of all requested changes and removal of the strippers on the Public Entertainment Premises license application.
- II. Wayne Carter, 2459 North 39<sup>th</sup> Street testified that he knows Douglas Gray and has visited the establishment several times. He has watched TV and played pool in the establishment in the day time. He has not witnessed any illegal activity.
- JJ. Homer Blow, 2003 West Capitol Drive stated that he has visited the establishment several times. He did not observe any drug activity.
- KK. Kevin Jones, 926 West Center Street testified that he has worked as a DJ in the establishment. He was present for some "BNM" event nights. He has not observed illegal activity.

Additional individuals appearing in opposition:

- LL. Virginia Duprese, 2450 North 14<sup>th</sup> Street is the President of neighborhood association. She is not in favor of the Public Entertainment Premises license.

- MM. Dana World Patterson of the Human Trafficking Task Force of Greater Milwaukee.
- NN. Scott McIntosh, 5717 West Wells of the Human Trafficking Task Force of Greater Milwaukee.
- OO. Phyllis Wofford, 1620 North 20<sup>th</sup> Street states she has been harassed by the establishment's security.
- PP. Martha Love, 1846 West Cherry of the Human Trafficking Task Force of Greater Milwaukee.
- QQ. Richard Lucas, 544 East Ogden, Citywide Security testified he never had a contract with the establishment.
- RR. Alderman Hines states Douglas Gray has been engaged in charitable high school and YMCA events. Mr. Gray reached out to the alderman early in 2013, requesting a meeting with the police, but the meeting could never be organized. He states that he is disappointed that the police did not work with his office to correct the issues.
- SS. Alderwoman Coggs moves to accept withdrawal of the Permanent Extension of Premises application.
- TT. Alderman Dudzik moved nonrenewal based on neighborhood testimony, police testimony, applicant testimony, and items 20-41 on the police report

#### CONCLUSIONS OF LAW

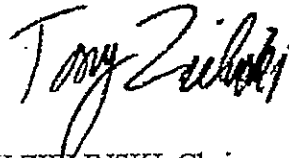
1. The Committee has jurisdiction to hold hearings and provided Findings of Fact and Conclusions of Law and a Recommendation to the full Common Council pursuant to Chapter 125 of the Wisconsin Statutes and Chapter 90 of the Milwaukee Code of Ordinances.
2. Based upon the above facts found, the Committee concludes that the licensee, Kanisha T. King-Gray who holds a Class "B" Tavern and Public Entertainment Premises license for the premises located at 2579 North Teutonia Avenue in the City and County of Milwaukee, Wisconsin ("Club 30") has not met the criteria of Chapter 90, of the Milwaukee Code of Ordinances together with the police report to allow renewal of her license. The Committee finds the above to be true.
3. In order to protect the health, safety and welfare of the citizens of the City of Milwaukee, it is the recommendation of the Licenses Committee that the full Common Council of the City of Milwaukee should exercise its judgment to not renew the Class "B" Tavern and Public Entertainment Premises license of

Kanisha T. King-Gray for the premises located at 2579 North Teutonia Avenue in the City and County of Milwaukee, Wisconsin ("Club 30").

RECOMMENDATION

Based upon the Findings of Fact and Conclusions of Law stated above, the Committee, by a vote of five (5) ayes and zero (0) noes recommends that the Class "B" Tavern and Public Entertainment Premises license held by Kanisha T. King-Gray for the premises located at 2579 North Teutonia Avenue in the City and County of Milwaukee, Wisconsin ("Club 30") not be renewed.

Dated and signed at Milwaukee, Wisconsin this 5th day of December, 2013.



TONY ZIELINSKI, Chair  
Licenses Committee

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