James J. Welch, # 09546 Assistant Attorney General Office of the Attorney General 301 SW 10th Topeka, Kansas 66612-1597 (913) 296-3751 AND THE 25 PM ST

IN THE DISTRICT COURT OF SHAWNEE COUNTY, KANSAS Division _______

STATE OF KANSAS, ex rel.
CARLA J. STOVALL, Attorney General

Plaintiff,

vs.

Case No. 91 W 995

JON A. WOLLMAN,
D/B/A HAPPY CAMPERS,

Defendant.

Petition Pursuant to K.S.A. Chapter 60

JOURNAL ENTRY OF CONSENT JUDGMENT

NOW on this ______ day of _______, 1997, Plaintiff's Petition for Approval of Consent Judgment comes before the Court pursuant to K.S.A. §50-632(b). Plaintiff, the State of Kansas, ex rel. Carla J. Stovall, Attorney General, appears by and through James J. Welch, Assistant Attorney General. Defendant Jon A. Wollman, d/b/a Happy Campers appears pro se.

Whereupon, the parties advise the Court that they have stipulated and agree to the following matters:

- 1. Carla J. Stovall is the Attorney General of the State of Kansas.
- 2. The Attorney General's authority to bring this action is derived from the statutory and common law of the State of Kansas, specifically the Kansas Consumer Protection Act, K.S.A. §50-623 et seq.

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- 3. Defendant Jon A. Wollman, d/b/a Happy Campers is a sole proprietorship organized under the laws of the state of Wyoming. The principal office of the corporation is located at 150 North Beech, Casper, Wyoming 82601.
- 4. Defendant is a supplier within the definition of K.S.A. §50-624(i) and has engaged in consumer transactions in Kansas within the definition of K.S.A. §50-624(c) and (h).
- 5. Defendant admits the Court has personal and subject matter jurisdiction over the parties.
 - 6. Defendant stipulates and waives any objection to venue in Shawnee County.
- 7. Defendant sells "Highly Concentrated All Purpose 'AMAZING' Cleaner." Defendants sales constitute door-to-door sales, as defined by K.S.A. §50-640.
- 8. The Attorney General alleges and Defendant admits Defendant engaged in the following acts and practices which are deceptive and/or unconscionable and violate the Kansas Consumer Protection Act:
 - a. Defendant failed to furnish consumers with a fully completed receipts which contained in immediate proximity to the space reserved for the consumers' signature a notice of consumers' rights to cancel, in violation of K.S.A. §50-640(b)(1).
 - b. Defendant failed to furnish consumers with a completed "Notice of Cancellation" form in duplicate, attached to consumers' receipts which was easily detachable and which contained the consumers' right to cancellation form in 10-point boldface type, in violation of K.S.A. §50-640(b)(2).
 - c. Defendant failed, before furnishing copies of the "notice of cancellation" to consumers, to complete both copies by entering the dates of the transactions and the dates, not earlier than the third business days following the dates of the transactions, by which consumers may have given notices of cancellation, in violation of K.S.A. §50-640(b)(3).

- d. Defendant failed to inform consumers orally of such consumers' rights to cancel, at the time such consumers signed the contracts and purchased cleaner from Defendant, in violation of K.S.A. §50-640(b)(5).
- e. Defendant's order forms include a space for "tax;" in this space designated as the itemization of sales tax, Defendant wrote "inc." or "incl.," indicating that the sales tax was included in the price consumers paid for product. Defendant, therefore, charged consumers a monetary charge in excess of that which was collected for product, calling such charge "tax." Although Defendant charged consumers sales tax, Defendant did not remit the sales tax collected for such products to the Kansas Department of Revenue. This is in violation of K.S.A. §50-627(b)(1), in that Defendant took advantage of the inability of consumers to reasonably protect the consumers' interest because of consumers' inability to determine that Defendant did not remit the sales tax collected to the Kansas Department of Revenue.
- Defendant charged consumers a monetary charge in excess of that which was collected for product, calling such charge "tax." Although Defendant charged consumers sales tax, Defendant did not remit the sales tax collected for such products to the Kansas Department of Revenue. This is also in violation of K.S.A. §50-626(b)(2) in that it is the willful use in oral and written representation of exaggeration and falsehood as to a material fact.
- 9. Defendant voluntarily admits liability and agrees to this Consent Judgment without trial or adjudication of any issue of fact or law.
- Defendant agrees to refrain from and to be permanently enjoined from engaging in those acts and practices alleged to be deceptive or unconscionable in paragraph eight (8) of this Consent Judgment, and Defendant agrees that engaging in such acts or similar acts, after the date of this Consent Judgment, shall constitute a violation of this Order.

- 11. Defendant agrees to refrain from and to be permanently enjoined from engaging in any and all deceptive and/or unconscionable acts and practices in violation of the Kansas Consumer Protection Act, K.S.A. §50-623 et seq., as it now exists or as amended in the future and Defendant agrees that engaging in such acts or practices after the date of this consent judgment shall constitute a violation of this Order.
- 12. The provisions of this Consent Judgment will be applicable to Defendant, and every employee, agent or representative of Defendant.
- 13. Defendant agrees to make available and/or disclose the provisions of this Consent Judgment to its employees, agents and representatives within five days of signing the Consent Judgment.
- 14. Defendant agrees to resolve any future complaints filed with the Office of the Attorney General regarding Defendant after the date of this Consent Judgment to the satisfaction of the Attorney General within 30 days of the date such complaint is forwarded to Defendant for resolution.
- 15. Defendant agrees to be permanently enjoined from entering into, forming, organizing or reorganizing into any partnership, corporation, sole proprietorship or any other legal structures, for the purpose of avoiding compliance with the terms or this Consent Judgment.
- 16. Defendant agrees to pay \$ 2,500 in investigation fees and expenses to the "Office of the Attorney General" of the State of Kansas. In addition, Defendant agrees to pay \$ 2,500 in civil penalties to the "State of Kansas". Payment shall be made by certified checks and shall be delivered to the Attorney General of the State of Kansas at the time of signing this Consent Judgment.
- 17. Defendant agrees to pay all expenses and reasonable attorney's fees in connection with the collection of any amounts in this judgment, provided Defendant does not pay the amounts as agreed herein within the time frame stated.

- 18. Defendant agrees to maintain all business records for a period of five years and to allow the Attorney General to inspect all of Defendant's business records in the future.
- 19. Jurisdiction is retained by this Court for the purpose of enabling any of the parties to this Consent Judgment to apply to this Court at any time for such further orders and directions as may be necessary or appropriate for the modification of any of the provisions hereof, for the enforcement of compliance herewith, and for the punishment of violations thereof.
- 20. If any portion, provision, or part of this Consent Judgment is held to be invalid, unenforceable, or void for any reason whatsoever, that portion shall be severed from the remainder and shall not affect the validity or enforceability of the remaining provisions, portions or parts.
- 21. Compliance with this Consent Judgment does not relieve Defendant of any obligation imposed by applicable federal, state, or local law, nor shall the Attorney General be precluded from taking appropriate legal action to enforce civil or criminal statutes under her jurisdiction.
- 22. The parties understand that this Consent Judgment shall not be construed as an approval of or sanction by the Attorney General of the business practices of Defendant nor shall Defendant represent the decree as such an approval. The parties further understand that any failure by the State of Kansas or by the Attorney General to take any action in response to any information submitted pursuant to the Consent Judgment shall not be construed as an approval of or sanction of any representations, acts or practices indicated by such information, nor shall it preclude action thereon at a later date.

IT IS THEREFORE ORDERED, ADJUDGED AND DECREED that the stipulation and agreement of the parties contained herein are adopted and approved as the findings of fact and conclusions of law of the Court and any monies owed hereunder by Defendant immediately become a judgment upon filing.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that judgment is entered against Defendant in favor Plaintiff in the amount of \$ 5,000.

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that pursuant to the Kansas Consumer Protection Act, and the provisions of K.S.A. §50-632(b), the Court hereby approves the terms of the Consent Judgment and adopts the same as the order of the Court.

IT IS SO ORDERED.

Approved by:

Attorney Geberal

James J. Welch, #09546 Assistant Attorney General

Kansas Judicial Center

Topeka, Kansas 66612-1597

(913) 296-3751

Attorney for Plaintiff

Jon A. Wollman, d/b/a Happy Campers 150 North Beech

Casper, Wyoming 82601

Defendant