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CLERK OF THE MIAMI COUNTY DISTRICT COURT
CASE NUMBER: 2020-CV-000067



Court: Miami County District Court

Case Number: 2020-CV-000067

Case Title: State of Kansas ex rel. Derek Schmidt Atty General

vs. Triad, Inc.

Journal Entry of Consent Judgment Type:

SO ORDERED.

/s/ Honorable Steven C. Montgomery, District Court

Judge

Electronically signed on 2020-08-07 08:25:45 page 1 of 9

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# IN THE DISTRICT COURT OF MIAMI COUNTY, KANSAS SIXTH JUDICIAL DISTRICT

STATE OF KANSAS, <i>ex rel</i> .  DEREK SCHMIDT, Attorney General,		)	
	Plaintiff,	)	
v.		)	Case No. 2020-CV-67
TDIAD INC		)	
TRIAD, INC.,		)	
	Defendant.	)	
(Pursuant to K.S.A. Ch	anter 60)		

### **JOURNAL ENTRY OF CONSENT JUDGMENT**

**NOW** on this date, the parties' Journal Entry of Consent Judgment comes before the Court pursuant to K.S.A. 50-632(b). The Plaintiff, State of Kansas, *ex rel*. Derek Schmidt, Attorney General, appears by and through Kimberley A. Davenport, Assistant Attorney General. Defendant appears by Carly Duvall, Spencer Fane LLP.

**WHEREUPON** the parties advise the Court that they have stipulated and agreed to the following:

### PARTIES, JURISDICTION AND VENUE

- 1. Derek Schmidt is the duly elected, qualifying and acting Attorney General for 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 ("KCPA"), K.S.A. 50-623 *et seq.*, and the Kansas Roofing Registration Act ("KRRA"), K.S.A. 50-6,121, *et seq.*
- 3. Defendant Triad, Inc. ("Defendant") is a Missouri For-Profit Corporation with a principal place of business at 2929 SW US 40 Highway, Blue Springs, Missouri 64015. Defendant is registered with the Kansas Secretary of State as a "Foreign for-profit corporation" and is currently active and in good standing.
- 4. All references to Defendant herein include acts performed individually, in concert, or by or through employees, directors, officers, owners, managers, agents, assigns, and all other persons or entities acting in concert with them or on their behalf, including their predecessors, subsidiaries, affiliates and successors.
- 5. Jurisdiction and venue are appropriate in District Court of Miami County, Kansas, pursuant to K.S.A. 50-638(a) and (b), respectively.

#### **ALLEGATIONS**

- 6. Plaintiff alleges that Defendant has acted as a "supplier" in Kansas, as that term is defined by K.S.A. 50-624(1).
- 7. Plaintiff alleges that Defendant has engaged in "consumer transactions" in Kansas, as that term is defined by K.S.A. 50-624(c).

- 8. Plaintiff alleges that Defendant is a "roofing contractor," as that term is defined by K.S.A. 50-6,122(a)(1).
- 9. Plaintiff alleges that at all times relevant hereto, Defendant engaged in acts and practices in violation of the Kansas Roofing Registration Act, K.S.A. 50-6,121 *et seq.*, which acts and practices include, but are not limited to, Defendant sharing its roofing contractor's registration certificate with other individuals or business entities, in violation of K.S.A. 50-6,127(c).
- 10. Pursuant to K.S.A. 50-632(b), this Consent Judgment is not an admission by Defendant of a violation of the Kansas Roofing Registration Act or the Kansas Consumer Protection Act. Notwithstanding, Defendant agrees to this Consent Judgment without trial or adjudication of any issue of fact or law and solely for the purpose of settlement.

#### INJUNCTIVE RELIEF

- 11. Defendant agrees to comply with all Kansas laws, statutes, rules and regulations relating to consumer transactions in Kansas, specifically, but not limited to, the Kansas Consumer Protection Act, K.S.A. 50-623 *et seq*.
- 12. Defendant agrees to comply with the Kansas Roofing Registration Act, K.S.A. 50-6,121 *et seq.*, while acting as a roofing contractor and performing roofing services in the state of Kansas.
- 13. Defendant shall secure a copy of all subcontractors' roofing contractor registration certificates, all of which should be valid and "in good standing" status, and have them available for inspection during business hours at the location where roofing services are being provided.

14. Defendant shall not enter into any subcontractor agreements or contracts with any

subcontractors to perform any roofing services in Kansas unless and until the subcontractor obtains

a valid Roofing Registration Certificate from the Office of the Kansas Attorney General.

15. Defendant shall not cause or encourage third parties, nor knowingly permit third parties

acting on their behalf, to engage in practices from which Defendant is prohibited by this Consent

Judgment.

16. Defendant shall not participate, directly or indirectly, in any activity or form a separate

entity or corporation for the purpose of engaging in acts or practices which are prohibited in this

Consent Judgment or for any other purpose which would otherwise circumvent the spirit or

purposes of this Consent Judgment.

17. Defendant agrees that the terms of this Consent Judgment apply to acts performed

individually, in concert, or by or through its employees, agents, representatives, affiliates,

assignees and successors.

**MONETARY RELIEF** 

18. Defendant agrees to pay the Office of the Kansas Attorney General \$10,000.00 in civil

penalties for violations of the Kansas Roofing Registration Act, pursuant to K.S.A. 50-6,123 and

K.S.A. 50-636.

19. Payment shall be made in the form of a cashier's check, money order or other certified

funds payable to the Office of the Kansas Attorney General, mailed to:

Kimberley A. Davenport, Assistant Attorney General

Attn: Roofing Registration Unit

Office of the Kansas Attorney General

120 S.W. 10th Ave., 2nd Floor

Topeka, Kansas 66612

4

#### OTHER PROVISIONS

- 20. 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.
- 21. 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.
- 22. Compliance with this Consent Judgment does not relieve Defendant of any obligation imposed by applicable federal, state, or local law, nor shall this Consent Judgment preclude the Plaintiff from taking appropriate legal action to enforce any other statutes under his jurisdiction or from any other Federal or State agency to enforce any other federal, state, or local law under its jurisdiction.
- 23. The parties understand that this Consent Judgment shall not be construed as an approval of or sanction by the Attorney General of Defendant's business practices, nor shall Defendant represent the Consent Judgment as such approval. The parties further understand and agree 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 this Consent Judgment shall not be construed to be an approval of or sanction of any representations, acts, or practices of Defendant, nor shall any inaction by the Attorney General be considered a waiver by the attorney general of any rights under this Consent Judgment or applicable law.

- 24. This Consent Judgment represents the entire agreement between Plaintiff and Defendant. There are no representations, agreements, arrangements or understandings, oral or written, between the parties relating to the subject matter of this Consent Judgment which are not fully expressed herein or attached hereto.
- 25. Defendant hereby represents and warrants that Defendant has had the opportunity to consult with and receive the advice of legal counsel regarding all matters relative to this Consent Judgment, including the rights and obligations of Defendant under this Consent Judgment and the consequences of breach hereunder. Defendant represents that Defendant has read the Consent Judgment and knows and understands the contents thereof. Defendant further represents and warrants that Defendant is signing this Consent Judgment as the result of his own free act, and that Defendant has not relied on any statement(s) or representation(s) of the Attorney General or anyone acting on his behalf, except for those contained in this Consent Judgment.
- 26. By signing this Consent Judgment, the representative of Defendant represents and warrants that such person is duly and legally authorized to execute this Consent Judgment on behalf of this Defendant, thus binding Defendant to the provisions of this Consent Judgment.

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

**IT IS FURTHER ORDERED, ADJUDGED AND DECREED** that judgment is entered against Defendant in favor of Plaintiff in the amount of \$10,000.00.

**IT IS FURTHER ORDERED, ADJUDGED AND DECREED** that pursuant to the Kansas Consumer Protection Act, the provisions of K.S.A. 50-632(b) and the Kansas Roofing Registration Act, K.S.A. 50-6,121 *et seq.* the court hereby approves the terms of the Consent Judgment and adopts the same as the Order of the Court.

### IT IS SO ORDERED.

# THIS ORDER IS EFFECTIVE AS OF THE DATE AND TIME SHOWN ON THE ELECTRONIC FILE STAMP.

Respectfully submitted,

DEREK SCHMIDT, #17781 Kansas Attorney General

Kimberley A. Davenport, #28078

Assistant Attorney General

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## Approved by:

Kerry A. Copenhaver Triad, Inc., President

Carly Duvall, #24385 Spencer Fane LLP

1000 Walnut, Suite 1400

Kansas City, Missouri 64106

e all

Tel: (816) 474-8100 Fax: (816) 474-3216

cduvall@spencerfane.com Attorney for Defendant