Sarah M. Dietz, #27457 Assistant Attorney General Office of the Kansas Attorney General 120 S.W. 10th Avenue, 2nd Floor Topeka, Kansas 66612-1597

Tel: (785) 296-3751 Fax: (785) 291-3699 sarah.dietz@ag.ks.gov

# IN THE DISTRICT COURT OF JOHNSON COUNTY, KANSAS TENTH JUDICIAL DISTRICT

STATE OF KANSAS, ex rel.	)
DEREK SCHMIDT, Attorney General,	)
Plaintiff,	) )
<b>v.</b>	)
	) CASE NO. 22CV06162
HEIL CONSTRUCTION, INC.,	)
A Kansas Corporation,	)
Defendant.	)
	)
(Pursuant to K.S.A. Chapter 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 Sarah M. Dietz, Assistant Attorney General.

**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 Heil Construction, Inc. ("Defendant") is a Kansas corporation registered as such with the Kansas Secretary of State. Defendant has a principal place of business in Stilwell, Kansas, 66085, which also appears to be a residential address. The resident agent and owner and operator for the Defendant is Richard Heil.
- 4. All references to the 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 Johnson County, Kansas, pursuant to K.S.A. 50-638(a) and (b), respectively.

#### **ALLEGATIONS**

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

- 8. Plaintiff alleges that the Defendant is a "roofing contractor," as that term is defined by K.S.A. 50-6,122(a)(1).
- 9. Plaintiff alleges that the Defendant does not qualify as an "exempt general contractor," as that term is defined by K.S.A. 50-6,122(e), therefore is required to register under the Kansas Roofing Registration Act, K.S.A. 50-6,121 *et seq.*
- 10. Plaintiff alleges that at all times relevant hereto, the 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:
  - a. The Defendant acted as a roofing contractor in the state of Kansas.
  - The Defendant offered and contracted to perform roofing services in the state of Kansas.
  - c. The Defendant offered and contracted to perform roofing services in the state of Kansas at a time in which the Defendant was not properly registered to do so with the Office of the Kansas Attorney General, in violation of K.S.A. 50-6,133(a)(6).
  - d. The Defendant engaged a subcontractor to perform roofing related services in the state of Kansas who did not hold a valid roofing contractor registration issued by the Office of the Kansas Attorney General. As such, Defendant is not an exempt general contractor under K.S.A. 50-6,122(e) and is required to hold a valid roofing contractor registration.

#### INJUNCTIVE RELIEF

- 11. The 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 shall be dissolved and all owners and operators of Defendant agrees to be permanently enjoined from owning, operating, investing, or in any way participating with any roofing or general contracting company.
- 13. The 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.
- 14. The 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.
- 15. The 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.

#### **CIVIL PENALTIES**

- 16. The Defendant agrees to pay the Office of the Kansas Attorney General \$1,500.00 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.
- 17. 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:

Sarah M. Dietz, Assistant Attorney General CP-19-000909

Attn: Roofing Registration Unit

Office of the Kansas Attorney General

120 SW 10<sup>th</sup> Avenue, 2<sup>nd</sup> Floor

Topeka, Kansas 66612-1597

OTHER PROVISIONS

18. 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.

19. 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.

20. 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.

21. The parties understand that this Consent Judgment shall not be construed as an approval

of or sanction by the attorney general of the Defendant's business practices, nor shall the 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 the Defendant, nor shall any inaction by

Clerk of the District Court, Johnson County Kansas 12/06/22 03:00pm JLD

5

the Attorney General be considered a waiver by the attorney general of any rights under this Consent Judgment or applicable law.

- 22. This Consent Judgment represents the entire agreement between Plaintiff and the Defendant, and 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.
- 23. Defendant hereby represents and warrants that Defendant 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 know and understand the contents thereof. Defendant further represents and warrants that Defendant is signing this Consent Judgment as the result of its 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.
- 24. 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 the Defendant, thus binding the 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 the Defendant immediately becomes a judgment upon filing.

**IT IS FURTHER ORDERED, ADJUDGED AND DECREED** that judgment is entered against the Defendant in favor of Plaintiff in the amount of \$1,500.00 for violations of the Kansas Roofing Registration Act, K.S.A. 50-6,121 *et seq*.

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, 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.

/s/ DAVID W HAUBER Dated: 12/06/22

Honorable Judge David W. Hauber

Respectfully submitted by:

DEREK SCHMIDT, #17781

Kansas Attorney General

Office of the Kansas Attorney General

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

Topeka, Kansas 66612-1597

Sarah M. Dietz, #27457

Assistant Attorney General

Office of the Kansas Attorney General

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

Topeka, Kansas 66612-1597

Tel: (785) 296-3751 Fax: (785) 291-3699 sarah.dietz@ag.ks.gov Approved by:

Richard Heil, Owner Heil Construction, Inc.

Attorney for Defendant