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2018 Sep 27 PM 3:51
CLERK OF THE ELLIS COUNTY DISTRICT COURT
CASE NUMBER: 2018-CV-000023

/s/ Honorable Blake A. Bittel, District Court Judge



Court: Ellis County District Court

Case Number: 2018-CV-000023

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

vs. Robert Blecha

Journal Entry of Consent Judgment Type:

SO ORDERED.

Electronically signed on 2018-09-27 15:51:23 page 1 of 9

IN THE DISTRICT COURT OF ELLIS COUNTY, KANSAS TWENTY-THIRD JUDICIAL DISTRICT

STATE OF KANSAS, ex rel.,)
DEREK SCHMIDT, Attorney General,)
Plaintiff,)
v.))
) Case No. 2018-CV-23
ROBERT W. BLECHA,)
AKA ROBERT W. BLECHA, JR.,)
Defendant.)
)
(Pursuant to K.S.A. Chapter 60)	

JOURNAL ENTRY CONSENT JUDGMENT

NOW on this day Plaintiff's Journal Entry of Consent Judgment comes before the Court pursuant to K.S.A. 50-632(b). Plaintiff, State of Kansas, *ex rel*. Derek Schmidt, Attorney General, appears by and through Melanie Jack, Assistant Attorney General. Defendant Robert W. Blecha, appears by and through Heather Fletcher, Johnson Fletcher, LLC.

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

- 1. Derek Schmidt is the duly appointed, qualified 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*.

- 3. Defendant Robert W. Blecha, is the owner and operator of a construction business. ("Defendant").
 - 4. Defendant's residential address is 2441 E. Road, Garfield, Kansas, 67529.
- 5. All references to Defendant herein include acts individually, in concert, or by or through employees, agents, representatives, affiliates, assignees and successors.
- 6. Defendant stipulates and admits that the Court has subject matter jurisdiction over this case and *in personam* jurisdiction over the parties.
- 7. Defendant stipulates and admits that venue is proper in this Court under K.S.A. 50-638(b).
 - 8. Defendant has engaged in construction services in the State of Kansas.
 - 9. Defendant is a "supplier" within the definition of K.S.A. 50-624(1).
- 10. Defendant is engaged in "consumer transactions" in Kansas within the definition of K.S.A. 50-624(c).

ALLEGATIONS

- 11. Plaintiff alleges that Defendant, solicited construction services with Kansas consumers and committed acts and practices in violation of the KCPA, which acts and practices include, but are not limited to:
 - a. Misrepresentations knowing or with reason to know the property or services had characteristics, uses, benefits or qualities they do not have, K.S.A. 50-626(b)(1)(A);
 - b. Misrepresentations knowing or with reason to know the property or services has an approval, status, affiliation or connection the supplier does not have, K.S.A. 50-626(b)(1)(B);

- c. Consumer transactions from which the consumer was unable to receive the material benefit of the transaction, K.S.A. 50-627(b)(3); and
- d. Consumer transactions where the supplier makes misleading statements of opinion on which the consumer is likely to rely to the consumer's detriment, K.S.A. 50-627(b)(6).
- 12. Defendant voluntarily agrees to this Consent Judgment without trial or adjudication of any issue of fact or law, solely for the purpose of settlement and without admitting any allegations contained herein.
- 13. Defendant agrees that by entering into this Consent Judgment he is not admitting to guilt and signing the agreement is not an admission of guilt.

INJUNCTIVE RELIEF

- 14. Defendant agrees to refrain, and to be permanently enjoined, from engaging in those acts and practices set forth in paragraph eleven (11) herein, and Defendant agrees that engaging in any such acts or similar acts, after the date of this Consent Judgment, shall constitute a violation of this Consent Judgment.
- 15. By signing this consent judgment Defendant does not waive any right of due process under the Kansas Constitution, Section 18, related to the Attorney General's enforcement of the consent judgment herein.
- 16. Defendant agrees to comply with all Kansas laws, statutes, rules and regulations, relating to consumer transactions in Kansas, specifically the Kansas Consumer Protection Act, K.S.A. §50-623, *et seq*.

- 17. Defendant agrees that engaging in such acts or similar acts, after the date of this Consent Judgment, may constitute a violation of this Order and civil penalties may be imposed for each subsequent violation.
- 18. Defendant agrees to cooperate with the Office of the Kansas Attorney General in investigating and remedying any complaints filed with the Consumer Protection Division.
- 19. 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.
- 20. Defendant agrees to make available and/or disclose the provisions of this Consent Judgment to each officer, director, member, manager, employee, agent, independent contractor and representative having responsibilities with respect to the subject matter of this Consent Judgment within ten (10) days of signing the Consent Judgment.
- 21. Upon filing of this Consent Judgment Plaintiff agrees to file a Motion and Order to Dismiss, *State ex rel. Derek Schmidt v. Robert W. Blecha*, Case No, 2017-CV-691, in Shawnee County District Court.

RESTITUTION, INVESTIGATIVE FEES AND CIVIL PENALTIES

- 22. Defendant agrees to make restitution to the following consumer:
 - a. Glenda & Matt Wheeler, ten thousand dollars (\$10,000) total, paid in ten (10) monthly installments of one thousand dollars (\$1,000) beginning January 1,
 2019, and each month thereafter until paid in full. Payment shall be made directly to the consumer with proof of payment to the Office of the Attorney General

23. Defendant agrees to pay to the Office of the Kansas Attorney General one

thousand dollars (\$1,000.00) in investigative fees, paid after all restitution has been made to the

consumer, but no later than January 1, 2020. pursuant to K.S.A. §50-632 and §50-636.

24. Defendant agrees to pay to the Office of the Kansas Attorney General one

thousand dollars (\$1,000.00) in civil penalties paid after all restitution has been made to the

consumer, but no later than February 1, 2020.

25. Payment from Defendant shall be made in the form of a cashier's check or money

order made payable to the Office of the Kansas Attorney General, and mailed to:

Office of the Kansas Attorney General

ATTN: Melanie Jack, Assistant Attorney General

120 SW 10th Ave, 2nd Floor

Topeka, Kansas 66612-1597

26. Defendant agrees that pursuant to 11 U.S.C. 523(a)(2)(A) and 523(a)(7), and due

to the nature of the conduct underlying this settlement, any unpaid penalties and/or fees shall not

be dischargeable in any bankruptcy proceeding commenced after the entry of this Consent

Judgment.

GENERAL PROVISIONS

27. The provisions of this Consent Judgment will be applicable to Defendant, and

every employee, agent or representative of the Defendant.

28. 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.

29. 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

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remainder and shall not affect the validity or enforceability of the remaining provisions, portions or parts.

- 30. 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 his jurisdiction.
- 31. 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 the 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.
- 32. Defendant further represents that he has had an opportunity to consult with and obtain the advice of private legal counsel prior to entering into 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 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 for payment of restitution to the following consumers:

a. Matt & Glenda Wheeler, ten thousand, (\$10,000) total, paid in ten (10) monthly installments of one thousand dollars (\$1,000) beginning January 1,

2019 and each month thereafter until paid in full. Payment shall be made directly to the consumers with proof of payment to the Office of the Attorney General

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that judgment is entered against Defendant pay investigation fees and expenses of one thousand dollars (\$1,000.00) to the Office of the Attorney General paid after all restitution has been made to the consumer, but no later than January 1, 2020

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that judgment is entered against Defendant and in favor of Plaintiff in the amount of one thousand dollars (\$1,000.00) in civil penalties to the Office of the Attorney General paid after all restitution has been made to the consumer, but no later than February 1, 2020

IT IS FURTHER ORDERED, ADJUDGED AND DECREED that Defendant pay all court costs of \$195.00 associated with this action.

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.

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

Prepared and approved by:

OFFICE OF THE KANSAS ATTORNEY GENERAL

DEREK SCHMIDT, #17781 KANSAS ATTORNEY GENERAL

Melanie Jack, #13213 Assistant Attorney General Office of Kansas Attorney General 120 Southwest 10th Ave., 2nd Floor Topeka, Kansas 66612-1597

(785) 296-3751 melanie.jack@ag.ks.gov

FOR DEFENDANT:

Robert W. Blecha

Heather Fletcher, # 25758 Johnson Fletcher, LLC 1200 Main Street, Suite 200 Hays, KS 67601 785-301-2382

heather@johnsoneikenberry.com