JEFFREY E. BRUNTON #2833
Office of Consumer Protection
235 South Beretania Street, Room 801
Honolulu, Hawaii 96813-2419
Telephone: (808) 586-2636

Attorney for Plaintiff

FIRST CIRCUIT COURT STATE OF HAWAII FILED

2003 JUL -8 PM 1: 34

F. OTAKE CLERK

#### IN THE CIRCUIT COURT OF THE FIRST CIRCUIT

#### STATE OF HAWAII

STATE OF HAWAII, by its Office of	) CIVIL NO. 02-1-1389-06 SSM
Consumer Protection,	) (Other Civil Action)
	)
Plaintiff,	) STIPULATED PERMANENT
•	) INJUNCTION AND FINAL JUDGMENT
	) AGAINST DEFENDANT HONOLULU
vs.	) UNIVERSITY OF THE ARTS, SCIENCES
	) AND HUMANITIES
	)
HONOLULU UNIVERSITY OF THE	)
ARTS, SCIENCES AND HUMANITIES,	)
a Hawaii nonprofit corporation,	) Trial Date: None
• • • • • • • • • • • • • • • • • • • •	) SCF Date: None
Defendant.	)
·	· )
	<u>-</u> *

# STIPULATED PERMANENT INJUNCTION AND FINAL JUDGMENT AGAINST DEFENDANT HONOLULU UNIVERSITY OF THE ARTS, SCIENCES AND HUMANITIES

Plaintiff and Defendant Honolulu University of the Arts, Sciences and Humanities (hereinafter "Defendant") hereby stipulate and agree to the entry of this Stipulated Permanent Injunction and Final Judgment Against Defendant Honolulu University of the Arts, Sciences and Humanities as follows:

JEFFREY E. BRUNTON #2833 Office of Consumer Protection 235 South Beretania Street, Room 801 Honolulu, Hawaii 96813-2419 Telephone: (808) 586-2636

Attorney for Plaintiff

#### IN THE CIRCUIT COURT OF THE FIRST CIRCUIT

#### STATE OF HAWAII

STATE OF HAWAII, by its Office of	)	CIVIL NO. 02-1-1389-06 SSM
Consumer Protection,		(Other Civil Action)
	)	
Plaintiff,	)	STIPULATED PERMANENT
	)	INJUNCTION AND FINAL JUDGMENT
	)	AGAINST DEFENDANT HONOLULU
٧s.		UNIVERSITY OF THE ARTS, SCIENCES
	)	AND HUMANITIES
	)	
HONOLULU UNIVERSITY OF THE	)	
ARTS, SCIENCES AND HUMANITIES,	)	
a Hawaii nonprofit corporation,	)	Trial Date: None
	)	SCF Date: None
Defendant.	)	
	)	

## STIPULATED PERMANENT INJUNCTION AND FINAL JUDGMENT AGAINST DEFENDANT HONOLULU UNIVERSITY OF THE ARTS, SCIENCES AND HUMANITIES

Plaintiff and Defendant Honolulu University of the Arts, Sciences and Humanities (hereinafter "Defendant") hereby stipulate and agree to the entry of this Stipulated Permanent Injunction and Final Judgment Against Defendant Honolulu University of the Arts, Sciences and Humanities as follows:

#### IT IS HEREBY ORDERED, ADJUDGED AND DECREED that:

- 1. This court has jurisdiction over this matter and the parties hereto pursuant to Hawaii Rev. Stat. Chapters 446E, 480, 487 and 603 and venue is proper herein.
- 2. Plaintiff's Complaint states claims against the Defendant upon which relief may be granted under Hawaii Rev. Stat. Chapter 446E and Hawaii Rev. Stat. § 480-2(a).
- 3. Defendant shall be responsible for making the substantive terms and conditions of this judgment known to its officers, directors, successors, managers, employees and those persons associated with Defendant who are responsible for implementing the obligations set forth in this judgment.
- 4. Defendant shall not effect any change in its form of doing business or organizational identity for the purpose of avoiding the terms and conditions contained in this judgment.
- 5. Unless otherwise specified herein, this judgment shall take effect on filing with the court. The receipt or deposit by the Office of Consumer Protection of any monies pursuant to this judgment does not constitute acceptance by the Office of Consumer Protection and any monies received will be returned if this judgment is not executed by the Office of Consumer Protection or the court.
- 6. Defendant shall be and is enjoined from (a) failing to properly and adequately disclose the fact that Honolulu University is and was not fully accredited by any nationally recognized accrediting agency or association listed by the United

States Secretary of Education in any and all of its promotional materials; (b) indicating or suggesting that the State of Hawaii licenses, approves of or regulates its operations in any and all of its promotional materials; and (c) failing to comply with Hawaii Rev. Stat. Chap. 446E or § 480-2(a) in any other particulars.

- 7. Defendant shall provide a full refund to any degree holders and degree applicants who enrolled by, in or through any of its foreign agents, conditioned on the return of any diploma awarded. Said refund shall be paid by certified check within fourteen days of receipt of the request for such and the return of the diploma, if applicable. In the event Defendant fails to make restitution as required herein, Defendant agrees, in addition to all other payments required herein, to pay the Office of Consumer Protection civil penalties in the amount of One Thousand Dollars (\$1,000.00) for each consumer who does not receive full restitution as required and set forth herein.
- 8. Defendant be and is hereby liable to pay to the Office of Consumer Protection, State of Hawaii civil penalties, attorneys' fees and costs of investigation pursuant to Hawaii Rev. Stat. § 480-3.1 in the total amount of \$19,500.00 as follows:

Payment of \$10,500.00 at the time of execution of this document; payment of \$3,000.00 on or before thirty days from the effective date of this document; payment of \$3,000.00 on or before sixty days from the effective date of this document and \$3,000.00 on or before ninety days from the effective date of this document.

Payments shall be in the form of cashier's checks made payable to the "State of Hawaii". In the event Defendant fails to make timely payment as required herein, Defendant shall be liable for an additional Two Thousand Five Hundred Dollars (\$2,500.00) in civil penalties payable immediately upon demand by Plaintiff.

- 9. Defendant shall promptly provide to the Office of Consumer Protection upon request proof of any action(s) required to be taken by the Defendant pursuant to the terms of this stipulated judgment.
- State of Hawaii, the Office of Consumer Protection, Department of Commerce and Consumer Affairs, or any of its employees or subdivisions be used by Defendant in connection with any selling, advertising or promotion of any product or service.

  The parties understand that this document shall not be construed as an approval or sanction by the State of Hawaii of Defendant's business practices. Nothing in this document shall be construed to permit or make lawful any act, practice, or course of conduct prohibited or made unlawful by Hawaii Rev. Stat. Chap. 446E, 480 or 481A or any other law.
- 11. This stipulated judgment shall apply to Defendant, its successors and assigns.
- 12. This court shall retain jurisdiction of this case for the purpose of enabling any of the parties to this stipulation to apply to this court at any time for further orders and directions as may be necessary or appropriate to carry out or construe this stipulation, to modify or terminate any of their provisions, to enforce

compliance, and to punish violations of its provisions. If it shall be made to appear to the court that there has been a violation of any of the terms of this stipulation, upon motion, this court may enter an order to show cause why Defendant should not be found in contempt. Nothing in this document shall bar Plaintiff from seeking, or the court from imposing, against Defendant or any other person any

other relief available under any other applicable provision of law for violation of this

document, in addition to or in lieu of the civil penalties provided for above.

13. All payments required under this stipulated judgment shall be made by cashier's checks.

14.	There	are i	no	other	remainin	g claims	or	parties	in this	manne	r.
DATE	D: Hoi	nolul	u,	Hawa	ii,						

Judge	of the	above-entitled Court	

APPROVED AS TO FORM AND CONTENT AND AGREED:

JEFFREY E. BRUNTON
Attorney for Plaintiff

BANDAL O MOCHIDA

RANDAL S. YOSHIDA Attorney for Defendant Honolulu University of the Arts, Sciences and Humanities compliance, and to punish violations of its provisions. If it shall be made to appear to the court that there has been a violation of any of the terms of this stipulation, upon motion, this court may enter an order to show cause why Defendant should not be found in contempt. Nothing in this document shall bar Plaintiff from seeking, or the court from imposing, against Defendant or any other person any other relief available under any other applicable provision of law for violation of this document, in addition to or in lieu of the civil penalties provided for above.

- 13. All payments required under this stipulated judgment shall be made by cashier's checks.
  - 14. There are no other remaining claims or parties in this manner.

DATED:	Honolulu, Hawaii,	JUL - 8 2003	•
			60
		SABRINA S. MCKENNA	CE Sim

Judge of the above-entitled court

APPROVED AS TO FORM AND CONTENT AND AGREED:

JEFFREY E. BRUNTON Attorney for Plaintiff

RANDAL S/YOSHIDA

Attorney for Defendant Honolulu University of the Arts, Sciences and Humanities

### HONOLULU UNIVERSITY OF THE ARTS, SCIENCES AND HUMANITIES

Defendant

By: Arthur Yamada

Its: President

CIVIL NO. 02-1-1389-06 SSM; State of Hawaii vs. Honolulu University of the Arts, Sciences and Humanities; STIPULATED PERMANENT INJUNCTION AND FINAL JUDGMENT AGAINST DEFENDANT HONOLULU UNIVERSITY OF THE ARTS, SCIENCES AND HUMANITIES

HONOLULU UNIVERSITY OF THE ARTS, SCIENCES

Defendant

By: Arthur Yamada

Its: President

CIVIL NO. 02-1-1389-06 SSM; State of Hawaii vs. Honolulu University of the Arts, Sciences and Humanities; STIPULATED PERMANENT INJUNCTION AND FINAL JUDGMENT AGAINST DEFENDANT HONOLULU UNIVERSITY OF THE ARTS, SCIENCES AND HUMANITIES