JEFFREY E. BRUNTON #2833 Office of Consumer Protection 235 South Beretania Street, Room 801 Honolulu, Hawaii 96813-2437 Telephone: 586-2636

STATE OF HAWAII FILED	•
4	

FIRST CIRCUIT COURT

2002 HAR -7 PM 2:23

H. CHING CLERK

Attorney for Plaintiff

IN THE CIRCUIT COURT OF THE FIRST CIRCUIT

STATE OF HAWAII

STATE OF HAWAII, by its Office of Consumer Protection,

Plaintiff.

VS.

STEVEN W. MOSS and THE PRESCOTT GROUP, INC., a dissolved Nevada corporation fdba The Prescott College of Business & Leadership Studies.

Defendants.

CIVIL NO. 01-1-1362-05 (SSM) (Other Civil Action)

STIPULATED PERMANENT INJUNCTION AND FINAL JUDGMENT AGAINST DEFENDANT STEVEN W. MOSS

Trial Date: April 29, 2002 SCF Judge: Eden Elizabeth Hifo

STIPULATED PERMANENT INJUNCTION AND FINAL JUDGMENT AGAINST DEFENDANT STEVEN W. MOSS

Plaintiff and Defendant Steven W. Moss hereby stipulate and agree to the

entry of this Stipulated Permanent Injunction and Final Judgment Against Defendant

Steven W. Moss 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

JEFFREY E. BRUNTON #2833 Office of Consumer Protection 235 South Beretania Street, Room 801 Honolulu, Hawaii 96813-2437 Telephone: 586-2636

Attorney for Plaintiff

IN THE CIRCUIT COURT OF THE FIRST CIRCUIT

STATE OF HAWAII

STATE OF HAWAII, by its Office of Consumer Protection,))	CIVIL NO. 01-1-1362-05 (SSM) (Other Civil Action)
Plaintiff,)))	STIPULATED PERMANENT INJUNCTION AND FINAL JUDGMENT AGAINST DEFENDANT STEVEN W.
VS.)	MOSS
STEVEN W. MOSS and THE PRESCOTT GROUP, INC., a dissolved Nevada corporation fdba The Prescott College of Business & Leadership Studies,)))))	
Defendants.))	Trial Date: April 29, 2002 SCF Judge: Eden Elizabeth Hifo

STIPULATED PERMANENT INJUNCTION AND FINAL JUDGMENT AGAINST DEFENDANT STEVEN W. MOSS

Plaintiff and Defendant Steven W. Moss hereby stipulate and agree to

the entry of this Stipulated Permanent Injunction and Final Judgment Against

Defendant Steven W. Moss 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 Defendant Moss upon which relief may be granted under Hawaii Rev. Stat. Chapter 446E and Hawaii Rev. Stat. § 480-2(a).

3. Defendant Moss, his officers, agents, servants, employees and those persons in active concert or participation with them who receive actual notice of this order by personal service or otherwise, are hereby restrained and enjoined from failing to comply with the requirements set forth herein.

4. Defendant Moss shall be responsible for making the substantive terms and conditions of this judgment known to his officers, directors, successors, managers, employees and those persons associated with Defendant Moss who are responsible for implementing the obligations set forth in this judgment.

5. Defendant Moss shall not effect any change in his form of doing business or organizational identity for the purpose of avoiding the terms and conditions contained in this judgment.

6. 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.

7. Defendant Moss shall immediately cease conducting any and all business activities in the state of Hawaii, including the operation of any unaccredited degree granting institution. Defendant Moss further agrees that he

2

shall not claim to operate any unaccredited degree granting institution under the color or authority of the laws of the State of Hawaii.

8. Defendant Moss shall provide a full refund to any consumer as set forth herein. Upon entry of this judgment, Defendant Moss shall notify all degree holders and degree applicants in writing that they are entitled to full restitution (conditioned on the return of any diploma awarded). Said notice shall be in a form agreeable by Plaintiff and shall also notify the recipients of their rights under Hawaii Rev. Stat. §480-13. Defendant Moss shall provide a full refund to any recipient requesting one 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 Moss fails to make restitution as required herein, Defendant Moss 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.

9. Defendant Moss be and is hereby, liable to pay the sum of One Hundred Thousand Dollars (\$100,000.00) to the Office of Consumer Protection, State of Hawaii for civil penalties, attorneys' fees and costs of investigation pursuant to Hawaii Rev. Stat. § 480-3.1 as outlined herein. Payments shall be in the form of a cashier's check made payable to the "State of Hawaii".

10. Defendant Moss hereby agrees that he shall, in addition to all other payments required by and in this stipulation, pay Plaintiff fifty per cent (50%) of any monies which they receive, or which they would be entitled to receive, from

3

any third parties, based upon claims made arising out of the matters set forth in the complaint and any amendments thereto. This would include, but not be limited to, any monies received from any insurance carriers or professionals rendering legal advice. Any such payments shall be made promptly upon the receipt of said monies by Defendant Moss.

11. Defendant Moss shall promptly provide to the Office of Consumer Protection upon request proof of any action(s) required to be taken by the Defendant Moss pursuant to the terms of this stipulated judgment.

12. Under no circumstances shall this document or the name of 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 Moss 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 Moss'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 or 480 or any other law.

13. This stipulated judgment shall apply to Defendant Moss, his agents, employees, successors and assigns.

14. 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

4

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 Moss should not be found in contempt. Nothing in this document shall bar Plaintiff from seeking, or the court from imposing, against Defendant Moss 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.

15. All payments required under this stipulated judgment shall be made by cashier's checks. Payments of civil penalties shall be payable to the Plaintiff.

16. No claims remain against any party.

DATED: Honolulu, Hawaii, ______.

Judge of the above-entitled Court

APPROVED AS TO FORM AND CONTENT AND AGREED:

JEFFREY E. BRUNTON Attorney for Plaintiff

ALAN LING WONG Attorney for Defendant STEVEN W. MOSS

STEVEN W. MOSS Defendant enter an order to show cause why Defendant Moss should not be found in contempt. Nothing in this document shall bar Plaintiff from seeking, or the court from imposing, against Defendant Moss 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.

15. All payments required under this stipulated judgment shall be made by cashier's checks. Payments of civil penalties shall be payable to the Plaintiff.

16. No claims remain against any party.

DATED: Honolulu, Hawaii, MAR 0 6 2002

EDEN ELIZABETH HIPO

Judge of the above-entitled Court

APPROVED AS TO FORM AND CONTENT AND AGREED:

Attorney for Plaintiff

ALAN LING W

Attorney for Defendant STEVEN W. MOSS

STEVEN W. MOS Defendant

Notary Public, Section County, M. Ner Commission Exploses 12/12/2002