

1 WILLIAM E. KOVACIC
General Counsel

2 KATHERINE ROMANO SCHNACK

ENTER JS-6 SEND
FILED

[REDACTED]

1 and sale of work-at-home medical billing employment opportunities,
2 and equitable monetary relief in the form of consumer redress
3 and/or disgorgement.

4 2. This Court has jurisdiction over the subject matter of
5 this action and the parties.

1 otherwise challenge or contest the validity of this Order.
2 Defendants further waive and release any claim that any of them may
3 have against the Federal Trade Commission, its employees, agents or
4 representatives, or against the Receiver, Robb Evans, or his
5 employees, agents or representatives, or against the assets of the
6 receivership estate

1 deliveries, inventory, checks, notes, accounts, credits,

1 01-2 1 44-114 four Commercial

1 includes writings, drawings, graphs, charts, photographs, audio and
2 video recordings, electronic mail ("e-mail"), computer records, and

1 I. BAN ON CERTAIN ACTIVITIES

2 IT IS ORDERED that Defendants, whether directly or indirectly
3 or through any corporation, business entity, or person under their
4 control, are hereby permanently restrained and enjoined from
5 engaging, participating, or assisting others in the advertising,
6 promoting, telemarketing, offering for sale, or sale of any Work-
7 At-Home Opportunity. Nothing in this Order shall be read as an
8 exception to this Section.

9 II. PROHIBITED BUSINESS ACTIVITIES

10 IT IS FURTHER ORDERED that, in connection with the
11 advertising, promotion, offering for sale, sale or distribution of

1 have established relationships with doctors or any other potential
2 employers;

3 E. Misrepresenting, expressly or by implication, that
4 consumers are likely to earn a specific level of earnings
5 processing medical claims;

6 F. Misrepresenting, expressly or by implication, the wage or
7 salary for any job or work-at-home position;

8 G. Misrepresenting, expressly or by implication, that
9 consumers can readily obtain refunds upon request;

10 H. Misrepresenting, expressly or by implication, the terms
11 and conditions of any refund or guarantee policy;

12 I. Failing to disclose in a clear and conspicuous manner,
13 prior to charging a consumer for any good or service, all material

and limitations of any refund or guarantee

1 personal service or otherwise, are hereby permanently restrained
2 and enjoined from:

3 A. Selling, renting, leasing, transferring, or otherwise

4 [redacted] address telephone number Social Security

11-11-60

1



the nature of the...

[The remainder of the page is heavily obscured by horizontal black lines, rendering the text illegible.]

1 D. Defendants are hereby required, in accordance with 31
2 U.S.C. § 7701, to furnish to the Commission their Social Security
3 numbers and/or taxpayer identification numbers, which shall be used
4 for purposes of collecting and reporting on any delinquent amount

1 liquidation of the assets of Medical Claims Network, the Receiver
2 shall submit a report and application for fees and expenses, and
3 upon approval of the same shall pay.

10
11
12
13
14

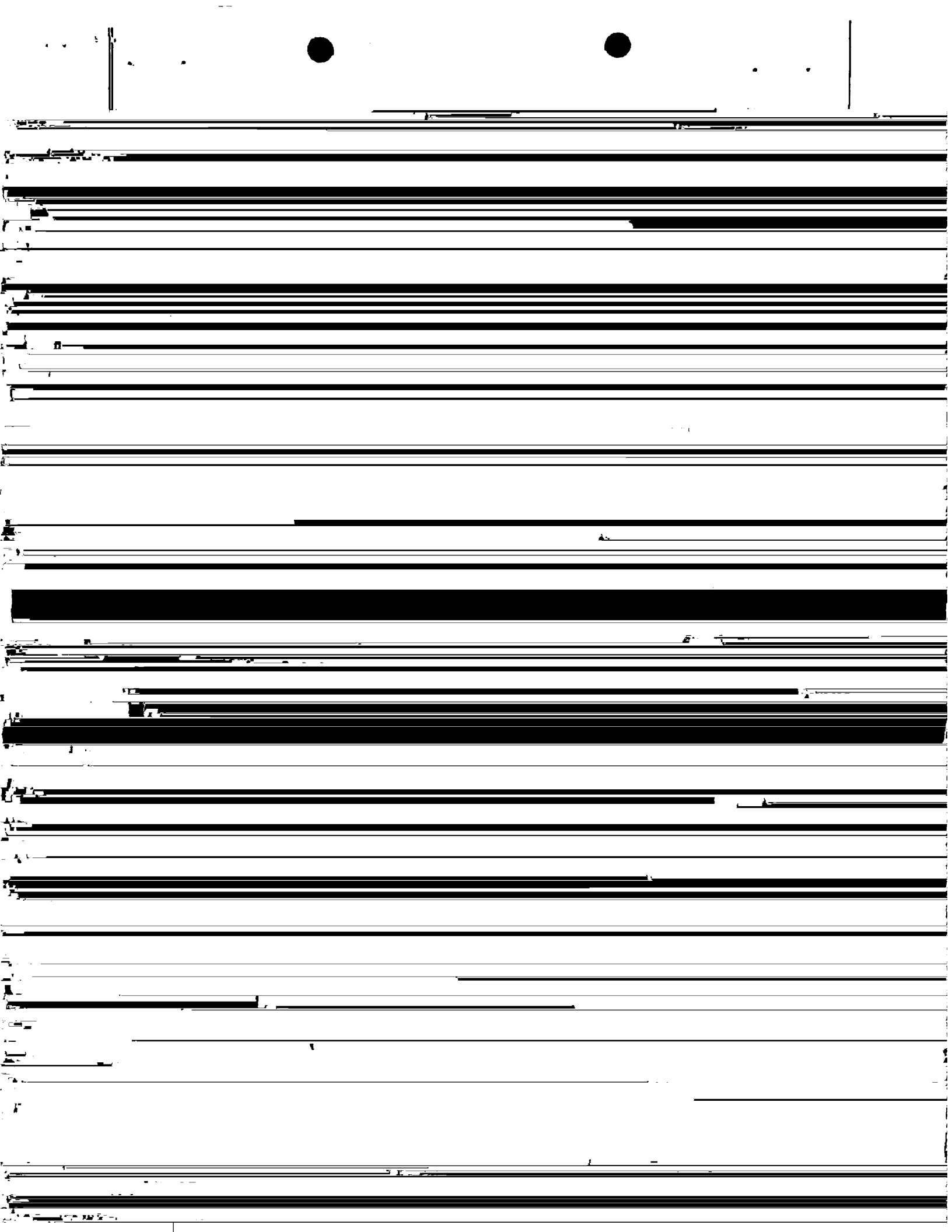
1 receivership duties over Medical Claims Network; and

2 C. The freeze against the assets of Healthcare Claims
3 Network, Inc., d/b/a Med Data Solutions, and Southern California
4 Billing Services, pursuant to the Stipulated Preliminary Injunction
5 entered by this Court on July 9, 2002, shall remain in effect and
6 is not modified by this Order.

7 VII. RIGHT TO REOPEN

8 IT IS FURTHER ORDERED that, within five (5) business days
9 after entry of this Order, Defendants shall submit to the
10 Commission two truthful sworn statements, in the forms shown on
11 Appendices A and B hereto, that shall acknowledge receipt of this

1 unless otherwise ordered by the Court; and, *provided further*, that
2 proceedings instituted under this provision would be in addition
3 to, and not in lieu of, any other civil or criminal remedies as may
4 be provided by law, including but not limited to contempt
5 proceedings, or any other proceedings that the Commission or the



1 their employees, or any other entity managed or controlled in whole
or in part by any Defendant, without the necessity of

1. ~~Manufacture services for:~~ a statement of the nature of the business:

1

C. For the purposes of this Order, Defendants shall, unless

acted through the Commission's authorized representatives.

1 C. Customer files containing the names, addresses, phone
2 numbers, dollar amounts paid, quantity of items or services
3 purchased, and description of items or services purchased, to the
4 extent such information is obtained in the ordinary course of
5 business;

6 D. Complaints and refund requests (whether received
7 directly, indirectly or through any third party) and any responses
8 to those complaints or requests; and

9 E. Copies of all sales scripts, training materials,
10 advertisements, or other marketing materials

1 XIV. RETENTION OF JURISDICTION

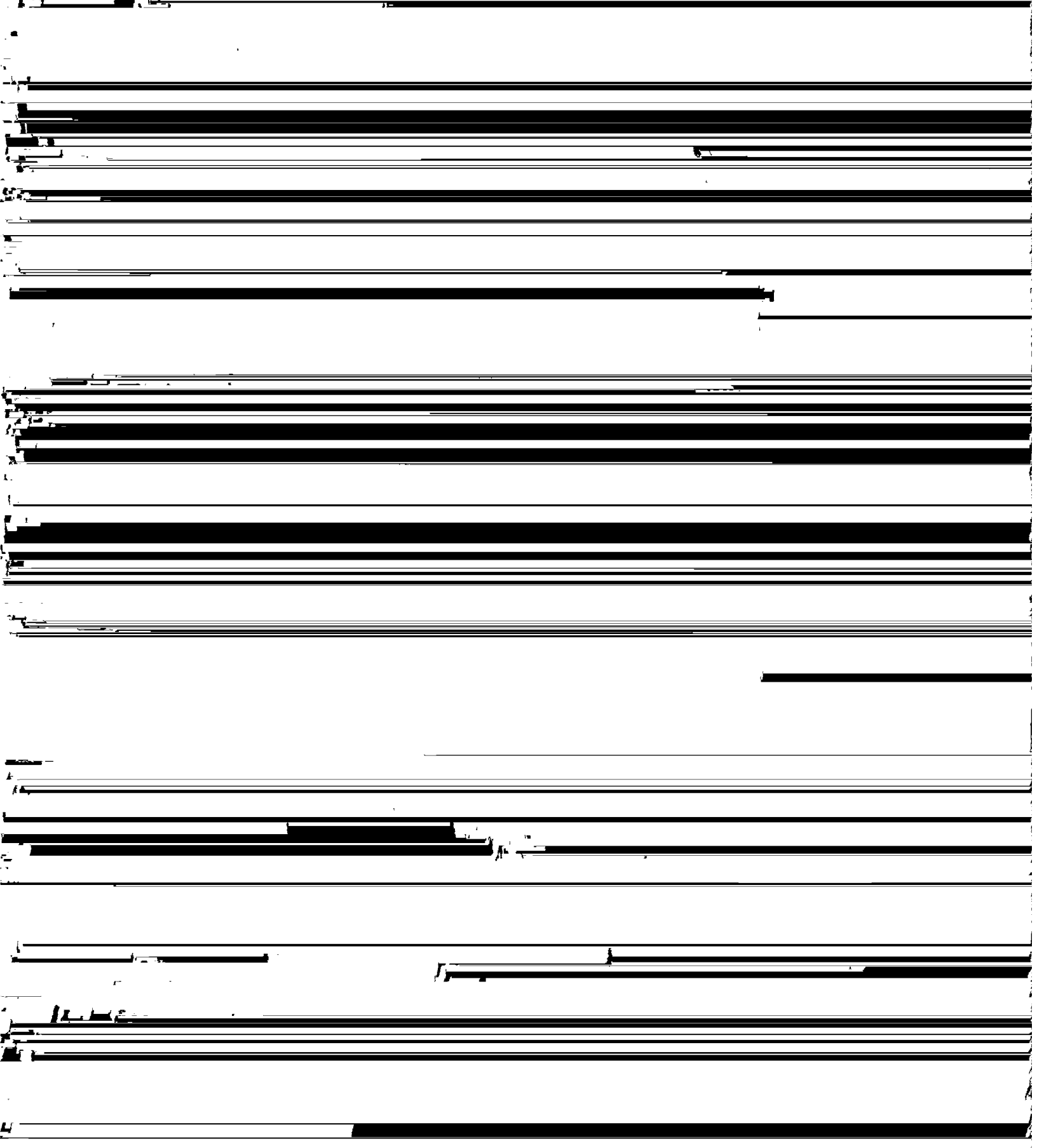
2 IT IS FURTHER ORDERED that this Court shall retain
3 jurisdiction over this matter for purposes of construction,
4 modification and enforcement of this Order.

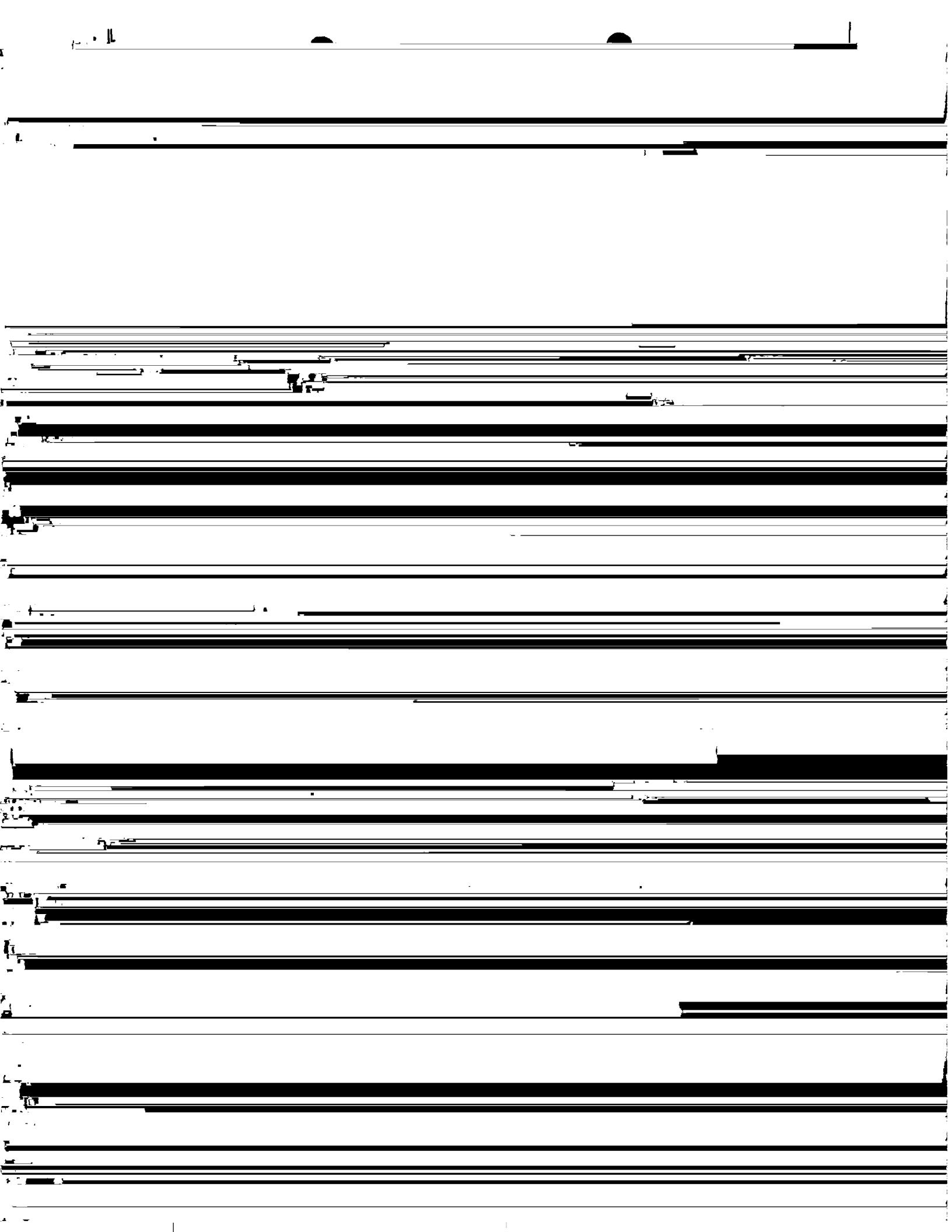
5 XV. ENTRY OF THIS FINAL JUDGMENT

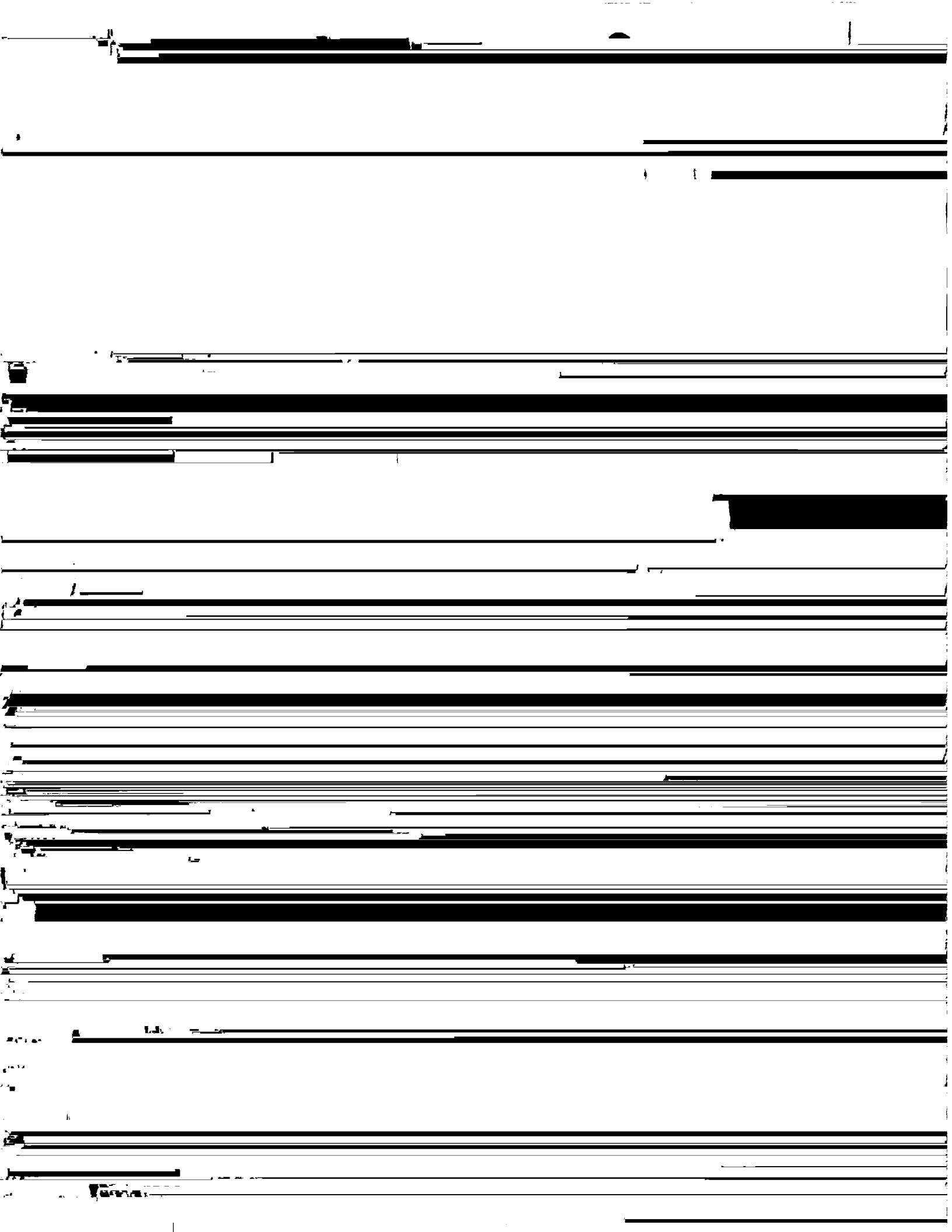
IT IS FURTHER ORDERED pursuant to Federal Rule of Civil

business as Med Data Solutions, and as an officer of Healthcare

and Defendant Stanford Miller individually







1 Federal Trade Commission.

2 I declare under penalty of perjury under the laws of the
3 United States that the foregoing is true and correct. Executed on

_____, at _____.

FTC-101

1

APPENDIX B

2

UNITED STATES DISTRICT COURT

63
11
22

1 or about

, 2002, and the Financial Statement of Defendant

CERTIFICATE OF SERVICE

1
2
3
4
5
6
7

I, Katherine Romano Schnack, hereby certify that on this day I caused to be served true copies of the (1) Plaintiff's Application for Leave to File Amended Complaint and Application for Entry of Stipulated Final Judgment, (2) Amended Complaint for Injunctive Relief, and (3) Stipulated Final Judgment and Order for Permanent Injunction and Other Equitable Relief as to Defendants

COPIES

[REDACTED]