SETTLEMENT AGREEMENT BETWEEN MISSOURI BOARD OF COSMETOLOGY AND BARBER EXAMINERS AND ENVY HAIR SALON, SHANNAN MELUGIN, OWNER

Come now Envy Hair Salon, Shannan Melugin, Owner (collectively, "Licensee") and the Missouri Board of Cosmetology and Barber Examiners ("Board") and enter into this settlement agreement for the purpose of resolving the question of whether Licensee's cosmetology establishment license, license number 2010040509, and Licensee's cosmetology operator license, license number 2001027788, will be subject to discipline.

Pursuant to the terms of § 536.060, RSMo, the parties hereto waive the right to a hearing by the Administrative Hearing Commission of the State of Missouri ("AHC") regarding cause to discipline the Licensee's license, and, additionally, the right to a disciplinary hearing before the Board under § 621.110, RSMo[1].

Licensee acknowledges that Licensee understands the various rights and privileges afforded Licensee by law, including the right to a hearing of the charges against Licensee; the right to appear and be represented by legal counsel; the right to have all charges against Licensee proven upon the record by competent and substantial evidence; the right to cross-examine any witnesses appearing at the hearing against Licensee; the right to present evidence on Licensee's own behalf at the hearing; the right to a decision upon the record by a fair and impartial administrative hearing commissioner concerning the charges pending against Licensee and, subsequently, the right to a disciplinary hearing before the Board at which time Licensee may present evidence in mitigation of discipline; and the right to recover attorney's fees incurred in defending this action against Licensee's license. Being aware of these rights provided Licensee by operation of law, Licensee knowingly and voluntarily waives each and every one of these rights and freely enters into this settlement agreement and agrees to abide by the terms of this document, as they pertain to Licensee.

Licensee acknowledges that Licensee has received a copy of the inspection reports and other documents relied upon by the Board in determining there was cause to discipline Licensee's license, along with citations to law and/or regulations the Board believes was violated.

For the purpose of settling this dispute, Licensee stipulates that the factual allegations contained in this settlement agreement are true and stipulates with the Board that Licensee's cosmetology establishment license, license number 2010040509, and Licensee's cosmetology operator license, license number 2001027788, are

[1] All statutory references are to the revised statues of Missouri, as amended, unless otherwise indicated.

subject to disciplinary action by the Board in accordance with the provisions of Chapters 621 and Chapters 328 and 329, RSMo.

Joint Stipulation of Fact and Conclusions of Law

1. The Missouri Board of Cosmetology and Barber Examiners ("Board") is an agency of the State of Missouri created and established pursuant to § 329.015, RSMo, for the purpose of executing and enforcing the provisions of Chapters 328 and 329, RSMo.

2. Licensee holds a cosmetology establishment license issued by the Board, license number 2010040509. Licensee's Missouri cosmetologist license was at all times relevant herein, and is now, current and active.

3. Licensee holds a cosmetology operator license, license number 2001027788. It was reinstated on April 16, 2013, renewed on September 30, 2013, and valid through September 30, 2015.

4. On or about March 8, 2012, the Board conducted an inspection of Envy Hair Salon. The inspection noted the following violations: Licensee's cosmetology license was not current due to nonrenewal in violation of Chapter 329.030 and 20 CSR 2085-10.010 and sanitation violations in violation of Chapter 329.140 and 20 CSR 2085-11.020. A violation notice was sent to Licensee on April 3, 2012.

5. On or about April 6, 2012, the Board conducted an inspection of Envy Hair Salon. The inspection noted the following violations; Licensee's cosmetology license was not current due to nonrenewal in violation of Chapter 329.030 and 20 CSR 2085-10.010 and sanitation violations in violation of Chapter 329.140 and 20 CSR 2085-11.020. A violation notice was sent to Licensee on May 16, 2012.

6. On or about May 24, 2012, the Board conducted an inspection of Envy Hair Salon. The inspection noted the following violations; Licensee's cosmetology license was not current due to nonrenewal in violation of Chapter 329.030 and 20 CSR 2085-10.010 and sanitation violations in violation of Chapter 329.140 and 20 CSR 2085-11.020.

7. On or about March 27, 2013, the Board conducted an inspection of Envy Hair Salon. The inspection noted the following violations: Licensee's cosmetology license was not current due to nonrenewal in violation of Chapter 329.030 and 20 CSR 2085-10.010 and sanitation violations in violation of Chapter 329.140 and 20 CSR 2085-11.020. A violation notice was sent to Licensee on April 22, 2013.

8. Section 329.030, RSMo, states, in relevant part:

> It is unlawful for any person in this state to engage in the occupation of cosmetology or to operate an establishment or school of cosmetology, unless such person has first obtained a license as provided by this chapter.

9. Regulation 20 CSR 2085-10.010 states, in relevant part:

> (1)(D) Restrooms.... All restrooms shall be provided with, at least, an operating toilet, a functional sink with hot and cold running water, soap (liquid or powder), and individual towels. Floors, walls, ceilings, and fixtures shall be made of washable materials and kept clean and in good repair at all times.
>
> (2)(A)(3) Soiled towels shall be placed in a closeable, leakproof container immediately upon completion of use.
>
> (2)(H)A-G If a cut is sustained and/or blood spill should occur, the following steps must be followed:...
>
> > B. Clean cut area with soap (liquid or powder) and water and apply antiseptic. If necessary, liquid, spray or powder styptic may be applied to stop bleeding. Note: Do not allow containers, brushes or nozzles to touch or contact the wound – use an applicator as appropriate;
> >
> > C. Cover injury with adhesive bandage...

10. As a result of the facts described in paragraphs 1 through 7, Licensee violated chapter 329, RSMo and lawful regulations adopted pursuant to chapter 329, RSMo as described above in paragraphs 8 through 9 for which the Board has cause to take disciplinary action against the Licensee's license.

11. Cause exists for the Board to take disciplinary action against Licensee's cosmetology establishment license, license number 2010040509, and Licensee's cosmetology operator license, license number 2001027788, under § 329.140.2(5), (6), (13) and (15) RSMo, which states in pertinent part:

> The board may cause a complaint to be filed with the administrative hearing commission as provided by chapter 621, RSMo, against any holder of any certificate of registration or authority, permit or license required by this chapter or any person who has failed to renew or has surrendered the person's certificate of registration or authority, permit or license for any one or any combination of the following causes:
>
> > (5) Incompetency, misconduct, gross negligence, fraud, misrepresentation or dishonesty in the performance of the functions or duties of any profession licensed or regulated by this chapter;

(6) Violation of, or assisting or enabling any person to violate, any provision of this chapter, or of any lawful rule or regulation adopted pursuant to this chapter;

...

(13) Violation of any professional trust or confidence;

...

(15) Failure or refusal to properly guard against contagious, infections or communicable diseases or the spread thereof.

Joint Agreed Disciplinary Order

Based upon the foregoing, the parties mutually agree and stipulate that the following shall constitute the disciplinary order entered by the Board in this matter under the authority of § 621.045.3, RSMo.

12. The terms of discipline shall include that Licensee's cosmetology establishment license, license number 2010040509, and Licensee's cosmetology operator license, license number 2001027788, be placed on **SUSPENSION** for 1 day and **PROBATION** for a period of three (3) years ("disciplinary period"). During Licensee's suspension, Licensee shall not be entitled to offer and engage in the practice of cosmetology under Chapter 329, RSMo. During Licensee's probation, Licensee shall be entitled to offer and engage in the practice of cosmetology under Chapter 329, RSMo, provided Licensee adheres to all of the terms of this Licensee Settlement Agreement, including the specific and general requirements set forth below.

I. SPECIFIC REQUIREMENTS:

a. Licensee shall cease offering or performing cosmetology services unless services are provided by a licensed individual.

II. GENERAL REQUIREMENTS:

a. Licensee shall meet with the Board or its representatives at such times and places as required by the Board after notification of a required meeting.

b. Licensee shall submit reports to the Missouri Board of Cosmetology and Barber Examiners, Post Office Box 1062, Jefferson City, Missouri 65102, stating truthfully whether Licensee has complied with all the terms and conditions of this Settlement Agreement by no later than January 1 and July 1 during each year of the disciplinary period. The first report shall be due July 1, 2014.

c. Licensee shall keep the Board apprised of Licensee's current home and work addresses and telephone numbers. Licensee shall inform the Board within ten days of any change of home or work address and home or work telephone number.

d. Licensee shall comply with all provisions of the Chapter 328 and 329, RSMo; all applicable federal and state drug laws, rules, and regulations; and all federal and state criminal laws. "State" here includes the state of Missouri and all other states and territories of the United States.

e. During the disciplinary period, Licensee shall timely renew Licensee's licenses and timely pay all fees required for licensing and comply with all other board requirements necessary to maintain Licensee's licenses in a current and active state.

f. If at any time during the disciplinary period, Licensee removes Licensee from the state of Missouri, ceases to be currently licensed under provisions of Chapter 328 and 329, or fails to advise the Board of Licensee's current place of business and residence, the time of Licensee's absence, unlicensed status, or unknown whereabouts shall not be deemed or taken as any part of the time of discipline so imposed in accordance with § 329.140.3, RSMo.

g. During the disciplinary period, Licensee shall accept and comply with unannounced visits from the Board's representatives to monitor Licensee's compliance with the terms and conditions of this Settlement Agreement.

h. If Licensee fails to comply with the terms of this Settlement Agreement, in any respect, the Board may impose such additional or other discipline that it deems appropriate (including imposition of the revocation).

I. This Settlement Agreement does not bind the Board or restrict the remedies available to it concerning any other violation of Chapter 329, RSMo, by Licensee not specifically mentioned in this document.

13. The parties to this Agreement understand that the Missouri Board of Cosmetology and Barber Examiners will maintain this Agreement as an open record of the Board as provided in Chapters 328, 329, 610 and 324, RSMo.

14. The terms of this settlement agreement are contractual, legally enforceable, and binding, not merely recital. Except as otherwise provided herein, neither this settlement agreement nor any of its provisions may be changed, waived, discharged, or terminated, except by an instrument in writing signed by the party against whom the enforcement of the change, waiver, discharge, or termination is sought.

15. Licensee, together with Licensee's heirs and assigns, and Licensee's attorneys, do hereby waive, release, acquit and forever discharge the Board, its respective members and any of its employees, agents, or attorneys, including any former Board members, employees, agents, and attorneys, of, or from, any liability, claim, actions, causes of action, fees, costs and expenses, and compensation, including but not limited to, any claims for attorney's fees and expenses, including any claims pursuant to § 536.087, RSMo, or any claim arising under 42 U.S.C. § 1983, which may be based upon, arise out of, or relate to any of the matters raised in this case, its settlement, or from the negotiation or execution of this settlement agreement. The parties

acknowledge that this paragraph is severable from the remaining portions of this settlement agreement in that it survives in perpetuity even in the event that any court of law deems this settlement agreement or any portion thereof to be void or unenforceable.

16. If no contested case has been filed against Licensee, Licensee has the right, either at the time the settlement agreement is signed by all parties or within fifteen days thereafter, to submit the agreement to the Administrative Hearing Commission for determination that the facts agreed to by the parties to the settlement agreement constitute grounds for denying or disciplining the license of the licensee. If Licensee desires the Administrative Hearing Commission to review this Agreement, Licensee may submit this request to: Administrative Hearing Commission, Truman State Office Building, Room 640, 301 W. High Street, P.O. Box 1557, Jefferson City, Missouri 65101.

17. If Licensee has requested review, Licensee and Board jointly request that the Administrative Hearing Commission determine whether the facts set forth herein are grounds for disciplining Licensee's license and issue findings of act and conclusions of law stating that the facts agreed to by the parties are grounds for disciplining Licensee's license. Effective the date the Administrative Hearing Commission determines that the agreement sets forth cause for disciplining Licensee's license, the agreed upon discipline set forth herein shall go into effect.

LICENSEE

Envy Hair Salon
Shannan Melugin, Owner

Date 4-21-14

BOARD

Emily R. Carroll,
Executive Director
Missouri Board of Cosmetology and Barber Examiners

Date 4/21/2014