UNITED STAT ES OF AMERICA FEDERAL TRADE COMMISSION

In the Matter of

LONG FENCE & HOME, LLL P, a partnership.

File No. 112 3005

AGREEMENT CONTAINING CONSENT ORDER

The Federal Trade Commission has conduted an investigation of certain acts and practices of Long Fence & Home, ILLP ("LF&H"). Proposed sepondent, havingbeen represented by counsel, is willing to enteinto an agreement containing conset order esolving the allegations contained in thetrached daft complaint. Thereafre,

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IT IS HEREBY AGREED by and between LF&H, by its duly authorized offiers, and counsel for the Federal Trade Commission that:

1. Proposed respondent LF&H is a Maryland limited liability limited partnership with its principal office or place of business at 10236 Southard Var, Beltsville, Maryland 20705.

- 2. Proposed respondent admits all the jurisdictional facts set forth in the draft complaint.
- 3. Proposed respondent waives:
 - a. Any further procedural steps,
 - b. The requirement that the Commission's decision contain a statement of findings of fact and onclusions of law; and
 - c. All rights to seek judicial review or otherwise to challenge or contest the validity of the order entered pursuant to this agreement.

4. This agreement shall not become phaof the public ecoid of the proceedingunless and until it is accepted by the Commission. If this agreement is accepted by the Commission, it, together with the drat complaint, will be place on the public reord for a peiod of thirty (30) days and information about it publicly released. The Commission therefore may either with draw its acceptance of this agreement and sonotify proposed respondent, in which event it will take such action as it may consider apropriate or issue and see its complaint (in such form as the dircumstances may require) and decision in disposition of the proceeding.

5. This agree

6. This agreement contemplates thaif it is accepted by the Commission, and if such acceptance is not subsequently ithdrawn by the Commission pursuant to the provisions of Section 2.34 of the Commission's Rules, the Commission may, without further notice to proposed espondent, (1) is use its complaint corsponding in form and substance ith the attached drat complaint and its decision containiting following order in disposition of the proceeding and (2) make information about it public. When so entred, theordershall have the same force and effect and may be altered, modified, or set aside in the same manner and within the same time provide by statute for otheorders. The order shall become in all upon service Delivery of the complaint and the destion and ordeto proposed sepondent's addess as stated in this agreement by any means specified in Section 4.4(a) of the Commission's Rules shall constitute service Proposed sepondent waive anyright it mayhave to any other manneof service. The complaint may be used in construing the terms of the order. No agreement, understanding representation, or interpretation not contained in the order in the agreement may be used to var or contradict the terms of the order.

7. Proposed respondent has and the daft complaint and consent ordelt understands that it may be liable for civil penalties in the amount provided black and other appropriate elief for each violation of the order after it becomes final.

<u>ORDER</u>

DEFINITIONS

For purposes of this order, the following definitions shall apply:

1. "Clearly and prominentlymeans

A. In print communications, the disclosure **lsbe** presented in a mannethat stands out from the accompanying text, so that it's sufficiently prominent, because of its type size, contrast, location, or other haracteristics, for an odinary consumer to noticeread and comprehend it;

B. In communications made through electronic medium (such as telesion, video, radio, and interative media sure as theriternet, online services, and softwae), the disclosure shall be psentel simultaneouslyin both the audio and visual portions of the communication. If anycommunication presented solely/hrough visual or audio meres, the disclosure shall be made through the same means through which the communication is presented. In anycommunication disseminated byeans of a interactive electronic medium such as software, the Internet, or online services, the disclosure must be unavoidable. Any audio disclosure shall be diversed in avolume and ordencesufficient for an ordinary consumer to her and compehend it. Anyvisual disclosure shall be expresented in a mannethat stands out in the context in which it's presented, so that it is sufficiently rominent, due to its seizand shale, contrast to the backropund against which it appers, the length of time it appear on the screen, and its location, for a ordinary consumer to notice ead and compehend it; and

C. Regardless of the medium used to disseminate it, the disclosure shall be in understandate language and sources. Nothing contrary to, inconsistent with, or in rinigation of the disclosure shall be used in anycommunication.

2. "Close proximity" means on the same int page, web page, online serice page, or othe electronic page, and poximate to the trigering representation, and not accessed odisplayed through hyperlinks, pop-ups, interstitials, or other means.

3. "Commerce" shall mean as defined in Section 4 of the Federal Trade Commission Act, 15 U.S.C. § 44.

4. "Competent and diable scientific evidence" shall mean tests, algaes, reeach, or studies that have be conduced and valuated in a objective manneby qualified persons, that are generally accepted in the porfession to jeld accurate and reliable results, and that are sufficient in quality and quantity based on standards generally accepted in the relevant scientific fields, when considered in light of the entire body of relevant and reliable scientific evidence, to substantiate that appresentation is true.

5. "Covered product or sevice" means anyfenestration product, may component theof, and any product or any service for which respondent makes any daim about energy savings, energy costs, energy consumption, U-factor, SHGC, R-value, K-value, insulating properties, thermal performance, or energy-related efficacy.

6. "Fenestration product" means any window, sliding glass obor, or skylight.

7. "K-value" is a measure of a material's thermal conductivity.

8. Unless otherwise specified, "respondent" shall mean Long Fence & Home, LLLP, its successors and assigns, and its officers, agents, representatives, and employees.

9. "R-value" is a measure of a material's resistance to heraflow.

10. "SHGC" means solar heagain coefficient, which is the fraction of incident solar radiation admitted through a window, both directly transmitted and absorbed and subsequently released inwad.

11. "U-factor" is a measure of the rate of heat loss.

I.

ITIS ORDERED that respondent, directly or through any corporation, subsidiarwilkia 0.0000 TD (no

- A. Consumers who replace their windows with respondent's windows achieve up to or a speified amount or perentage of energy savings or reduction in heating and cooling costs; or
- B. Respondent ugarantees or pledges that consumer who replace their windows with respondents' windows will achieve up to or a specified amount or precentage of energy savings or reduction in heating and cooling costs;

unless the maresentation is non-misdadingand, at the time of hakingsuch representation, respondent possesses and relies upon competent and reliable scientific evidence to substantiate that all or almost all consumerse dikely to receive the maximum represented saving or reduction.

<u>Provided, however</u>, that if respondent represents that consumers who replace their windows with respondent's windows abieve up to or aspecified amount or perentage of energy savings or reduction in heating and cooling costs under specified dircumstances, or if respondent guarantees or pledges up to or a specified amount or percentage of energy savings or reduction in heating and cooling costs under specified dircumstances, it must disdose those circumstances learly and prominently close proximity to such representation, guarantee, or pledge and it must substantiate that all or almost all consumer likely to receive the maximum represented, garanteed, orpledged saving or reduction under those recumstances (g, when eplacing awindow of aspecific of saving or reduction in a buildig having a specific level of insulation in a specificer jon).

II.

T IS FURTHER ORDERED that **sp**ondent, diretly or through anycorporation, subsidiary, division, or other device, in connection with the manufacturing, labeling, advertising, promotion, offering for sale, step, or distribution of anycovered productor service in or affecting commerce, shall not makeney representation, directly or indirectly, expression by implication, including through the use of endorsements or trade namle, san'000 1.00 (a)T19(e)F400 0.0000 IT IS FURTHER ORDERED that respondent LF&H, and its successors and assigns, shall, for five (5) years after the last date of dissemination of any representation covered by this order, maintain and upon queest make valiable to the Edeal Trade Commission for inspection and copying:

- A. All advertisements and promotional matesia ontaining the representation;
- B. All materials that was relied upon in disseminating the presentation; and
- C. All tests reports, studies, surveys, demonstrations, or other evidence in its possession or control that coardirct, qualify or call into question the representation, or the basis relied upoorf the representation, including complaints and otherommunications with consumers or with vernmental or consumer protection organizations.

IV.

IT IS FURTHER ORDERED that respondent LF& H, and its successors and assigns, shall deliver acopyof this order to lacurrent and futureprincipals, officers, directors, and managers, and to all current and futureemployees, gents, and meresentatives having responsibilities with respect to the subject of this orderand shall seare from each such person a signed and dated statement acknowledging receipt of theorder. Respondent shall deliver this order to such current personnel within thirty (30) days after the date of service of this order, and to such futurepesonnel within thirty(30) days after the date of service of this order, and to such futurepesonnel within thirty(30) days after the person assumes such position or responsibilities. Respondent shall maintain and upoqueest makevaailable to the Edeal TradeCommission for inspection andopying all acknowledgenents of recipt of this order obtained pursuant to this Part.

V.

IT IS FURTHER ORDERED that respondent LF&H, and its successors and assigns, shart/the otify the Commission at least thirty(30) days prior to anychange in the patnership that may affect compliance obligations arising under this orde including but not limited to a dissolution, assignment, sale, mger, orother action that would result in the engreence of a successor; the creation or dissolution of a subsidiary, parent, or affiliate that engages in any acts or practices subjecto this order, the proposed lifng of a bankrup to petition; or a charge in the of Consumer Protection, Federal Trade Commission, 600 Pennsylvania Avenue NW, Washington, DC 20580. The subjetione must begin: "bng Fence & Home, File No. _____."

VI.

IT IS FURTHER ORDERED that Respondent LF&H, and its successors and assigns, within sixty (60) days after the date offervice of this order, shafile with the Commission a true and acurate report, in writing, setting forth in detail the manneand form of its own compliance with this order. Within ten (10) days of receipt of written notice form a representative of the Commission, it shall submit additional true and accurate written reports.

VH.

This order will terminate twenty(20) years from the date of its issuance, dowenty(20) years from the most recent date that the United States or the Federal Trade Commission files a complaint (with or without an **acompany**ing consent dence) in federal court alleging any violation of the orderwhicheve comes later; provide, howeve, that the filingof such a complaint will not affect the duration of:

- A. Any Part in this order that terminates in less han twenty (20) years;
- B. This order's application to any respondent that is not named as a defendant in such complaint; and
- C. This order if such complaint is filed after the order has terminated pursuant to this Part.

<u>Provided, furthe</u>, that if such omplaint is dismissed or a fateral court rules thathe respondet did not violate anyorovision of the orde and the dismissal or ruling is either not appaded or upheld on appade, then the order will terminate according to this Part as though the complaint had never been filed, except that the order will not terminate between the date such complaint is filed and the dater of the dealline for appealing such dismissal or ruling al the date such dismissal or ruling is upheld on appeal.

LONG FENCE & HOME, LLLP

By:

JOHN DEPAOLA President

Date

D.S. BERENSON Berenson LLP Attorneyfor respondent Date

JOSHJA S. MILLARD Counsel for the Edeal Trade Commission

Date

SARAH WALDROP Counsel for the Edeal Trade Commission

Date

APPROVED:

FRANK GORMAN Assistant Director Division of Enforœment

JAMES A. KOHM Associate Drector Division of Enforcement

DAVID C. VLADECK Director Bureau ofConsumer Protection