## SETTLEMENT AGREEMENT

This Settlement and Release Agreement ("Agreement") is made as of this <u>5</u> day of September, 2025, between the New Mexico State Ethics Commission ("Commission" or "Releasor"), and Joe "Butter" Milo ("Milo" or "Releasee").

WHEREAS, on June 6, 2025, the Commission authorized its attorney staff to commence a civil action against Milo for alleged violations of in NMSA 1978, Section 10-16-7(B) (date) of the Governmental Conduct Act ("GCA"), and on August 1, 2025, authorized additional civil action for alleged violations of NMSA 1978, Section 10-16-4(B) (2011) of the GCA.

WHEREAS, the Commission and Milo (collectively "the Parties") have agreed to amicably resolve this matter, including any and all claims, demands, and/or damages relating in any way to claims made or which could have been made in a lawsuit, without need for litigation.

**NOW, THEREFORE**, without trial or adjudication of issue of fact or law, without this Settlement Agreement constituting evidence against Milo, in consideration of the foregoing recitals and the mutual promises hereinafter set forth, the Parties agree as follows:

- 1. <u>Execution Date.</u> As used in this Agreement, the "Execution Date" shall mean the date as of which the Agreement is fully executed.
- **2.** <u>Consideration.</u> In consideration of the Commission's release of claims against him, Milo agrees that he shall:
- (a) Within seven (7) days of the Execution Date, furnish to the Commission evidence of renouncement of any and all interests, rights, titles, or claims he may have in the Rio Mimbres Corporation.
- (b) Within seven (7) days of the Execution Date, deliver to the State Ethics Commission a payment by check of \$200 made out to the State of New Mexico, addressed to the State Ethics Commission, 800 Bradbury Dr. SE, Ste. 215, Albuquerque, NM 87106.
- (b) Within 30 days of the Execution Date, disclose his ownership interest in J&J Printing, Inc., on the City of Deming website, under the website's "Elected Officials" page, or another, equally conspicuous page, provided that such disclaimer will not constitute an advertisement for J&J Printing, Inc.

## 3. Release.

- (a) In consideration of full satisfaction of the conditions set forth in Paragraph 2 and more fully contained herein, the Commission hereby releases, acquits, and forever discharges Milo from any and all claims, demands, and damages, of whatever nature, actions and causes of action of any kind whatsoever, known or unknown, suspected or unsuspected, that arose before the Execution Date ("Released Claims"); provided, however, that the Released Claims shall not include claims to enforce this Agreement.
- (b) In consideration of the Commission's release of claims against Milo and other conditions set forth herein, Milo hereby waives any and all demands. claims, or causes of action that Milo could have asserted against the Commission and that arose before the Execution Date, including any claims for recovery attorney's fees or costs incurred in negotiating this Agreement sought through an action against the Commission or any of its members, officers, employees or agents based on the demands, claims, or cause of action asserted in or related to the Lawsuit.
- 4. Final Settlement and Adequate Consideration. The Parties agree that Releasee's full satisfaction of the conditions set forth in Paragraphs 2 and 3 of this Agreement shall represent final and full satisfaction and settlement of the Released Claims. It is the intent of the Parties to fully and effectively release the Released Claims. This Agreement is intended to have the broadest possible effect so that the allegations arising from the Released Claims be finally and forever put to rest. The Parties agree that the consideration noted in Paragraphs 2 and 3 represents adequate consideration for this Agreement.
- 5. No Admission of Wrongdoing. This Agreement (whether or not consummated), the settlement reflected herein, and all communications or other actions relating to this settlement, shall not be offered or construed as, or received against any of the Parties in a lawsuit between the Parties, or in any other civil, criminal, administrative, or other action or proceeding, as evidence of an admission by either of the Parties with respect to the truth or falsity of any fact alleged in this Agreement or the deficiency of any allegation or defense that has been or could have been asserted, or of any liability, negligence, fault, misrepresentation, omission, or other wrongdoing or actionable conduct of either of the Parties. Notwithstanding the foregoing, the Parties may refer to this Agreement to enforce this Agreement.
- 6. Construction. The terms, provisions, and conditions of this Agreement are the result of negotiations in good faith and at arm's length between the Releasor State Ethics Commission and the Releasee, each of which has been represented by legal counsel of their own choosing. Accordingly, the terms, provisions, and conditions of this Agreement shall be interpreted and construed in accordance with their usual and customary meanings, without application of any rule of interpretation or construction suggesting that ambiguous or conflicting

terms, conditions, or provisions shall be interpreted or construed against the Party whose legal counsel prepared the executed version of any prior drafts of the Agreement.

- 7. Warranty of Capacity to Execute Settlement Agreement. The Parties represent and warrant that each Party, and each signatory on behalf of each respective Party, has the authority to execute this Agreement. Further, the Parties represent and warrant that the execution of this Agreement violates no law, rule, agreement or instrument by which it may be bound or to which they are a party.
- 8. <u>Compromise of a Disputed Claim.</u> The Parties agree that this Agreement represents a compromise of disputed rights, demands, claims, actions and causes of action, taking into account, among other things, the costs and risks associated with litigation.
- 9. Entire Agreement. The Parties acknowledge and agree that: (a) no promises, representations, or agreements have been made in connection with this Agreement other than those set forth herein, and that they intend this to be the final and binding settlement and release of all of Releasor State Ethics Commission's Released Claims against the Releasee, on the terms set forth herein, whether or not they have been previously asserted or articulated; and (b) except as expressly stated in this Agreement, neither of the Parties has made any promise, statement, or representation of law or fact that has been relied upon by any of the other such signatories in entering into this Agreement.
- 10. <u>Termination or Enforcement Provisions.</u> Releasor State Ethics Commission may either terminate or enforce this Agreement in the event that the Releasee fails to perform in accordance with Paragraph 2 of this Agreement and shall provide notice to Releasee of any such termination of action to enforce this Agreement.
- 11. Governing Law. This Agreement shall be construed and interpreted in accordance with the laws of the State of New Mexico.
- 12. <u>Severability.</u> If, after the effective date hereof, any provision of this Agreement is held to be illegal. invalid, or unenforceable, such provision shall be fully severable and shall be unenforceable between the Parties only to the extent of such prohibition or ineffectiveness without invalidating the remainder of the provision or of this Agreement.
- 13. <u>Amendment.</u> This Agreement shall not be modified or amended except in writing signed by the Parties.

- 14. Effective Date. This Agreement shall become effective on the Execution Date, immediately upon execution by the Parties.
- 15. Effective in Counterparts. To expedite the conclusion of this matter, the Parties agree that this Agreement may be executed by electronic signature and further may be executed in counterparts, each of which shall be deemed an original, but all of which shall constitute one and the same instrument. By so proceeding, the Parties further agree that the Agreement shall be and is binding upon each of them, just as if the Agreement had been executed otherwise. Faxed or scanned and emailed copies of manually executed signature pages to this Agreement shall be enforceable without the need for delivery of an original signature.
  - 16. Fees and Costs. Each Party agrees to pay its own attorneys' fees and costs.
- 17. <u>Notices.</u> All notices, requests, demands or other communications required or contemplated hereunder or relating hereto shall be in writing and forwarded by U.S. Mail or by hand, with a copy by email, and addressed as follows:
  - (a) If to Releasor State Ethics Commission:

Executive Director
State Ethics Commission
800 Bradbury Dr. Ste. 215
Albuquerque, NM 87106
jeremy.farris@sec.nm.gov
Counsel for New Mexico State Ethics Commission

(b) If to Releasee Milo:

Charles Kretek
700 S. Silver Ave
Deming, NM 88030
<a href="mailto:ckretek-rijeloud.com">ckretek-rijeloud.com</a>
Counsel for Joe "Butter" Milo

By: Jeremy Farris, Executive Director, State Ethics Commission, on behalf of the New Mexico State Ethics Commission

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By: Joe Butter Milo

14 /2025 (Date)