· · ·	ENDORSED FILED
	ALAMEDA COUNTY
1	NOV 1 4 2018
. 2	CLERK OF THE SUPERIOR COURT
. 3	By PAM WILLIAMS
4	
5	
6	
7	
8	SUPERIOR COURT OF THE STATE OF CALIFORNIA
9	FOR THE COUNTY OF ALAMEDA
10	
. 11	
12	CENTER FOR ENVIRONMENTAL HEALTH, ) Case No. RG 17-870238
13	Plaintiff, PROPOSED CONSENT JUDGMENT
13	) AS TO OLD LYME GOURMET v. ) COMPANY
	) GOYA FOODS, INC., et al.,
15	) Defendants.
16	
17	ý
18	
19	
20	
21	1. DEFINITIONS
22	1.1 The "Complaint" means the operative complaint in the above-captioned matter.
23	1.2 "Compliance Date" shall mean June 1, 2019.
24	1.3 "Covered Products" means fried or baked potato or sweet potato based snack food
25	products, including sliced Potato Chips (as defined below) and snack food products containing
26	potato or sweet potato flour (such as extruded vegetable chips, vegetable sticks, and vegetable
27	
28	1
DOCUMENT PREPARED ON RECYCLED PAPER	CONSENT JUDGMENT – OLD LYME GOURMET COMPANY – CASE NO. RG 17-870238

1 straws). An initial list of the Covered Products divided by Potato Chips and Extruded Products is 2 attached as Exhibit A hereto.

3 1.4 "Potato Chips" means sliced potato chips. It is the Parties' intent that the Potato 4 Chips referenced in this Consent Judgment are the kind of products falling within in the "potato 5 chip products" category in the Consent Judgment as to Defendant Frito-Lay, Inc., entered August 6 1, 2008, in People v. Frito-Lay, Inc., et al., Los Angeles County Superior Court Case No. BC 7 338956.<sup>1</sup>

8 1.5 "Extruded Products" means all Covered Products other than Potato Chips. It is the 9 Parties' intent that the Extruded Products referenced in this Consent Judgment are the kind of 10 products falling within Type 4 in the "extruded, pellet, and baked products" category in the 11 Consent Judgment as to Defendant Snak King Corporation, entered August 31, 2011, in People v. 12 Snyder's of Hanover, et al., Alameda County Superior Court Case No. RG 09-455286.<sup>2</sup>

13 1.6 "Effective Date" means the date on which notice of entry of this Consent 14 Judgment by the Court is served upon Settling Defendant.

15 16

17

18

19

20

2.

# **INTRODUCTION**

2.1 The Parties to this Consent Judgment are the Center for Environmental Health, a California non-profit corporation ("CEH"), and Old Lyme Gourmet Company ("Settling Defendant"). CEH and Settling Defendant (the "Parties") enter into this Consent Judgment to settle certain claims asserted by CEH against Settling Defendant as set forth in the Complaint in the above-captioned matter.

- 21
- 2.2 On or about January 12, 2017, CEH provided a 60-day Notice of Violation of 22 Proposition 65 to the California Attorney General, to the District Attorneys of every county in 23 California, to the City Attorneys of every California city with a population greater than 750,000, 24 and to Settling Defendant, alleging that Settling Defendant violated Proposition 65 by exposing 25
  - <sup>1</sup> Examples of these products are found in Exhibit A to the Frito-Lay Consent Judgment.
- 26 <sup>2</sup> These products are referred to as "Group C, Type 4" products in Exhibit A to the Snak King Consent Judgment, which is available on the Attorney General's website at https://oag.ca.gov/prop65/litigation. 27

persons to acrylamide contained in Covered Products without first providing a clear and
 reasonable Proposition 65 warning.

3 2.3 Settling Defendant is a corporation or other business entity that manufactures,
4 distributes, sells, or offers for sale Covered Products that are sold in the State of California or has
5 done so in the past.

6 2.4 On August 3, 2017, CEH filed the original complaint in the above-captioned
7 matter, naming Settling Defendant as an original defendant. On August 17, 2017, CEH filed the
8 Complaint.

9 2.5 For purposes of this Consent Judgment only, the Parties stipulate that this Court 10 has jurisdiction over the allegations of violations contained in the operative Complaint and 11 personal jurisdiction over Settling Defendant as to the acts alleged in the operative Complaint, 12 that venue is proper in the County of Alameda, and that this Court has jurisdiction to enter and 13 enforce this Consent Judgment as a full and final resolution of all claims which were or could 14 have been raised in the operative Complaint based on the facts alleged therein with respect to 15 Covered Products manufactured, distributed, and/or sold by Settling Defendant.

16 2.6 Nothing in this Consent Judgment is or shall be construed as an admission by the 17 Parties of any fact, conclusion of law, issue of law, or violation of law, nor shall compliance with 18 the Consent Judgment constitute or be construed as an admission by the Parties of any fact, 19 conclusion of law, issue of law, or violation of law. Nothing in this Consent Judgment shall 20 prejudice, waive or impair any right, remedy, argument, or defense the Parties may have in any 21 other pending or future legal proceedings. This Consent Judgment is the product of negotiation 22 and compromise and is accepted by the Parties solely for purposes of settling, compromising, and resolving issues disputed in this Action. 23

24

3.

# **INJUNCTIVE RELIEF**

3.1 Reformulation of Covered Products. Upon the Compliance Date, Settling
Defendant shall not purchase, manufacture, ship, sell, or offer for sale Covered Products that will
be sold or offered for sale in California that exceed the following acrylamide concentration levels

1	(the "Reformulation Levels"), such concentration to be determined by use of a test performed by
2	an accredited laboratory using either GC/MS (Gas Chromatograph/Mass Spectrometry), LC-
3	MS/MS (Liquid Chromatograph-Mass Spectrometry), or any other testing method agreed upon
4	by the Parties:
5	3.1.1 For Sliced Potato Chips:
6	3.1.1.1 The average acrylamide concentration shall not exceed 281 parts
7	per billion ("ppb") by weight (the "Potato Chips Average Level"). The Potato Chips Average
8	Level is determined by randomly selecting and testing at least 1 sample each from 5 different lots
9	of a particular type of Covered Product that is a Sliced Potato Chip (or the maximum number of
10	lots available for testing if less than 5) during a testing period of at least 60 days.
11	3.1.1.2 The acrylamide concentration of any individual unit of Sliced
12	Potato Chips shall not exceed 350 ppb by weight, based on a representative composite sample
13	taken from the individual unit being tested (the "Potato Chips Unit Level").
14	3.1.2 For Extruded Products:
15	3.1.2.1 The average acrylamide concentration shall not exceed 350 ppb by
16	weight (the "Extruded Products Average Level"). The Extruded Products Average Level is
17	determined by randomly selecting and testing at least 1 sample each from 5 different lots of a
18	particular type of Covered Product that is an Extruded Product (or the maximum number of lots
19	available for testing if less than 5) during a testing period of at least 60 days.
20	3.1.2.2 The acrylamide concentration of any individual unit of Extruded
21	Products shall not exceed 490 ppb by weight, based on a representative composite sample taken
22	from the individual unit being tested (the "Extruded Products Unit Level").
23	3.2 Clear and Reasonable Warnings. A Covered Product purchased, manufactured,
24	shipped, sold or offered for sale by Settling Defendant may, as an alternative to meeting the
25	Reformulation Levels set forth in Section 3.1, be sold or offered for sale in California as of the
26	Compliance Date with a Clear and Reasonable Warning that complies with the provisions of this
27	Section 3.2. A Clear and Reasonable Warning may only be provided for Covered Products that
28	4

Settling Defendant reasonably believes do not meet the Reformulation Levels. A Clear and
 Reasonable Warning under this Agreement shall state:

3

4

5

**WARNING:** Consuming this product can expose you to acrylamide, which is known to the State of California to cause cancer. For more information go to www.P65Warnings.ca.gov/food.

6 The word "WARNING" shall be displayed in all capital letters and bold print. This warning 7 statement shall be prominently displayed on the Covered Product, on the packaging of the 8 Covered Product, or on a placard or sign provided that the statement is displayed with such 9 conspicuousness, as compared with other words, statements or designs as to render it likely to be 10 read and understood by an ordinary individual prior to sale. If the warning statement is displayed 11 on the Covered Product's label, it must be set off from other surrounding information and 12 enclosed in a text box. If the warning statement is displayed on a placard or sign where the 13 Covered Product is offered for sale, the warning placard or sign must enable an ordinary 14 individual to easily determine which specific Covered Products the warning applies to, and to 15 differentiate between that Covered Product and other products to which the warning statement 16 does not apply. For internet, catalog or any other sale where the consumer is not physically 17 present, the warning statement shall be displayed in such a manner that it is likely to be read and 18 understood by an ordinary individual prior to the authorization of or actual payment.

19

4.

# ENFORCEMENT

4.1 General Enforcement Provisions. CEH may, by motion or application for an
order to show cause before this Court, enforce the terms and conditions contained in this Consent
Judgment. Any action to enforce alleged violations of Section 3 by Settling Defendant shall be
brought exclusively pursuant to this Section 4, and be subject to the meet and confer requirement
of Section 4.2.4 if applicable.

25

# 4.2 Enforcement of Reformulation Commitment.

4.2.1 <u>Notice of Violation</u>. In the event that CEH purchases a Covered Product
 in California that was manufactured, distributed or sold by Settling Defendant with a best-by or

1	sell-by (or equivalent) date or other code that reflects that the Covered Product was manufactured
2	on or after the Compliance Date, for which CEH has laboratory test results showing that the
3	Covered Product has an acrylamide level exceeding the Unit Level, and which lacks a Clear and
4	Reasonable Warning that complies with Section 3.2, CEH may issue a Notice of Violation
5	pursuant to this Section. Provided, however, CEH may not issue any Notice of Violation if the
6	packaging of the Covered Product is marked or labeled with the statement "Not for Sale in
7	California" or substantially similar language as long as such statement is prominently placed
8	upon such Covered Product's label or other labeling as compared with other words or statements
9	on the label or labeling as to render it likely to be read and understood by an ordinary individual
10	under customer conditions of purchase or use. If Settling Defendants mark or label a Covered
11	Product with such a statement, Settling Defendants shall include a letter to their retailer or
12	distributor customer notifying the customer that the Covered Product may not be sold in
13	California.
14	4.2.2 <u>Service of Notice of Violation and Supporting Documentation</u> .
15	4.2.2.1 Subject to Section 4.2.1, the Notice of Violation shall be sent to the
16	person(s) identified in Section 8.2 to receive notices for Settling Defendant, and must be served
17	within sixty (60) days of the later of the date the Covered Product at issue was purchased or
18	otherwise acquired by CEH or the date that CEH can reasonably determine that the Covered
19	Product at issue was manufactured, shipped, sold, or offered for sale by Settling Defendant,
20	provided, however, that CEH may have up to an additional sixty (60) days to send the Notice of
21	Violation if, notwithstanding CEH's good faith efforts, the test data required by Section 4.2.2.2
22	below cannot be obtained by CEH from its laboratory before expiration of the initial sixty (60)
23	day period.
24	4.2.2.2 The Notice of Violation shall, at a minimum, set forth: (a) the date
25	the Covered Product was purchased; (b) the location at which the Covered Product was
26	purchased; (c) a description of the Covered Product giving rise to the alleged violation, including
27	the name and address of the retail entity from which the sample was obtained and pictures of the
28	6
Prepared ed Paper	

product packaging from all sides, which identifies the product lot; and (d) all test data obtained
 by CEH regarding the Covered Product and supporting documentation sufficient for validation of
 the test results, including any laboratory reports, quality assurance reports, and quality control
 reports associated with testing of the Covered Product.

5 4.2.3 Notice of Election of Response. No more than thirty (30) days after 6 effectuation of service of a Notice of Violation, Settling Defendant shall provide written notice to 7 CEH whether it elects to contest the allegations contained in a Notice of Violation ("Notice of 8 Election"). Failure to provide a Notice of Election within thirty (30) days of effectuation of 9 service of a Notice of Violation shall be deemed an election to contest the Notice of Violation. 10 Upon notice to CEH, Settling Defendant may have up to an additional sixty (60) days to elect if, 11 notwithstanding Settling Defendant's good faith efforts, Settling Defendant is unable to verify the 12 test data provided by CEH before expiration of the initial thirty (30) day period.

4.2.3.1 If a Notice of Violation is contested, the Notice of Election shall
include all documents upon which Settling Defendant is relying to contest the alleged violation,
including all available test data. If Settling Defendant or CEH later acquires additional test or
other data regarding the alleged violation during the meet and confer period described in Section
4.2.4, it shall notify the other Party and promptly provide all such data or information to the Party
unless either the Notice of Violation or Notice of Election has been withdrawn.

19 4.2.4 Meet and Confer. If a Notice of Violation is contested, CEH and Settling 20 Defendant shall meet and confer to attempt to resolve their dispute. Within thirty (30) days of 21 serving a Notice of Election contesting a Notice of Violation, Settling Defendant may withdraw 22 the original Notice of Election contesting the violation and serve a new Notice of Election to not 23 contest the violation, provided, however, that, in this circumstance, Settling Defendant shall pay 24 \$2,500 in addition to any payment required under this Consent Judgment. At any time, CEH may 25 withdraw a Notice of Violation, in which case for purposes of this Section 4.2 the result shall be 26 as if CEH never issued any such Notice of Violation. If no informal resolution of a Notice of 27 Violation results within thirty (30) days of a Notice of Election to contest, CEH may file an

28 Document Prepared on Recycled Paper enforcement motion or application pursuant to Section 4.1. In any such proceeding, CEH may
 seek whatever fines, costs, penalties, attorneys' fees, or other remedies are provided by law for an
 alleged failure to comply with the Consent Judgment.

4 4.2.5 <u>Non-Contested Notices</u>. If Settling Defendant elects to not contest the
5 allegations in a Notice of Violation, it shall undertake corrective action(s) and make payments, if
6 any, as set forth below.

7 4.2.5.1 Settling Defendant shall include in its Notice of Election a detailed 8 description with supporting documentation of the corrective action(s) that it has undertaken or 9 proposes to undertake to address the alleged violation. Any such correction shall, at a minimum, 10 provide reasonable assurance that all Covered Products having the same lot number as that of the 11 Covered Product identified in CEH's Notice of Violation (the "Noticed Covered Products") will 12 not be thereafter sold in California or offered for sale to California customers by Settling 13 Defendant and that Setting Defendant has sent instructions to any retailers or customers that offer 14 the Noticed Covered Products for sale to cease offering the Noticed Covered Products for sale to 15 California consumers and to return all such Noticed Covered Products to Settling Defendant. 16 Settling Defendant shall keep for a period of one year and make available to CEH upon 17 reasonable notice (which shall not exceed more than one request per year) for inspection and 18 copying records of any correspondence regarding the foregoing. If there is a dispute over the 19 corrective action, Settling Defendant and CEH shall meet and confer before seeking any remedy 20 in court. In no case shall CEH issue more than one Notice of Violation per manufacturing lot of a 21 type of Covered Product, nor shall CEH issue more than two Notices of Violation in the first year 22 following the Compliance Date.

4.2.5.2 If the Notice of Violation is the first, second, third, or fourth Notice
of Violation received by Settling Defendant under Section 4.2.1 that was not successfully
contested or withdrawn, then Settling Defendant shall pay \$15,000 for each Notice of Violation.
If Settling Defendant has received more than four (4) Notices of Violation under Section 4.2.1
that were not successfully contested or withdrawn, then Settling Defendant shall pay \$25,000 for

28 Document Prepared on Recycled Paper

1 each Notice of Violation. If Settling Defendant produces with its Notice of Election test data for 2 the Covered Product that: (i) was conducted prior to the date CEH gave Notice of Violation; 3 (ii) was conducted on the same or same type of Covered Product; and (iii) demonstrates 4 acrylamide levels below the applicable Unit Level, then any payment under this Section shall be 5 reduced by 100 percent (100%) for the first Notice of Violation, by seventy-five percent (75%) 6 for the second Notice of Violation, and by fifty percent (50%) for any subsequent Notice of 7 Violation. In no case shall Settling Defendant be obligated to pay more than \$100,000 for 8 uncontested Notices of Violation in any calendar year irrespective of the total number of Notices 9 of Violation issued.

4.2.6 <u>Payments</u>. Any payments under Section 4.2 shall be made by check
payable to the "Lexington Law Group" and shall be paid within thirty (30) days of service of a
Notice of Election triggering a payment and shall be used as reimbursement for costs for
investigating, preparing, sending, and prosecuting Notices of Violation, and to reimburse
attorneys' fees and costs incurred in connection with these activities.

4.3 Repeat Violations. If Settling Defendant has received four (4) or more Notices of
Violation concerning the same type of Covered Product that were not successfully contested or
withdrawn in any two (2) year period then, at CEH's option, CEH may seek whatever fines,
costs, penalties, attorneys' fees, or other remedies that are provided by law for failure to comply
with the Consent Judgment. Prior to seeking such relief, CEH shall meet and confer with Settling
Defendant for at least thirty (30) days to determine if Settling Defendant and CEH can agree on
measures that Settling Defendant can undertake to prevent future alleged violations.

- 22 **5.**
- PAYMENTS

5.1 Payments by Settling Defendant. Within ten (10) calendar days of the Effective
Date, Settling Defendant shall pay the total sum of \$290,000 as a settlement payment as further
set forth in this Section.

26 5.2 Allocation of Payments. The total settlement amount for Settling Defendant shall
27 be paid in five (5) separate checks in the amounts specified below and delivered as set forth

1	below. Any failure by Settling Defendant to comply with the payment terms herein shall be		
2	subject to a stipulated late fee to be paid by Settling Defendant in the amount of \$100 for each		
3	day the full payment is not received after the payment due date set forth in Section 5.1. The late		
4	fees required under this Section shall be recoverable, together with reasonable attorneys' fees, in		
5	an enforcement proceeding brought pursuant to Section 4 of this Consent Judgment. The funds		
6	paid by Settling Defendant shall be allocated as set forth below between the following categories		
7	and made payable as follows:		
8	5.2.1 \$51,020 as a civil penalty pursuant to Health & Safety Code § 25249.7(b).		
9	The civil penalty payment shall be apportioned in accordance with Health & Safety Code $\S$		
10	25249.12 (25% to CEH and 75% to the State of California's Office of Environmental Health		
11	Hazard Assessment ("OEHHA")). Accordingly, the OEHHA portion of the civil penalty		
12	payment for \$38,265 shall be made payable to OEHHA and associated with taxpayer		
13	identification number 68-0284486. This payment shall be delivered as follows:		
14	For United States Postal Service Delivery: Attn: Mike Gyurics		
15	Fiscal Operations Branch Chief Office of Environmental Health Hazard Assessment		
16	P.O. Box 4010, MS #19B		
17	Sacramento, CA 95812-4010		
18	For Non-United States Postal Service Delivery: Attn: Mike Gyurics		
19	Fiscal Operations Branch Chief Office of Environmental Health Hazard Assessment		
20	1001 I Street, MS #19B Sacramento, CA 95814		
21			
22	The CEH portion of the civil penalty payment for \$12,755 shall be made		
23	payable to the Center for Environmental Health and associated with taxpayer identification		
24	number 94-3251981. This payment shall be delivered to Lexington Law Group, 503 Divisadero		
25	Street, San Francisco, CA 94117.		
26	5.2.2 \$38,260 as an Additional Settlement Payment ("ASP") to CEH pursuant		
27	to Health & Safety Code § 25249.7(b), and California Code of Regulations, Title 11, § 3204.		
28 Document Prepared	10		
ON RECYCLED PAPER			

1 CEH intends to restrict use of the ASPs received from this Consent Judgment to the following 2 purposes: the funds will be placed in CEH's Toxics in Food Fund and used to support CEH 3 programs and activities that seek to educate the public about acrylamide and other toxic 4 chemicals in food, to work with the food industry and agriculture interests to reduce exposure to 5 acrylamide and other toxic chemicals in food, and to thereby reduce the public health impacts and 6 risks of exposure to acrylamide and other toxic chemicals in food sold in California. CEH shall 7 obtain and maintain adequate records to document that ASPs are spent on these activities and 8 CEH agrees to provide such documentation to the Attorney General within thirty (30) days of any 9 request from the Attorney General. The payment pursuant to this Section shall be made payable 10 to the Center for Environmental Health and associated with taxpayer identification number 94-11 3251981. This payment shall be delivered to Lexington Law Group, 503 Divisadero Street, San 12 Francisco, CA 94117.

5.2.3 \$200,720 as a reimbursement of a portion of CEH's reasonable attorneys'
fees and costs. The attorneys' fees and cost reimbursement shall be made payable to the
Lexington Law Group and associated with taxpayer identification number 94-3317175. This
payment shall be delivered to Lexington Law Group, 503 Divisadero Street, San Francisco, CA
94117.

18

6.

### MODIFICATION AND DISPUTE RESOLUTION

19 6.1 Modification. This Consent Judgment may be modified from time to time by
20 express written agreement of the Parties, with the approval of the Court and prior notice to the
21 Attorney General's Office, or by an order of this Court upon motion and prior notice to the
22 Attorney General's Office and in accordance with law.

6.2 Notice; Meet and Confer. Any Party seeking to modify this Consent Judgment
shall attempt in good faith to meet and confer with all affected Parties prior to filing a motion to
modify the Consent Judgment.

6.3 Change in Proposition 65. If Proposition 65 or its implementing regulations
(including but not limited to the "safe harbor no significant risk level" for acrylamide set forth at

1 Cal. Code Regs., tit. 27, section 25705, subdivision (c)(2) are changed from their terms as they 2 exist on the date of entry of this Consent Judgment in a manner that impacts the Reformulation 3 Levels, or if OEHHA takes some other final regulatory action for products similar to the Covered 4 Products in a manner that impacts the Reformulation Levels or determines that warnings for 5 acrylamide are not required for such products, then Settling Defendant may seek to modify this 6 Consent Judgment to modify the Reformulation Levels. The Parties recognize that the 7 Reformulation Levels are based on a compromise of a number of issues, and that a change to the 8 "safe harbor no significant risk level" for acrylamide would not necessarily entitle a Party to a 9 modification of the terms of this Consent Judgment corresponding to a linear relationship with 10 such a change.

11

7.

### CLAIMS COVERED AND RELEASE

12 7.1 Provided that Settling Defendant complies in full with its obligations under 13 Section 5 hereof, this Consent Judgment is a full, final, and binding resolution between CEH on 14 behalf of itself and the public interest and Settling Defendant and its parents, subsidiaries, 15 affiliated entities that are under common ownership, directors, officers, employees, agents, 16 shareholders, successors, assigns, and attorneys ("Defendant Releasees"), and all entities to 17 which Settling Defendant directly or indirectly distributes or sells Covered Products, including 18 but not limited to distributors, wholesalers, customers, retailers, franchisees, licensors, and 19 licensees ("Downstream Defendant Releasees"), of any violation of Proposition 65 based on 20 failure to warn about alleged exposure to acrylamide contained in Covered Products that were 21 sold, distributed, or offered for sale by Settling Defendant prior to the Compliance Date.

7.2 Provided that Settling Defendant complies in full with its obligations under
Section 5 hereof, CEH, for itself and its agents, successors, and assigns, releases, waives, and
forever discharges any and all claims against Settling Defendant, Defendant Releasees, and
Downstream Defendant Releasees arising from any violation of Proposition 65 or any other
statutory or common law claims that have been or could have been asserted by CEH individually
or in the public interest regarding the failure to warn about exposure to acrylamide arising in

28 Document Preparee on Recycled Paper

1	connection with Covered Products manufactured, distributed or sold by Settling Defendant prior		
2	to the Compliance Date.		
3	7.3 Provided that Settling Defendant complies in full with its obligations under		
4	Section 5 hereof, compliance with the terms of this Consent Judgment by Settling Defendant		
5	shall constitute compliance with Proposition 65 by Settling Defendant, Defendant Releasees, and		
6	Downstream Defendant Releasees with respect to any alleged failure to warn about acrylamide in		
7	Covered Products manufactured, distributed or sold by Settling Defendant after the Compliance		
8	Date.		
9	8. PROVISION OF NOTICE		
10	8.1 When CEH is entitled to receive any notice under this Consent Judgment, the		
11	notice shall be sent by first class and electronic mail to:		
12	Howard Hirsch Lexington Law Group		
13	503 Divisadero Street San Francisco, CA 94117		
14	hhirsch@lexlawgroup.com		
15	8.2 When Settling Defendant is entitled to receive any notice under this Consent		
16	Judgment, the notice shall be sent by first class and electronic mail to:		
17	Meredith A. Jones-McKeown		
18	Perkins Coie LLP 505 Howard Street, Suite 1000		
19	San Francisco, CA 94105 mjonesmckeown@perkinscoie.com		
20	Any Party may modify the person and/or address to whom the notice is to be sent by sending the		
21	other Party notice by first class and electronic mail.		
22	9. COURT APPROVAL		
23	9.1 This Consent Judgment shall become effective upon the date signed by CEH and		
24	Settling Defendant, whichever is later, provided however, that CEH shall prepare and file a		
25	Motion for Approval of this Consent Judgment and Settling Defendant shall support entry of this		
26	Consent Judgment by the Court.		
27	9.2 If this Consent Judgment is not entered by the Court, it shall be of no force or		
28 Document Prepared	13		
ON RECYCLED PAPER	CONSENT JUDGMENT – OLD LYME GOURMET COMPANY – CASE NO. RG 17-870238		

effect and shall not be introduced into evidence or otherwise used in any proceeding for any
 purpose other than to allow the Court to determine if there was a material breach of Section 9.1.

3

# 10. GOVERNING LAW AND CONSTRUCTION

4 10.1 The terms of this Consent Judgment shall be governed by the laws of the State of5 California.

6

11.

# **ATTORNEYS' FEES**

7 11.1 A Party who unsuccessfully brings or contests an action, motion, or application
8 arising out of this Consent Judgment shall be required to pay the prevailing Party's reasonable
9 attorneys' fees and costs.

10 11.2 Nothing in this Section 11 shall preclude a Party from seeking an award of
11 sanctions pursuant to law.

12

# **12. ENTIRE AGREEMENT**

13 12.1 This Consent Judgment contains the sole and entire agreement and understanding 14 of the Parties with respect to the entire subject matter hereof, and any and all prior discussions, 15 negotiations, commitments, or understandings related thereto, if any, are hereby merged herein 16 and therein. There are no warranties, representations, or other agreements between the Parties 17 except as expressly set forth herein. No representations, oral or otherwise, express or implied, 18 other than those specifically referred to in this Consent Judgment have been made by any Party 19 hereto. No other agreements not specifically contained or referenced herein, oral or otherwise, 20 shall be deemed to exist or to bind any of the Parties hereto. Any agreements specifically 21 contained or referenced herein, oral or otherwise, shall be deemed to exist or to bind any of the 22 Parties hereto only to the extent that they are expressly incorporated herein. No supplementation, 23 modification, waiver, or termination of this Consent Judgment shall be binding unless executed in 24 writing by the Party to be bound thereby. No waiver of any of the provisions of this Consent 25 Judgment shall be deemed or shall constitute a waiver of any of the other provisions hereof 26 whether or not similar, nor shall such waiver constitute a continuing waiver.

27

1 2 13.

#### **RETENTION OF JURISDICTION**

13.1 This Court shall retain jurisdiction of this matter to implement or modify the Consent Judgment.

4

6

7

3

## 14. AUTHORITY TO STIPULATE TO CONSENT JUDGMENT

14.1 Each signatory to this Consent Judgment certifies that he or she is fully authorized by the Party he or she represents to stipulate to this Consent Judgment and to enter into and execute the Consent Judgment on behalf of the Party represented and legally to bind that Party.

8

15

19

20

21

# **15. NO EFFECT ON OTHER SETTLEMENTS**

9 15.1 Nothing in this Consent Judgment shall preclude CEH from resolving any claim
against any other entity on terms that are different than those contained in this Consent Judgment.
Settling Defendant may move to modify this Consent Judgment pursuant to Section 6 to
substitute higher Reformulation Levels that CEH agrees to in a future consent judgment
applicable to Potato Chips or other products substantially similar to the Covered Products, and
CEH agrees not to oppose any such motion except for good cause shown.

### 16. EXECUTION IN COUNTERPARTS

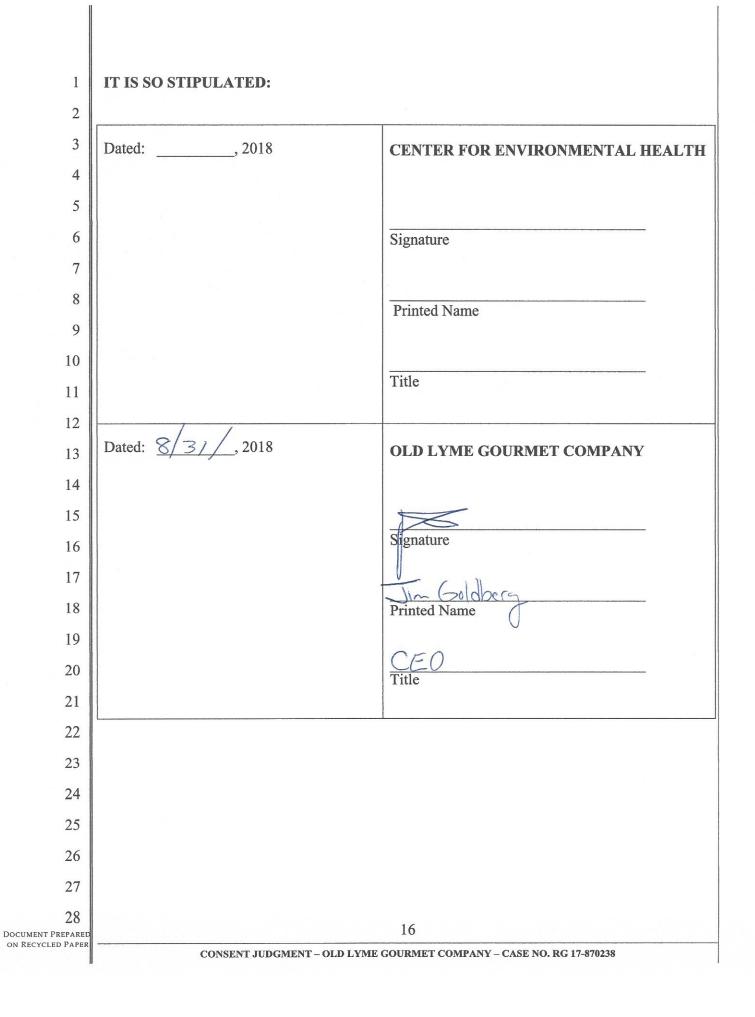
16 16.1 The stipulations to this Consent Judgment may be executed in counterparts and by
means of facsimile or portable document format (pdf), which taken together shall be deemed to
constitute one document.

# IT IS SO ORDERED, ADJUDGED, AND DECREED.

Dated:	NOV 14 2018	IOANA PET	
		Judge of the Superior C	ourt
			:
		• •	
		н 	
		15	
	CONSENT JUDGMENT	- OLD LYME GOURMET COMPANY - CASE	NO. RG 17-870238
		Dated:	Jated: IOANA PET Judge of the Superior C 15

1	IT IS SO STIPULATED:	
2		
3	Dated: <u>ZAV9</u> , 2018	CENTER FOR ENVIRONMENTAL HEALTH
4		Λ.
5		Chi
6		Signature
7		CERTAINE PARA
8		Printed Name
9 10		A=====
11		Title
12		
13	Dated:, 2018	OLD LYME GOURMET COMPANY
14		
15		
16		Signature
17		
18		Printed Name
19		
20 -		Title
21		
22		
23		
24		
25 26		
20 27		
27		
20 Document Prepared on Recycled Paper		16
	CONSENT JUDGMENT – OLD LYME	GOURMET COMPANY – CASE NO. RG 17-870238

I



1	EXHIBIT A
2	Potato Chips
3	Aged Cheddar Horseradish Kettle Chips
4	Baked Crisps Sea Salt
5	Black Truffle Kettle Chips
6	Bulk Original Salted Kettle Chips
7	Classic Salted Flat Chips
8	Cracked Pepper Kettle Chips
9	Mesquite BBQ Kettle Chips
10	New York Spicy Dill Pickle Kettle Chips
11	Ninja Ginger Kettle Chips
12	Original Salted Kettle Chips
13	Reduced Fat Lightly Salted Kettle Chips
14	Rosemary and Olive Oil Kettle Chips
15	Salt and Vinegar Kettle Chips
16	Sour Cream and Onion Kettle Chips
	Sweet Maui Onion Kettle Chips
17	Zesty Jalapeno Kettle Chips
18	
19	
20	
21	
22	
23	
24	
25	
26	
27	
28	
DOCUMENT PREPARED ON RECYCLED PAPER	17 CONSENT JUDGMENT – OLD LYME GOURMET COMPANY – CASE NO. RG 17-870238