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9	Attorneys for Plaintiff the People of the State of California		
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11			
12	IN THE UNITED STATES DISTRICT COURT		
13	FOR THE NORTHERN DISTRICT OF CALIFORNIA		
14	SAN FRANCISCO DIVISION		
15			
16			
17	PEOPLE OF THE STATE OF CALIFORNIA,	CASE NO. 3:19-CV-00151	
18	Plaintiff,	SECOND CALIFORNIA PARTIAL CONSENT	
19	V.	DECREE	
20			
21	FIAT CHRYSLER AUTOMOBILES N.V., FCA US LLC, V.M. MOTORI S.p.A., and V.M. NORTH AMERICA, INC.,		
22			
23	Defendants.		
24			
25 26	WHEREAS Disinfiff the December of the State of Onlife min (the "State of Onlife in ")		
26 27	WHEREAS, Plaintiff the People of the State of California (the "State of California"),		
27 28	acting by and through Xavier Becerra, Attorney General of the State of California ("the California Attorney General" as specifically defined below), and the California Air Resources Board		
28	Attorney General," as specifically defined below), and the California Air Resources Board		

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1 ("CARB," as specifically defined below) (collectively "California") filed a complaint (the 2 "California Complaint") in this action on January 9, 2019, against Fiat Chrysler Automobiles N.V., 3 FCA US LLC, V.M. Motori S.p.A, and V.M. North America, Inc. (collectively, "Defendants," as 4 specifically defined below), alleging in relevant part that, in connection with the certification, 5 marketing, distribution, and sale in California of approximately 14,000 model year ("MY") 2014 to 6 2016 Ram 1500 and MY 2014 to 2016 Jeep Grand Cherokee vehicles equipped with 3.0 liter 7 EcoDiesel engines (the "Subject Vehicles," as specifically defined below), Defendants violated 42 8 U.S.C. § 7604(a)(1); California Health and Safety Code §§ 43016, 43151, 43152, 43153, 43154, 9 43205, 43211, and 43212; 13 C.C.R. §§ 1961, 1961.2, 1965, 1968.2, and 2037 and the 40 C.F.R 10 sections incorporated therein by reference; and California Business and Professions Code §§ 17200 11 et seq., 17500 et seq., and 17580.5 (the "California Claims");

12 WHEREAS, the California Complaint alleges, in relevant part, that each Subject Vehicle 13 contains, as part of the electronic control module, certain software functions and calibrations that 14 cause the emission control system of those vehicles to perform differently (i.e., to underperform or 15 shut off) during normal vehicle operation and use, as compared to during emissions testing. The 16 California Complaint alleges that these software functions and calibrations are undisclosed 17 Auxiliary Emission Control Devices ("AECDs") in violation of California and federal law, and that 18 they are also prohibited defeat devices under California and federal law. The California Complaint 19 also alleges that during normal vehicle operation and use, the Subject Vehicles emit increased 20 levels of oxides of nitrogen ("NOx"). The California Complaint seeks, among other things, civil 21 penalties, injunctive relief, mitigation, costs and other equitable relief related to the presence of the 22 defeat devices in the Subject Vehicles;

WHEREAS, Defendants and California intend to resolve certain aspects of the California
Claims through the entry of: (1) a consent decree among the United States, California, and the
Defendants (the "FCA/US/CA Consent Decree") concerning the Subject Vehicles, lodged on
January 10, 2019, that, among other things, establishes a recall program offering consumers an
approved emissions modification to be applied to the Subject Vehicles, establishes a post-entry
testing program to ensure continued compliance and durability of modified Subject Vehicles,

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requires Defendants to implement certain corporate compliance reforms, and requires Defendants
to make a civil penalty payment of \$42,700,000 to CARB and a separate penalty payment of
\$3,175,200 to CARB for certain additional on-board diagnostic ("OBD") non-compliances; and (2)
a consent decree between California and Defendants ("First California Partial Consent Decree")
concerning the Subject Vehicles, lodged on January 10, 2019, that requires Defendants to make a
payment of \$19,035,000 to CARB and which is intended to fully mitigate the total lifetime excess
NOx emissions from the Subject Vehicles in California, as claimed by California;

8 WHEREAS, Defendants and the People of the State of California, by and through the
9 California Attorney General (together, the "Parties"), have agreed to resolve the remaining aspects
10 of the California Claims related to the Subject Vehicles without the need for litigation through this
11 Second California Partial Consent Decree;

WHEREAS, this Second California Partial Consent Decree (referred to herein as the
"Consent Decree") resolves Defendants' alleged violations of California Business and Professions
Code §§ 17200 et seq., 17500 et seq., and 17580.5 as more fully described in the California
Complaint (the "Consumer Protection Claims"), including by providing certain injunctive and
monetary relief to the California Attorney General;

WHEREAS, nothing in this Consent Decree shall constitute an admission of any fact or
law by any Party, including as to any factual or legal assertion set forth in the California Complaint,
except for the purpose of enforcing the terms or conditions set forth herein;

WHEREAS, the Parties recognize, and the Court by entering this Consent Decree finds,
that this Consent Decree has been negotiated by the Parties in good faith and will avoid litigation
among the Parties regarding the Consumer Protection Claims, and that this Consent Decree is fair,
reasonable, and in the public interest; and

NOW, THEREFORE, before the taking of any testimony, without the adjudication of any
issue of fact or law, and with the consent of the Parties, IT IS HEREBY ADJUDGED,

26 **ORDERED, AND DECREED** as follows:

I.

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JURISDICTION AND VENUE

1. The Court has jurisdiction over the subject matter of this action pursuant to 28

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1 U.S.C. § 1331, and over the Parties to the extent limited by this paragraph. Venue lies in this 2 District pursuant to 28 U.S.C. § 1391(b), 28 U.S.C. § 1407, and the MDL Panel's Transfer Order, 3 dated April 5, 2017. In re Chrysler-Dodge-Jeep EcoDiesel Mktg., Sales Practices & Prod. Liab. 4 Litig., 273 F. Supp. 3d 1377 (U.S. Jud. Pan. Mult. Lit. 2017) (MDL No. 2777). The Court has 5 supplemental jurisdiction over California's state law claims pursuant to 28 U.S.C. § 1367. 6 Defendants consent to the Court's jurisdiction over entry of this Consent Decree and over any 7 action against Defendants to enforce this Consent Decree, and consent to venue in this judicial 8 district for such purposes. Defendants reserve the right to challenge and oppose any claims to 9 jurisdiction by California that (i) do not arise from the Court's jurisdiction over this Consent Decree 10 or (ii) are not made in an action by California to enforce this Consent Decree. 2. 11 Solely for purposes of this Consent Decree, without admission of any legal or 12 factual assertion set forth in the California Complaint, and without prejudice to their ability to 13 contest the legal sufficiency or merits of a complaint in any other proceeding, Defendants do not 14 contest that the California Complaint states claims upon which relief may be granted pursuant to: 15 42 U.S.C. § 7604(a)(1); California Health and Safety Code §§ 43016, 43151, 43152, 43153, 43154, 16 43205, 43211, and 43212; 13 C.C.R. §§ 1961, 1961.2, 1965, 1968.2, and 2037 and the 40 C.F.R 17 sections incorporated therein by reference; and California Business and Professions Code §§ 17200 18 et seq., 17500 et seq., and 17580.5. 19 II. APPLICABILITY 3. 20 The obligations of this Consent Decree apply to and are binding upon the State of 21 California, including the California Attorney General, and upon Defendants, as applicable, and any 22 of their respective successors, assigns, or other entities or persons otherwise bound by law. 4. 23 Defendants' obligations to comply with the requirements of this Consent Decree 24 are joint and several. In the event of the insolvency of any Defendant or the failure by any 25 Defendant to implement any requirement of this Consent Decree, the remaining Defendants shall 26 complete all such requirements. 5. 27 Defendants shall do all things within their power and authority to ensure that any

28 legal successor or assign of any Defendant shall remain jointly and severally liable for the payment

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1	and other performance obligations hereunder. Defendants shall include an agreement to so remain		
2	liable in the terms of any sale, acquisition, merger, or other transaction changing the ownership or		
3	control of any of the Defendants, to which any of them is a party, and no change in the ownership or		
4	control of any Defendant shall affect the obligations hereunder of any Defendant without		
5	modification of this Consent Decree in accordance with Section XII.		
6	6. Defendants shall provide a copy of this Consent Decree to the members of their		
7	respective Board of Directors and their executives whose duties might reasonably include		
8	compliance with, or oversight over compliance with, any provision of this Consent Decree.		
9	Defendants shall also ensure that any contractors, agents, and employees whose duties might		
10	reasonably include compliance with any provision of the Consent Decree are made aware of those		
11	requirements of the Consent Decree relevant to their performance.		
12	7. In any action to enforce this Consent Decree, Defendants shall not raise as a		
13	defense the failure by any of their respective officers, directors, employees, agents, or contractors to		
14	take any actions necessary to comply with the provisions of this Consent Decree.		
15	III. <u>DEFINITIONS</u>		
16	8. Terms that are defined in this Consent Decree are defined for purposes of this		
17	Consent Decree only and are not applicable for any other purpose. Whenever the terms set forth		
18	below are used in this Consent Decree, the following definitions shall apply:		
19	a. "California Attorney General" means the California Attorney General's		
20	Office and any of its successor departments or agencies;		
21	b. "California Complaint" means the complaint filed by California in this		
22	action;		
23	c. "CARB" means the California Air Resources Board and any of its successor		
24	departments or agencies;		
25	d. "Consent Decree" or "Second California Partial Consent Decree" means this		
26	partial consent decree;		
27	e. "Covered Conduct" means any and all acts or omissions, including all		
28	communications, occurring up to and including the Effective Date of this Consent Decree, relating 5		

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1	to: (a) the design, installation, presence, or failure to disclose any Defeat Device in any Subject		
2	Vehicle; (b) the marketing or advertisement of any Subject Vehicle as green, clean,		
3	environmentally friendly (or similar such terms), and/or compliant with California or federal		
4	emissions standards, including the marketing, advertisement, offering for sale, sale, offering for		
5	lease, lease, or distribution of any Subject Vehicles without disclosing the design, installation or		
6	presence of a Defeat Device.		
7	f. "Day" or "day" means a calendar day unless expressly stated to be a		
8	business day. In computing any period of time under this Consent Decree, where the last day would		
9	fall on a Saturday, Sunday, or federal holiday, the period shall run until the close of business of the		
10	next business day;		
11	g. "Defeat Device" has the meaning set forth in 40 C.F.R. § 86.1803-01.		
12	h. "Defendants" means FCA US LLC, Fiat Chrysler Automobiles N.V., V.M.		
13	Motori S.P.A. and V.M. North America, Inc.;		
14	i. "Effective Date" has the meaning set forth in Section VIII below;		
15	j. "Ethics Helpline" has the meaning set forth in Paragraph 50.c of the		
16	FCA/US/CA Consent Decree;		
17	k. "Subject Vehicles" means each and every MY 2014 to 2016 Jeep Grand		
18	Cherokee and Ram 1500 equipped with a 3.0 liter EcoDiesel engine and sold or offered for sale, or		
19	introduced or delivered for introduction into commerce, or registered in the United States or its		
20	Territories, or imported into the United States or its Territories, and that was identified by		
21	Defendants as covered by one of the following test groups: ECRXT03.05PV, FCRXT03.05PV, or		
22	GCRXT03.05PV.		
23	IV. <u>INJUNCTIVE PROVISIONS</u>		
24	9. Defendants are permanently restrained and enjoined from advertising, marketing,		
25	offering for sale, selling, offering for lease, leasing, or distributing, or assisting others in the		
26	advertising, marketing, offering for sale, selling, offering for lease, leasing, or distributing in		
27	California any vehicle that contains a Defeat Device.		
28	10. Under Business and Professions Code §§ 17203 and 17535, Defendants and		
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1	Defendants' officers, agents, employees, and attorneys, and all other persons in active concert or		
2	participation with any of them, who receive actual notice of this Consent Decree, whether acting		
3	directly or indirectly, are permanently enjoined from, expressly or by implication, including		
4	through the use of a product name, endorsement, depiction, or illustration, materially:		
5	a. Misrepresenting that a vehicle has low emissions, lower emissions than		
6	other vehicles, or a specific level of emissions;		
7	b. Misrepresenting that a vehicle is environmentally friendly, eco-friendly,		
8	ecological, green, or words of similar import;		
9	c. Misrepresenting the fuel efficiency, driving range, or economical benefits of		
10	a vehicle relating to non-compliance with any United States or California emissions standard or		
11	emissions regulation;		
12	d. Misrepresenting that a vehicle meets or exceeds any United States or		
13	California emissions standard or emissions regulation, including any OBD regulation;		
14	e. Failing to affirmatively disclose the existence of a Defeat Device in		
15	advertising or marketing concerning a vehicle, where such vehicle contains a Defeat Device;		
16	f. Providing to others the means and instrumentalities with which to make any		
17	representation prohibited by this Consent Decree;		
18	g. Engaging in acts or practices that violate California Business and		
19	Professions Code section 17200;		
20	h. Engaging in acts or practices that violate California Business and		
21	Professions Code section 17500;		
22	i. Engaging in acts or practices that violate California Business and		
23	Professions Code section 17580.5;		
24	j. Making any false or misleading statement, or falsifying any test or data, in or		
25	in connection with an application or other submission to CARB;		
26	k. Failing to affirmatively disclose the existence of an AECD that reduces the		
27	effectiveness of the emission control system in any application or submission to CARB, or in any		
28	related communication with CARB, where such AECD has not previously been disclosed in		
	7		

1	writing to CARB;	
2	I. Failing to promptly notify CARB and the California Attorney General when	
3	it has reason to believe that a Defeat Device has been included in a vehicle sold or offered for sale	
4	or distribution in California;	
5	m. Failing to implement and maintain the Ethics Helpline as required by	
6	Paragraph 50.c of the FCA/US/CA Consent Decree; and	
7	n. Failing to comply with any injunctive terms obtained by the People of the	
8	State of California acting by and through CARB, by CARB, or by the United States in this or a	
9	related action concerning the Subject Vehicles, but only to the extent that the aforementioned	
10	injunctive terms apply to the specific Subject Vehicles or specific Defendants.	
11	11. Except as otherwise specified in this Consent Decree, if Defendants reasonably	
12	believe they have violated or may violate any requirement of this Consent Decree, Defendants shall	
13	notify the California Attorney General of such violation and its likely duration in a written report	
14	submitted within 10 business days after the date Defendants first reasonably believe that a violation	
15	has occurred or may occur, with an explanation of the likely cause and of the remedial steps taken,	
16	or to be taken, to prevent or minimize such violation.	
17	12. Nothing in this Consent Decree alters the requirements of federal or state law to the	
18	extent they offer greater protection to consumers or to the environment.	
19	V. <u>MONETARY PROVISIONS</u>	
20	13. Monetary Payment. Defendants shall pay to the California Attorney General	
21	\$13,500,000 ("Total Settlement Payment"), to be used by the California Attorney General, at the	
22	sole discretion of the California Attorney General, for the enforcement of consumer protection and	
23	environmental laws by the California Attorney General, and to defray the costs of the investigation	
24	leading to this Consent Decree, the FCA/US/CA Consent Decree, and the First California Partial	
25	Consent Decree, and of the California Attorney General's ongoing monitoring of Defendants'	
26	compliance with these consent decrees.	
27	14. Allocation of Total Settlement Payment. The Total Settlement Payment	
28	comprises (i) \$8,300,000 to resolve the Consumer Protection Claims concerning the no fewer than	

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1	13,515 Subject Vehicles sold or leased in California; and (ii) \$5,200,000 to defray the costs of the		
2	investigation leading to this Consent Decree, the FCA/US/CA Consent Decree, and the First		
3	California Partial Consent Decree, and of the California Attorney General's ongoing monitoring of		
4	Defendants' compliance with these consent decrees.		
5	15. <b>Stipulated Penalties for Late Payment</b> . If Defendants fail to make the payment		
6	required under Paragraph 13 when due, then Defendants shall, in addition to the California		
7	Mitigation Payment, pay stipulated penalties directly to the California Attorney General as follows:		
8	Penalty Per DayPeriod of Noncompliance\$20,0001st through 30th day		
9	\$40,000         31st through 45th day           \$80,000         46th day and beyond.		
10	16. Payments required to be made pursuant to this Consent Decree shall be made		
11	within thirty (30) calendar days of the date of entry, payable by wire transfer to the California		
12	Attorney General's Office pursuant to instructions provided by the California Attorney General's		
13	Office. Defendants are responsible for any bank charges they incur for processing wire transfers.		
14	VI. <u>EFFECT OF SETTLEMENT/RESERVATION OF RIGHTS</u>		
15	17. Upon the Effective Date, and subject to the reservations in Paragraph 19,		
16	Defendants' satisfaction of the requirements in this Consent Decree shall resolve, settle, and release		
17	California's claims, asserted by and through Xavier Becerra, Attorney General of the State of		
18	California, against Defendants, their successors, and all affiliates, parents, or subsidiaries of		
19	Defendants identified in Appendix F of the FCA/US/CA Consent Decree ("Appendix F"), and any		
20	present or former directors, officers, or employees of Defendants or their affiliates, parents, or		
21	subsidiaries identified in Appendix F, provided that such persons were acting within the scope of		
22	their employment for the violations alleged in the California Complaint, and also as follows:		
23	a. All civil claims for relief that were brought or could be brought by the		
24	California Attorney General under California Business and Professions Code §§ 17200 et seq.,		
25	17500 et seq., and 17580.5, or under any other consumer protection, unfair trade and deceptive acts		
26	and practices laws, including any such claims in common law or equity, arising from or related to		
27	the Covered Conduct concerning the Subject Vehicles, including for civil penalties, fines, other		
28	monetary payments and injunctive relief.		

1	b. All claims against Defendants that were brought or could be brought for		
2	relief to consumers (including claims for restitution, refunds, rescission, damages, disgorgement or		
3	other monetary payments, and attorneys' fees and costs), arising from or related to the Covered		
4	Conduct concerning the Subject Vehicles. In exchange for this release of the California Attorney		
5	General's claims for relief to consumers, Defendants shall provide the relief to the consumers that		
6	is provided for in the FCA/US/CA Consent Decree, as well as the relief to consumers that is		
7	provided for in the consumer class action settlement concerning the Subject Vehicles to be filed by		
8	the Plaintiffs' Steering Committee ("FCA Consumer Class Action Settlement"), subject to judicial		
9	approval of the FCA/US/CA Consent Decree and the FCA Consumer Class Action Settlement.		
10	This paragraph does not release any claims held by individual consumers, nor create any right for		
11	any individual consumer to enforce.		
12	c. All claims for costs and attorneys' fees, including as alleged in the		
13	California Complaint.		
14	18. To the extent that any claims released herein are duplicative of claims to be		
15	released, settled, or resolved by California under the FCA/US/CA Consent Decree or First		
16	California Partial Consent Decree, those claims are not released unless or until the Court approves		
17	and enters the FCA/US/CA Consent Decree and the First California Partial Consent Decree.		
18	19. California reserves, and this Consent Decree is without prejudice to, all claims,		
19	rights, and remedies against Defendants with respect to all matters not expressly resolved in		
20	Paragraph 17. Notwithstanding any other provision of this Decree, California reserves all claims,		
21	rights, and remedies against Defendants with respect to:		
22	a. Enforcement of the terms of this Consent Decree;		
23	b. All rights reserved under the FCA/US/CA Consent Decree and First		
24	California Partial Consent Decree, except as provided under this Consent Decree, including in		
25	paragraph 17 of this Consent Decree;		
26	c. Any criminal liability;		
27	d. Any part of any claims for the violations of securities laws or the California		
28	False Claims Act, California Government Code §§ 12650 et seq.;		
	10		

- e. Any other claims of any officer or agency of the State of California other
   than CARB; and,
- 3

f. Any claims held by individual consumers.

20. This Consent Decree, including the release set forth in paragraph 17, does not
modify, abrogate, or otherwise limit the injunctive and other relief to be provided by Defendants
under, nor any obligation of any party or person under the FCA/US/CA Consent Decree or the First
California Partial Consent Decree.

8 21. This Consent Decree shall not be construed to limit the rights of California to
9 obtain penalties or injunctive relief, except as specifically provided in paragraph 17. California
10 further reserves all legal and equitable remedies to address any imminent and substantial
11 endangerment to the public health or welfare or the environment arising at any of Defendants'
12 facilities, or posed by the Subject Vehicles, whether related to the violations addressed in this
13 Consent Decree or otherwise.

14 22. In any subsequent judicial proceeding initiated by California for injunctive relief, 15 civil penalties, or other relief, Defendants shall not assert, and may not maintain, any defense or 16 claim based upon the principles of waiver, res judicata, collateral estoppel, issue preclusion, claim 17 preclusion, claim-splitting, or other defenses based upon any contention that the claims raised by 18 California in the subsequent proceeding were or should have been brought in the instant case, 19 except with respect to the claims that have been specifically released pursuant to paragraph 17. 20 23. This Consent Decree is not a permit, or a modification of any permit, under any 21 federal, State, or local laws or regulations. Defendants are each responsible for achieving and 22 maintaining complete compliance with all applicable federal, State, and local laws, regulations, and 23 permits; and Defendants' compliance with this Consent Decree shall be no defense to any action 24 commenced pursuant to any such laws, regulations, or permits, except as set forth herein. 25 California does not, by its consent to the entry of this Consent Decree, warrant or aver in any 26 manner that Defendants' compliance with any aspect of this Consent Decree will result in 27 compliance with provisions of the Clean Air Act, or with any other provisions of United States,

28 State, or local laws, regulations, or permits.

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3       limit any defense available to Defendants in any such action.         4       25. This Consent Decree does not limit or affect the rights of Defendants or of         5       California against any third parties, not party to this Consent Decree, nor does it limit the rights         6       third parties, not party to this Consent Decree, against Defendants, except as otherwise provided         7       law.         8       26. Except for any person or entity released by paragraph 17, this Consent Decree sl         9       not be construed to create rights in, or grant any cause of action to, any third party not a party to 0         10       Consent Decree. No such third party shall be entitled to enforce any aspect of this Consent Decree.         11       consent Decree. No such third party shall be construed as a waiver or limitation of a         13       defense or cause of action otherwise available to Defendants in any action. This Agreement is         14       made without trial or adjudication of any issue of fact or law, without any admission of fact or 1         15       and without any finding of liability of any kind.         16       VII. NOTICES         17       28. Except as specified elsewhere in this Consent Decree, whenever any communication is         19       required in any action or proceeding related to or bearing upon this Consent Decree or the rights         20       obligations thereunder, it shall be made in writing (except t	1	24. Nothing in this Consent Decree releases any private rights of action asserted by		
4       25. This Consent Decree does not limit or affect the rights of Defendants or of         5       California against any third parties, not party to this Consent Decree, nor does it limit the rights         6       third parties, not party to this Consent Decree, against Defendants, except as otherwise provided         7       law.         8       26. Except for any person or entity released by paragraph 17, this Consent Decree sl         9       not be construed to create rights in, or grant any cause of action to, any third party not a party to to         10       Consent Decree. No such third party shall be entitled to enforce any aspect of this Consent Decree.         12       27. Nothing in this Consent Decree shall be construed as a waiver or limitation of a         13       defense or cause of action otherwise available to Defendants in any action. This Agreement is         14       and without trial or adjudication of any issue of fact or law, without any admission of fact or la         15       and without any finding of liability of any kind.         16       VII. NOTICES         17       28. Except as specified elsewhere in this Consent Decree, whenever any notification or other communication is required by this Consent Decree, or whenever any communication is         18       required in any action or proceeding related to or bearing upon this Consent Decree or the right         19       required in any action or proceeding related to or bearing upon this Consent Decree or	2	entities or persons not releasing claims under this Consent Decree, nor does this Consent Decree		
5       California against any third parties, not party to this Consent Decree, nor does it limit the rights         6       third parties, not party to this Consent Decree, against Defendants, except as otherwise provided         7       law.         8       26. Except for any person or entity released by paragraph 17, this Consent Decree sl         9       not be construed to create rights in, or grant any cause of action to, any third party not a party to 1         10       Consent Decree. No such third party shall be entitled to enforce any aspect of this Consent Decree.         11       consent Decree. No such third party shall be entitled to enforce any aspect of this Consent Decree.         12       27. Nothing in this Consent Decree shall be construed as a waiver or limitation of a         13       defense or cause of action otherwise available to Defendants in any action. This Agreement is         14       and without trial or adjudication of any issue of fact or law, without any admission of fact or law         15       and without any finding of liability of any kind.         16       VII. NOTICES         17       28. Except as specified elsewhere in this Consent Decree, whenever any notification is         18       or other communication is required by this Consent Decree, or whenever any communication is         18       required in any action or proceeding related to or bearing upon this Consent Decree or the rights         19       required i	3	limit any defense available to Defendants in any such action.		
6       third parties, not party to this Consent Decree, against Defendants, except as otherwise provided         7       law.         8       26. Except for any person or entity released by paragraph 17, this Consent Decree sl         9       not be construed to create rights in, or grant any cause of action to, any third party not a party to 10         10       Consent Decree. No such third party shall be entitled to enforce any aspect of this Consent Decree.         11       or claim any legal or equitable injury for a violation of this Consent Decree.         12       27. Nothing in this Consent Decree shall be construed as a waiver or limitation of a         13       defense or cause of action otherwise available to Defendants in any action. This Agreement is         14       made without trial or adjudication of any issue of fact or law, without any admission of fact or law         15       and without any finding of liability of any kind.         16       VII. NOTICES         17       28. Except as specified elsewhere in this Consent Decree, whenever any notification or other communication is required by this Consent Decree, or whenever any communication is required in any action or proceeding related to or bearing upon this Consent Decree or the right: obligations thereunder, it shall be made in writing (except that if any attachment is voluminous shall be provided on a disk, hard drive, or other equivalent successor technology), and shall be addressed as follows:         23       As to the California Attorney judith.fiorentini@doj.ca.gov jon.worm@doj.	4	25. This Consent Decree does not limit or affect the rights of Defendants or of		
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24 24 25 As to California Attorney General Judith Fiorentini	22	addressed as follows:		
<ul> <li>24 laurel.carnes@doj.ca.gov</li> <li>25 As to California Attorney General Judith Fiorentini</li> </ul>	23			
As to California Attorney General Judith Fiorentini	24			
	25	As to California Attomasy Consul Indith Eismantini		
by mail: Supervising Deputy Attorney General Consumer Law Section	26	by mail: Supervising Deputy Attorney General		
27 California Department of Justice	27	California Department of Justice		
28 600 West Broadway, Suite 1800 San Diego, CA 92101 12	28	San Diego, CA 92101		

	Case 3:17-md-02777-EMC Document 564 Filed 05/03/19 Page 13 of 20		
1	As to one or more of the Defendants by email: Robert J. Giuffra, Jr.		
2	David M.J. Rein Granta Y. Nakayama		
3	Joseph A. Eisert		
4	giuffrar@sullcrom.com reind@sullcrom.com		
5	gnakayama@kslaw.com jeisert@jkslaw.com		
6	As to one or more of the		
7 8	Defendants by mail: David M.J. Rein Sullivan & Cromwell LLP		
8 9	125 Broad Street New York, New York 10004		
10	Granta Y. Nakayama		
11	Joseph A. Eisert King & Spalding LLP		
12	1700 Pennsylvania Ave., N.W., Suite 200 Washington, DC 20006		
13			
14	29. Any party may, by written notice to the other party, change its designated notice		
15	recipient or notice address provided above.		
16	VIII. <u>EFFECTIVE DATE</u>		
17	30. The Effective Date of this Consent Decree shall be the date upon which this		
18	Consent Decree is entered by the Court or a motion to enter the Consent Decree is granted,		
19	whichever occurs first, as recorded on the Court's docket.		
20	IX. <u>RETENTION OF JURISDICTION</u>		
21	31. The Court shall retain jurisdiction over this case until termination of this Consent		
22	Decree, for the purpose of resolving disputes arising under this Consent Decree or entering orders		
23	modifying this Consent Decree, or effectuating or enforcing compliance with the terms of this		
24	Consent Decree.		
25	X. <u>SIGNATORIES/SERVICE</u>		
26	32. Each undersigned representative of Defendants and the California Attorney		
27	General certifies that he or she is fully authorized to enter into the terms and conditions of this		
28	Consent Decree and to execute and legally bind the Party he or she represents to this document.		
	13		

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1	The California Attorney General represents that it has the authority to execute this Consent Decree	
2	on behalf of the State of California and that, upon entry, this Consent Decree is a binding obligation	
3	enforceable against the State of California under applicable law.	
4	33. This Consent Decree may be signed in counterparts, and its validity shall not be	
5	challenged on that basis. For purposes of this Consent Decree, a signature page that is transmitted	
6	electronically (e.g., by facsimile or emailed "PDF") shall have the same effect as an original.	
7	XI. <u>INTEGRATION</u>	
8	34. This Consent Decree constitutes the final, complete, and exclusive agreement and	
9	understanding among the Parties with respect to the settlement embodied in this Consent Decree	
10	and supersedes all prior agreements and understandings, whether oral or written, concerning the	
11	settlement embodied herein, with the exception of the FCA/US/CA Consent Decree and First	
12	California Partial Consent Decree. The Parties acknowledge that there are no documents,	
13	representations, inducements, agreements, understandings or promises that constitute any part of	
14	this Consent Decree or the settlement it represents other than those expressly contained or	
15	referenced in this Consent Decree.	
16	XII. <u>MODIFICATION</u>	
17	35. The terms of this Consent Decree may be modified only by a subsequent written	
18	agreement signed by the Parties. Where the modification constitutes a material change to this	
19	Decree, it shall be effective only upon approval by the Court. The California Attorney General will	
20	file any non-material modifications with the Court.	
21	///	
22	///	
23	///	
24	///	
25	///	
26	///	
27	///	
28	///	

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1	XIII. <u>FINAL JUDGMENT</u>
2	36. Upon approval and entry of this Consent Decree by the Court, this Consent Decree
3	shall constitute a final judgment of the Court as to the California Attorney General and the
4	Defendants. The Court finds that there is no just reason for delay and therefore enters this judgment
5	as a final judgment under Fed. R. Civ. P. 54 and 58.
6	
7	Dated and entered this <u>3rd</u> day of <u>May</u> , 2019 <u>May</u> , 2019
8	Dated and entered this <u>3rd</u> day of <u>May</u> , 2019 <u>DISTRICT</u>
9	EIANA
10	UNTTH
11	Judge Edward M. Chen
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14	Judge Edward M. CAN
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	Case 3:17-md-02777-EMC	Document 564 Filed 05/03/19 Page 16 of 20
1		STATE OF CALIFORNIA, BY AND THROUGH XAVIER NERAL OF THE STATE OF CALIFORNIA:
2		
3	Jan. 9, 2019	Judett
4	Date	JUD/TH A. FIORENTINI Supervising Deputy Attorney General
5		JON F. WORM LAUREL M. CARNES
6 7		Deputy Attorneys General California Department of Justice
8		Office of the Attorney General 600 West Broadway, Suite 1800
9		San Diego, CA 92101
10		Attorneys for Plaintiff the People of the State of California
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	Case 3:17-md-02777-EMC Document 564 Filed 05/03/19 Page 17 of 20
1	FOR DEFENDANTS:
2	FOR FCA US LLC:
3	
4	(171)
5	CHRISTOPHER J. PARDI
6	NAFTA General Counsel and Secretary
7	
8	
9	FOR FIAT CHRYSLER AUTOMOBILES N.V.:
10	
11	
12	GIORGIO FOSSATI
13	Corporate General Counsel and Secretary
14	
15	
16	FOR V.M. MOTORI S.P.A.:
17	
18	
19	GIORGIO FOSSATI
20	Attorney-in-Fact
21	
22	FOR V.M. NORTH AMERICA, INC.:
23	FOR V.M. NORTH AMERICA, INC
24	
25 26	
26 27	GIORGIO FOSSATI Attorney-in-Fact
27 28	
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1	FOR DEFENDANTS:
2	FOR FCA US LLC:
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5	CHRISTOPHER J. PARDI
6	NAFTA General Counsel and Secretary
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9	FOR FIAT CHRYSLER AUTOMOBILES N.V.:
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13	GIORGIO FOSSATI Corporate General Counsel and Secretary
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16	FOR V.M. MOTORI S.P.A.:
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18	Non 110 Dent.
19	GIORGIO FOSSATI
20	Attbrney-in-Fact
21	
22	FOR V.M. NORTH AMERICA, INC.:
23	I OIN Y MYL INOINTHI AIVIENICA, INC
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23 26	Lion jo tenati
20	GIORGIO FOSSATI Attorney-in-Fact
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20	17

SECOND CALIFORNIA PARTIAL CONSENT DECREE

1

COUNSEL FOR FCA US LLC, FIAT CHRYSLER AUTOMOBILES N.V., V.M. MOTORI S.P.A., and V.M. NORTH AMERICA, INC.:

2 3 D. AuMC 4 5 ROBERT J. GIUFFRA, JR. SCOTT D. MILLER 6 DAVID M.J. REIN 7 C. MEGAN BRADLEY Sullivan & Cromwell LLP 8 125 Broad Street New York, New York 10004 9 giuffrar@sullcrom.com millersc@sullcrom.com 10 reind@sullcrom.com 11 bradleyc@sullcrom.com 12 13 14 15 GRANTA Y. NAKAYAMA 16 JOSEPH A. EISERT ILANA S. SALTZBART 17 King & Spalding LLP 1700 Pennsylvania Ave., N.W., Suite 200 18 Washington, DC 20006 gnakayama@kslaw.com 19 jeisert@kslaw.com 20 isaltzbart@kslaw.com 21 22 23 24 25 26 27 28

	Case 3:17-md-02777-EMC Document 564 Filed 05/03/19 Page 20 of 20
1	COUNSEL FOR FCA US LLC, FIAT CHRYSLER AUTOMOBILES N.V., V.M. MOTORI S.P.A., and V.M. NORTH AMERICA, INC.:
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3	
4	
5	ROBERT J. GIUFFRA, JR.
6	SCOTT D. MILLER DAVID M.J. REIN
7	C. MEGAN BRADLEY Sullivan & Cromwell LLP
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9	New York, New York 10004 giuffrar@sullcrom.com
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15	GRANTA Y. NAKAYAMA
16	JOSEPH A. EISERT
17	ILANA S. SALTZBART King & Spalding LLP
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20	jeisert@kslaw.com isaltzbart@kslaw.com
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