

1.5 "Paint or other Surface Coatings" means a fluid, semi-fluid, or other material,
 with or without a suspension of finely divided coloring matter, which changes to a solid film
 when a thin layer is applied to a metal, wood, stone, paper, leather, cloth, plastic, or other surface.
 This term does not include printing inks or those materials which actually become a part of the
 substrate, such as the pigment in a plastic article, or those materials which are actually bonded to
 the substrate, such as by electroplating or ceramic glazing.

7 1.6 "Vendor" means a person or entity that Manufactures, imports, distributes, or
8 supplies a Covered Product to Settling Defendant.

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2.

INTRODUCTION

10 2.1 The parties to this Consent Judgment ("Parties") are the Center for
11 Environmental Health ("CEH") and defendant Blue Bee, Inc. ("Settling Defendant").

12 2.2 On March 18, 2014 and October 6, 2014, CEH served 60-Day Notices of 13 Violation under Proposition 65 (The Safe Drinking Water and Toxic Enforcement Act of 1986, 14 California Health & Safety Code §§ 25249.5, et seq.) (the "Notice") to Settling Defendant, the 15 California Attorney General, the District Attorneys of every County in the State of California, and 16 the City Attorneys for every City in the State of California with a population greater than 17 750,000. The Notices allege that Settling Defendant violated Proposition 65 by exposing persons 18 to Lead contained in belts, footwear, wallets, handbags, purses and clutches, without first 19 providing a clear and reasonable Proposition 65 warning.

20 2.3 On April 24, 2014, CEH filed the action entitled *CEH v. Miz Mooz, Inc., et al.*,
21 Case No. RG 14-722783, in the Superior Court of California for Alameda County. On May 29,
22 2014, CEH named Settling Defendant as a defendant in that action via Doe Amendment.

23 2.4 Settling Defendant distributes and/or offers for sale Covered Products in the
24 State of California or has done so in the past.

25 2.5 For purposes of this Consent Judgment only, the Parties stipulate that this
26 Court has jurisdiction over the allegations of violations contained in the operative Complaint
27 applicable to Settling Defendant (the "Complaint") and personal jurisdiction over Settling

Defendant as to the acts alleged in the Complaint, that venue is proper in the County of Alameda,
 and that this Court has jurisdiction to enter this Consent Judgment.

2.6 3 Nothing in this Consent Judgment is or shall be construed as an admission by 4 the Parties of any fact, conclusion of law, issue of law or violation of law, nor shall compliance 5 with the Consent Judgment constitute or be construed as an admission by the Parties of any fact, 6 conclusion of law, issue of law, or violation of law. Nothing in this Consent Judgment shall 7 prejudice, waive or impair any right, remedy, argument or defense the Parties may have in any 8 other legal proceeding. This Consent Judgment is the product of negotiation and compromise and 9 is accepted by the Parties for purposes of settling, compromising and resolving issues disputed in 10 this action.

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3. INJUNCTIVE RELIEF

3.1 Specification Compliance Date. To the extent it has not already done so, no
 more than 30 days after the Effective Date, Settling Defendant shall provide the Lead Limits to its
 Vendors of Covered Products and shall instruct each Vendor to use reasonable efforts to provide
 Covered Products that comply with the Lead Limits on a nationwide basis.

3.2 Lead Limits. Commencing on the Effective Date, Settling Defendant shall
 not purchase, import, Manufacture, supply to an unaffiliated third party, or sell or offer for sale
 any Covered Product that will be sold or offered for sale to California consumers that contains a
 material or is made of a component that exceeds the following Lead Limits:

3.2.1 Paint or other Surface Coatings: 90 parts per million ("ppm").
3.2.2 Polyvinyl chloride ("PVC"): 200 ppm.
3.2.3 All other materials or components other than cubic zirconia (sometimes
called cubic zirconium, CZ), crystal, glass or rhinestones: 300 ppm.

3.3 Action Regarding Specific Products.

3.3.1 On or before the Effective Date, Settling Defendant shall cease selling the
following specific products in California: (i) Structured Square Handbag with Big Studs in
Orange, SKU No. 123313, (ii) Leather Stitch Wallet in Camel, SKU No. 120702; (iii)
Large Metal Plate Accent Bag in Burgundy, SKU No. 118829; (iv) Large Square Tote in

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1	Orange, SKU No. 104854; (v) Nail Head Belt in Brown, SKU No. 117442; (vi) Classic			
2	Stretch Belt in Burgundy, SKU No. 118546; (vii) Belt in Brown and Gold, SKU No.			
3	116056; and (viii) Thin Multi-Studded Belt in Camel, SKU No. 118420 (collectively, the			
4	"Section 3.3 Products"). On or before the Effective Date, Settling Defendant shall also:			
5	(i) cease shipping the Section 3.3 Products to any of its stores and/or customers that resell			
6	the Section 3.3 Products in California, and (ii) send instructions to its stores and/or			
7	customers that resell the Section 3.3 Products in California instructing them either to: (a)			
8	return all of the Section 3.3 Products to Settling Defendant for destruction; or (b) directly			
9	destroy the Section 3.3 Products.			
10	3.3.2 Any destruction of the Section 3.3 Products shall be in compliance with all			
11	applicable laws.			
12	3.3.3 Within sixty days of the Effective Date, Settling Defendant shall provide			
13	CEH with written certification from Settling Defendant confirming compliance with the			
14	requirements of this Section 3.3.			
15	4. ENFORCEMENT			
16	4.1 Any Party may, after meeting and conferring, by motion or application for an			
17	order to show cause before this Court, enforce the terms and conditions contained in this Consent			
18	Judgment. Enforcement of the terms and conditions of Section 3.2 of this Consent Judgment			
19	shall be brought exclusively pursuant to Sections 4.2 through 4.3.			
20	4.2 Notice of Violation. CEH may seek to enforce the requirements of Section			
21	3.2 by issuing a Notice of Violation pursuant to this Section 4.2.			
22	4.2.1 Service of Notice. CEH shall serve the Notice of Violation on Settling			
23	Defendant within 45 days of the date the alleged violation(s) was or were observed,			
24	provided, however, that: (i) CEH may have up to an additional 45 days to provide Settling			
25	Defendant with the test data required by Section 4.2.2(d) below if it has not yet obtained it			
26	from its laboratory; and (ii) CEH may serve a Notice of Violation to a supplier of a			
27	Covered Product so long as: (a) the identity of the supplier cannot be discerned from the			
28	labeling of the Covered Product; and (b) the Notice of Violation to the supplier is served			
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within 45 days of the date the supplier is identified by CEH.

4.2.2 Supporting Documentation. The Notice of Violation shall, at a minimum, set forth for each Covered Product: (a) the date(s) the alleged violation(s) was observed, (b) the location at which the Covered Product was offered for sale, (c) a description of the Covered Product giving rise to the alleged violation, and of each material or component that is alleged not to comply with the Lead Limits, including a picture of the Covered Product and all identifying information on tags and labels, and (d) all test data obtained by CEH regarding the Covered Product and related supporting documentation, including all laboratory reports, quality assurance reports and quality control reports associated with testing of the Covered Products. Such Notice of Violation shall be based at least in part upon total acid digest testing performed by an independent accredited laboratory. Wipe, swipe, x-ray fluorescence, and swab testing are not by themselves sufficient to support a Notice of Violation, although any such testing may be used as additional support for a Notice. The Parties agree that the sample Notice of Violation attached hereto as Exhibit A is sufficient in form to satisfy the requirements of subsections (c) and (d) of this Section 4.2.2.

4.2.3 Additional Documentation. CEH shall promptly make available for inspection and/or copying upon request by and at the expense of Settling Defendant, all supporting documentation related to the testing of the Covered Products and associated quality control samples, including chain of custody records, all laboratory logbook entries for laboratory receiving, sample preparation, and instrumental analysis, and all printouts from all analytical instruments relating to the testing of Covered Product samples and any and all calibration, quality assurance, and quality control tests performed or relied upon in conjunction with the testing of the Covered Products, obtained by or available to CEH that pertains to the Covered Product's alleged noncompliance with Section 3 and, if available, any exemplars of Covered Products tested.

4.2.4 **Multiple Notices.** If Settling Defendant has received more than four Notices of Violation in any 12-month period, at CEH's option, CEH may seek whatever

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1	fines, costs, penalties, or remedies are provided by law for failure to comply with the			
2	Consent Judgment. For purposes of determining the number of Notices of Violation			
3	pursuant to this Section 4.2.4, the following shall be excluded:			
4	(a) Multiple notices identifying Covered Products Manufactured for or			
5	sold to Settling Defendant from the same Vendor; and			
6	(b) A Notice of Violation that meets one or more of the conditions of			
7	Section 4.3.3(c).			
8	4.3 Notice of Election. Within 30 days of receiving a Notice of Violation			
9	pursuant to Section 4.2, including the test data required pursuant to 4.2.2(d), Settling Defendant			
10	shall provide written notice to CEH stating whether it elects to contest the allegations contained in			
11	the Notice of Violation ("Notice of Election"). Failure to provide a Notice of Election shall be			
12	deemed an election to contest the Notice of Violation. Any contributions to the Fashion			
13	Accessory Testing Fund required under this Section 4.3 shall be made payable to The Center for			
14	Environmental Health and included with Settling Defendant's Notice of Election.			
15	4.3.1 Contested Notices. If the Notice of Violation is contested, the Notice of			
16	Election shall include all then-available documentary evidence regarding the alleged			
17	violation, including any test data. Within 30 days the parties shall meet and confer to			
18	attempt to resolve their dispute. Should such attempts at meeting and conferring fail,			
19	CEH may file an enforcement motion or application pursuant to Section 4.1. If Settling			
20	Defendant withdraws its Notice of Election to contest the Notice of Violation before any			
21	motion concerning the violations alleged in the Notice of Violation is filed pursuant to			
22	Section 4.1, Settling Defendant shall make a contribution to the Proposition 65 Fashion			
23	Accessory Testing Fund in the amount of \$12,500 and shall comply with all of the non-			
24	monetary provisions of Section 4.3.2. If, at any time prior to reaching an agreement or			
25	obtaining a decision from the Court, CEH or Settling Defendant acquires additional test or			
26	other data regarding the alleged violation, it shall promptly provide all such data or			
27	information to the other Party.			
28	4.3.2 Non-Contested Notices. If the Notice of Violation is not contested,			

Settling Defendant shall include in its Notice of Election a detailed description of 1 2 corrective action that it has undertaken or proposes to undertake to address the alleged 3 violation. Any such correction shall, at a minimum, provide reasonable assurance that the 4 Covered Product will no longer be offered by Settling Defendant or its customers for sale 5 in California. If there is a dispute over the sufficiency of the proposed corrective action or its implementation, CEH shall promptly notify Settling Defendant and the Parties shall 6 7 meet and confer before seeking the intervention of the Court to resolve the dispute. In 8 addition to the corrective action, Settling Defendant shall make a contribution to the 9 Fashion Accessory Testing Fund in the amount of \$10,000, unless one of the provisions of 10 Section 4.3.3 applies. 11 4.3.3 Limitations in Non-Contested Matters. 12 If it elects not to contest a Notice of Violation before any motion (a) 13 concerning the violation(s) at issue has been filed, the monetary liability of Settling 14 Defendant shall be limited to the contributions required by Section 4.3.2 and this Section 15 4.3.3, if any. 16 (b) If more than one Settling Defendant has manufactured, sold, offered 17 for sale or distributed a Covered Product identified in a non-contested Notice of Violation, 18 only one required contribution may be assessed against all Settling Defendants as to the 19 noticed Covered Product. 20 (c) The contribution to the Fashion Accessory Testing Fund shall be: 21 (i) One thousand seven hundred fifty dollars (\$1,750) if Settling 22 Defendant, prior to receiving and accepting for distribution or sale the 23 Covered Product identified in the Notice of Violation, obtained test results 24 demonstrating that all of the materials or components in the Covered 25 Product identified in the Notice of Violation complied with the applicable 26 Lead Limits, and further provided that such test results meet the same 27 quality criteria to support a Notice of Violation as set forth in Section 4.2.2 28 and that the testing was performed within two years prior to the date of the -7-

1	sales transaction on which the Notice of Violation is based. Settling		
2	Defendant shall provide copies of such test results and supporting		
3	documentation to CEH with its Notice of Election; or		
4	(ii) Not required or payable, if the Notice of Violation identifies		
5	the same Covered Product or Covered Products, differing only in size or		
6	color, that have been the subject of another Notice of Violation within the		
7	preceding 12 months.		
8	5. PAYMENTS		
9	5.1 Payments by Settling Defendant. Settling Defendant shall pay the total sum of		
10	\$65,000 as set forth on Exhibit A, on or before the deadlines set forth on Exhibit B. Each		
11	settlement payment shall be paid in separate checks as set forth on Exhibit B and shall be		
12	delivered to the offices of the Lexington Law Group (Attn: Eric Somers), 503 Divisadero Street,		
13	San Francisco, California 94117-2212. Any failure by Settling Defendant to comply with the		
14	payment terms herein shall be subject to a stipulated late fee to be paid by Settling Defendant in		
15	the amount of \$100 for each day the full payment is not received after the applicable date set forth		
16	on Exhibit B. The late fees required under this Section shall be recoverable, together with		
17	reasonable attorneys' fees, in an enforcement proceeding brought pursuant to Section 5 of this		
18	Consent Judgment. The funds paid by Settling Defendant shall be allocated as set forth on		
19	Exhibit B between the following categories:		
20	5.1.1 A civil penalty pursuant to Health & Safety Code § 25249.7(b). CEH shall		
21	apportion this payment in accordance with Health & Safety Code § 25249.12 (25% to CEH and		
22	75% to the State of California's Office of Environmental Health Hazard Assessment). The civil		
23	penalty checks shall be made payable to the Center For Environmental Health.		
24	5.1.2 A payment in lieu of civil penalty to CEH pursuant to Health & Safety		
25	Code § 25249.7(b), and California Code of Regulations, Title 11, § 3203(b). CEH shall use such		
26	funds to continue its work educating and protecting people from exposures to toxic chemicals,		
27	including heavy metals. In addition, as part of its Community Environmental Action and Justice		
28	Fund, CEH will use four percent of such funds to award grants to grassroots environmental		
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justice groups working to educate and protect people from exposures to toxic chemicals. The
 method of selection of such groups can be found at the CEH web site at <u>www.ceh.org/justicefund</u>.
 The payments pursuant to this Section shall be made payable to the Center For Environmental
 Health.

5 5.1.3 As reimbursement of a portion of CEH's reasonable attorneys' fees and
6 costs. The attorneys' fees and cost reimbursement check shall be made payable to the Lexington
7 Law Group.

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6.

MODIFICATION

9 6.1 Written Consent. This Consent Judgment may be modified from time to
10 time by express written agreement of the Parties with the approval of the Court, or by an order of
11 this Court upon motion and in accordance with law.

6.2 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.

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7. CLAIMS COVERED AND RELEASED

This Consent Judgment is a full, final and binding resolution between CEH on 16 7.1 17 behalf of itself and the public interest and Settling Defendant, and its parents, subsidiaries, 18 affiliated entities that are under common ownership, directors, officers, employees, and attorneys 19 ("Defendant Releasees"), and each entity to whom they directly or indirectly distribute or sell 20 Covered Products, including but not limited to distributors, wholesalers, customers, retailers, 21 franchisees, cooperative members, licensors, and licensees ("Downstream Defendant Releasees") 22 of any violation of Proposition 65 that was or could have been asserted in the Complaint against 23 Settling Defendant, Defendant Releasees, and Downstream Defendant Releasees, based on failure 24 to warn about alleged exposure to Lead contained in Covered Products that were sold by Settling 25 Defendant prior to the Effective Date.

7.2 Compliance with the terms of this Consent Judgment by Settling Defendant
constitutes compliance with Proposition 65 with respect to Lead in Covered Products sold by
Settling Defendant.

1	8.	NOTICE			
2		8.1	When CEH is entitled to receive any notice under this Consent Judgment, the		
3	notice shall be sent by first class and electronic mail to:				
4			Eric S. Somers		
5			Lexington Law Group 503 Divisadero Street		
6			San Francisco, CA 94117 esomers@lexlawgroup.com		
7		8.2	When Settling Defendant is entitled to receive any notice under this Consent		
8	Judgment, the notice shall be sent by first class and electronic mail to:				
9	0	,	Norman S. Wisnicki, Esq.		
10			Wolf, Rifkin, Shapiro, Schulman & Rabkin, LLP 11400 W. Olympic Blvd., 9 th Floor		
11			Los Angeles, CA 90064 nwisnicki@wrslawyers.com		
12		8.3	Any Party may modify the person and address to whom the notice is to be sent		
13	3 by sending each other Party notice by first class and electronic mail.				
14	9. COURT APPROVAL				
15		9.1	This Consent Judgment shall become effective upon entry by the Court. CEH		
16	shall prepare and file a Motion for Approval of this Consent Judgment and Settling Defendant				
17	shall	support entr	y of this Consent Judgment.		
18 19		9.2	If this Consent Judgment is not entered by the Court, it shall be of no force or		
19 20	effect	and shall n	ever be introduced into evidence or otherwise used in any proceeding for any		
20 21	purpo	ose other that	n to allow the Court to determine if there was a material breach of Section 9.1.		
21	10. ATTORNEYS' FEES				
22		10.1	Should CEH prevail on any motion, application for an order to show cause or		
24	other	proceeding	to enforce a violation of this Consent Judgment, CEH shall be entitled to its		
25	reaso	nable attorn	eys' fees and costs incurred as a result of such motion or application. Should		
26	Settli	ng Defenda	nt prevail on any motion application for an order to show cause or other		
27	proceeding, Settling Defendant may be awarded its reasonable attorneys' fees and costs as a result				
28	of suc	ch motion or	r application upon a finding by the Court that CEH's prosecution of the motion		
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or application lacked substantial justification. For purposes of this Consent Judgment, the term
 substantial justification shall carry the same meaning as used in the Civil Discovery Act of 1986,
 Code of Civil Procedure §§ 2016, *et seq*.

4 10.2 Except as otherwise provided in this Consent Judgment, each Party shall bear
5 its own attorneys' fees and costs.

6 10.3 Nothing in this Section 10 shall preclude a Party from seeking an award of
7 sanctions pursuant to law.

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11. TERMINATION

9 11.1 This Consent Judgment shall be terminable by CEH or by Settling Defendant
10 at any time after January 1, 2019, upon the provision of 30 days advanced written notice; such
11 termination shall be effective upon the subsequent filing of a notice of termination with Superior
12 Court of Alameda County.

13 11.2 Should this Consent Judgment be terminated pursuant to this Section, it shall
14 be of no further force or effect as to the terminated parties; provided, however that if CEH is the
15 terminating Party, the provisions of Sections 5 and 7 shall survive any termination and provided
16 further that if Settling Defendant is the terminating Party, the provisions of Sections 5 and 7.1
17 shall survive any termination.

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12. OTHER TERMS

19 12.1 The terms of this Consent Judgment shall be governed by the laws of the State20 of California.

21 12.2 This Consent Judgment shall apply to and be binding upon CEH and Settling
22 Defendant, and the successors or assigns of any of them.

23 12.3 This Consent Judgment contains the sole and entire agreement and 24 understanding of the Parties with respect to the entire subject matter hereof, and any and all prior 25 discussions, negotiations, commitments, or understandings related thereto, if any, are hereby 26 merged herein and therein. There are no warranties, representations, or other agreements between 27 the Parties except as expressly set forth herein. No representations, oral or otherwise, express or 28 implied, other than those specifically referred to in this Consent Judgment have been made by any DOCUMENT PREPARED -11-ON RECYCLED PAPER

Party hereto. No other agreements not specifically contained or referenced herein, oral or
otherwise, shall be deemed to exist or to bind any of the Parties hereto. No supplementation,
modification, waiver, or termination of this Consent Judgment shall be binding unless executed in
writing by the Party to be bound thereby. No waiver of any of the provisions of this Consent
Judgment shall be deemed or shall constitute a waiver of any of the other provisions hereof
whether or not similar, nor shall such waiver constitute a continuing waiver.

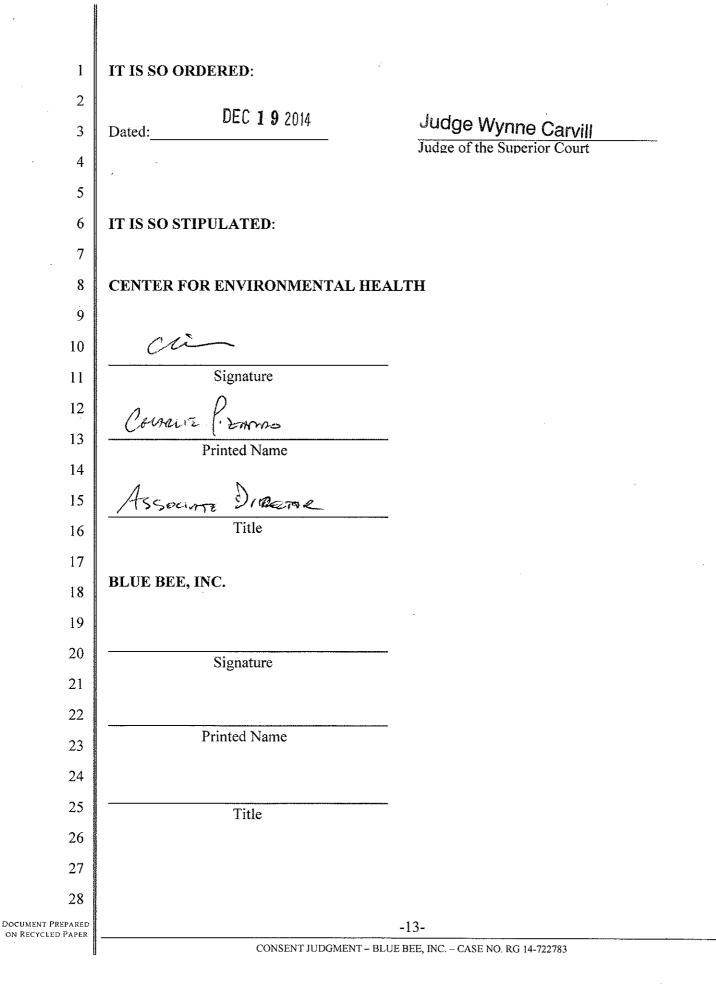
12.4 Nothing in this Consent Judgment shall release, or in any way affect any rights
that Settling Defendant might have against any other party, whether or not that party is a Settling
Defendant.

10 12.5 This Court shall retain jurisdiction of this matter to implement or modify the
11 Consent Judgment.

12 12.6 The stipulations to this Consent Judgment may be executed in counterparts
13 and by means of facsimile or portable document format (pdf), which taken together shall be
14 deemed to constitute one document.

15 12.7 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.

19 12.8 The Parties, including their counsel, have participated in the preparation of 20 this Consent Judgment and this Consent Judgment is the result of the joint efforts of the Parties. 21 This Consent Judgment was subject to revision and modification by the Parties and has been 22 accepted and approved as to its final form by all Parties and their counsel. Accordingly, any 23 uncertainty or ambiguity existing in this Consent Judgment shall not be interpreted against any 24 Party as a result of the manner of the preparation of this Consent Judgment. Each Party to this 25 Consent Judgment agrees that any statute or rule of construction providing that ambiguities are to 26 be resolved against the drafting Party should not be employed in the interpretation of this Consent 27 Judgment and, in this regard, the Parties hereby waive California Civil Code § 1654.



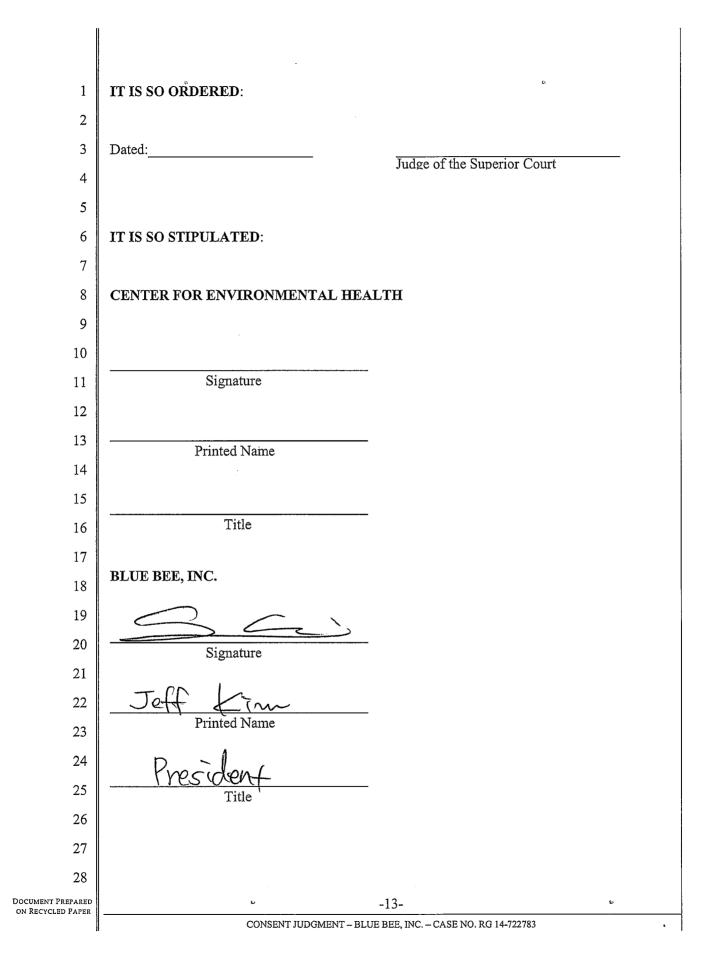
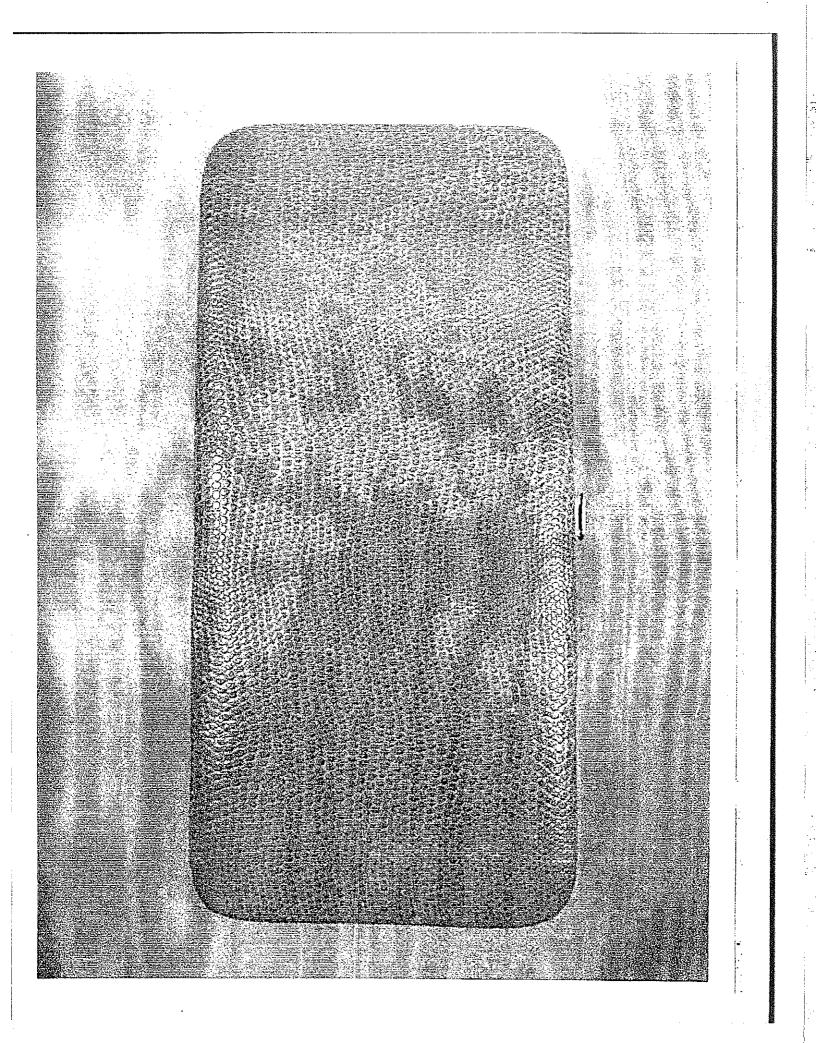
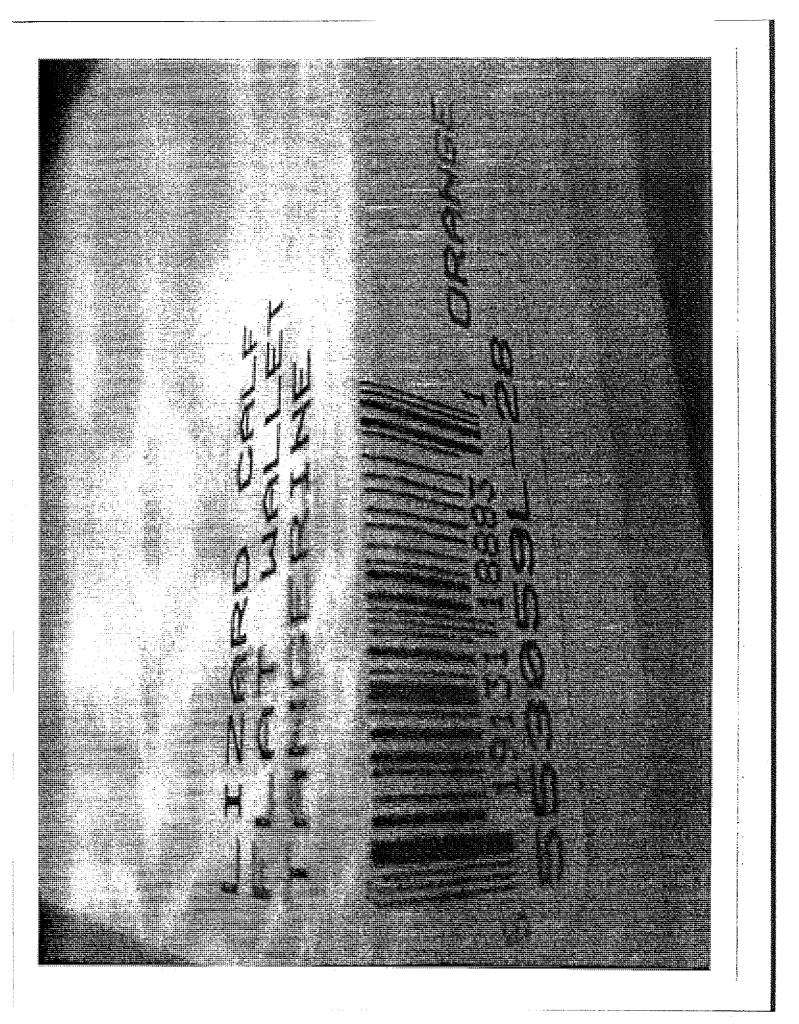


Exhibit A







925-828-1440 www.TheNFL.com

Tech Center: 2441 Constitution Drive Livermore CA 94551

365 North Canyons Parkway, Suite 201

Analytical Report

August 03, 2011

Lexington Law Group 503 Divisidero Street San Francisco, CA 94117 Analytical Report No.: CL3573-33 Analysis Dates: 07/26/11 - 08/03/11

Listed below are the results of our analyses for sample(s) received on July 26, 2011.

CEH ID#AB789L, NFL ID AF02363	Wallet (Ora	Wallet (Orange Surface Material On Main Part Of W		
Analyte	Result	Units	Method Ref.	
Lead	67500	ррт	NIOSH 7082	

A portion of the sample was digested in a microwave oven with concentrated nitric acid and analyzed by ICP-MS.

Sample(s) were received in good condition unless and results are reported based on the sample(s) as received, unless otherwise noted. Please note that these results apply only to the sample(s) submitted for this report. Samples from a different portion of the same lot may produce different results.

The National Food Lab services are provided subject to our standard terms and conditions, which can be found on our website, www.TheNFL.com. Should you have any questions concerning these results, please do not hesitate to contact us. Thank you for using the services of the National Food Lab.

Sincerely,

Grace Bandong, Division Manager, Food Contaminants - Chemistry

cc: The NFL's Accounts Receivable

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1	EXHIBIT B
2	Settlement Payments and Allocation
3	Total Settlement Payment: \$65,000
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5	• Within 5 business days of the Effective Date, Settling Defendant shall pay \$32,500 in three separate checks as follows:
6	 \$4,300 to Center for Environmental Health as civil penalty pursuant to Section 5.1.1.
7	 \$6,450 to Center for Environmental Health as payment in lieu of civil penalty pursuant to Section 5.1.2.
8	 \$21,750 to Lexington Law Group as attorneys' fees and costs pursuant to Section 5.1.3.
9 10	• On or before thirty (30) days after the Effective Date, Settling Defendant shall pay \$32,500 in three separate checks as follows:
11	 \$4,300 to Center for Environmental Health as civil penalty pursuant to Section 5.1.1.
12	 \$6,450 to Center for Environmental Health as payment in lieu of civil penalty pursuant to Section 5.1.2.
13	 \$21,750 to Lexington Law Group as attorneys' fees and costs pursuant to Section
14	5.1.3.
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	CONSENT JUDGMENT – BLUE BEE, INC. – CASE NO. RG 14-722783