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1	RICHARD T. DRURY (CBN 163559)	ENDORSED
2	DOUGLAS J. CHERMAK (CBN 233382) LOZEAU   DRURY LLP	ALAMEDA COUNTY
	410 12th Street, Suite 250	JUN 29 2015
3	Oakland, CA 94607	COLLEGE FOR
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5	Email: richard@lozeaudrury.com	
6	doug@lozeaudrury.com	
7	Attorneys for Plaintiff	
	ENVIRONMENTAL RESEARCH CENTER	
8	KENNETH E. CHYTEN, ESQ. (CBN 88098) LAW OFFICES OF KENNETH E. CHYTEN	
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10	Suite 900	
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12	Fax: (805) 981-3913	
13	Email: chyten@chytenlaw.com	
	Attorney for Defendants	
14	RBC LIFE SCIENCES, INC., and RBC LIFE SCIENCES USA, INC.	
15		
16	SUPERIOR COURT OF TH	E STATE OF CALIFORNIA
17	COUNTY OI	F ALAMEDA
18	ENDUDONIMENTAL DESEADOU	CASE NO. RG14745043
	ENVIRONMENTAL RESEARCH CENTER, a California non-profit	
19	corporation,	STIPULATED CONSENT JUDGMENT; [PROPOSED] ORDER
20	Plaintiff,	Health & Safety Code § 25249.5 et seq.
21	v.	
22	RBC LIFE SCIENCES, INC., a Texas	Action Filed: October 20, 2014
23	Corporation, and RBC LIFE SCIENCES	Trial Date: None set
24	USA, INC., a Texas Corporation,	
	Defendants.	
25	2 (2011) V (2012) (2012	
26		
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	STIPULATED CONSENT JUDGMENT; [PROPOSED] OR	RDER CASE NO. RG14745043
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### INTRODUCTION 1.

On October 20, 2014, Plaintiff Environmental Research Center ("ERC"), a 1.1 non-profit corporation, as a private enforcer, and in the public interest, initiated this action by filing a Complaint for Injunctive Relief and Civil Penalties (the "Complaint") pursuant to the provisions of California Health and Safety Code section 25249.5 et seq. ("Proposition 65"), against RBC LIFE SCIENCES, INC., RBC LIFE SCIENCES USA, INC., and RBC LIFE 6 SCIENCES CANADA INC. On January 23, 2015, ERC dismissed the action with prejudice with respect to Defendant RBC LIFE SCIENCES CANADA, INC. (Defendant RBC LIFE SCIENCES, INC. and Defendant RBC LIFE SCIENCES USA, INC. are referred to collectively as "RBC"). In this action, ERC alleges that the following products referred to hereinafter individually as "Covered Product" or collectively as "Covered Products", manufactured, distributed or sold by RBC contain lead, a chemical listed under Proposition 65 12 as a carcinogen and reproductive toxin, and expose consumers at a level requiring a Proposition 13 65 warning: 14

15	1. RBC Life Sciences Inc. NeuroBright	
16	2. RBC Life Sciences Inc. 24Seven	
17	3. RBC Life Sciences Inc. Green Phyto-Power	
18	4. RBC Life Sciences Inc. Artichoke Liver Cleanse	
19	5. RBC Life Sciences Inc. Diosin	
20	6. RBC Life Sciences Inc. Pure Life Cleanse	
21	(kit includes the below products)	
22	-RBC Life Sciences Inc. Pure Life Cleanse AM	
23	-RBC Life Sciences Inc. Pure Life Cleanse PM	
24		
25	7. RBC Life Sciences Inc. Colo-Vada Plus Program Two Packet 1	
26	8. RBC Life Sciences Inc. Colo-Vada Plus Program Two Packet 2	
27	9. RBC Life Sciences Inc. Colo-Vada Plus Program Two Packet 3	
28	10. RBC Life Sciences Inc. Colo-Vada Plus Colo-Vada Mix	
	STIPULATED CONSENT JUDGMENT; [PROPOSED] ORDER CASE NO. RG14745043	

**1.2** ERC is a California non-profit corporation dedicated to, among other causes, helping safeguard the public from health hazards by reducing the use and misuse of hazardous and toxic chemicals, facilitating a safe environment for consumers and employees, and encouraging corporate responsibility.

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1.3 RBC LIFE SCIENCES, INC. AND RBC LIFE SCIENCES USA, INC. are Texas Corporations that, at all relevant times for the purpose of this Consent Judgment, employed ten or more persons and qualified as a "person in the course of business" within the meaning of Proposition 65. RBC LIFE SCIENCES, INC. AND RBC LIFE SCIENCES USA, INC. manufacture, distribute and/or sell the Covered Products.

**1.4** ERC and RBC are referred to individually as "Party" or collectively as the "Parties."

12 1.5 The Complaint is based on allegations contained in ERC's Notice of Violation, 13 dated April 4, 2014, that was served on the California Attorney General, other public enforcers, 14 and RBC ("Notice"). A true and correct copy of the Notice is attached as Exhibit A and is 15 hereby incorporated by reference. More than 60 days have passed since the Notice was mailed 16 and uploaded onto the Attorney General's website, and no designated governmental entity has 17 filed a complaint against RBC with regard to the Covered Products or the alleged violations.

18 1.6 ERC's Notice and Complaint allege that use of the Covered Products exposes
19 persons in California to lead without first providing clear and reasonable warnings in violation
20 of California Health and Safety Code section 25249.6. RBC denies all material allegations
21 contained in the Notice and Complaint.

1.7 The Parties have entered into this Consent Judgment in order to settle, compromise and resolve disputed claims and thus avoid prolonged and costly litigation. Nothing in this Consent Judgment shall constitute or be construed as an admission by any of the Parties, or by any of their respective officers, directors, shareholders, employees, agents, parent companies, subsidiaries, divisions, affiliates, franchises, licensees, customers, suppliers, manufacturers, distributors, wholesalers, or retailers. Except for the representations made above, nothing in this Consent Judgment shall be construed as an admission by the Parties of

STIPULATED CONSENT JUDGMENT; [PROPOSED] ORDER

any fact, issue of law, or violation of law, nor shall compliance with this Consent Judgment be
 construed as an admission by the Parties of any fact, issue of law, or violation of law, at any
 time, for any purpose.

**1.8** Except as expressly set forth herein, nothing in this Consent Judgment shall
prejudice, waive, or impair any right, remedy, argument, or defense the Parties may have in any
other or future legal proceeding unrelated to these proceedings.

7 1.9 The Effective Date of this Consent Judgment is the date on which it is entered as
8 a Judgment by this Court.

2. JURISDICTION AND VENUE

For purposes of this Consent Judgment and for any further court action that may become necessary to enforce this Consent Judgment, the Parties stipulate that this Court has subject matter jurisdiction over the allegations of violations contained in the Complaint, personal jurisdiction over RBC as to the acts alleged in the Complaint, that venue is proper in Alameda County, and that this Court has jurisdiction to enter this Consent Judgment as a full and final resolution of all claims up through and including the Effective Date which were or could have been asserted in this action based on the facts alleged in the Notice and Complaint.

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### 3. INJUNCTIVE RELIEF, REFORMULATION, TESTING AND WARNINGS

**3.1** Beginning on the Effective Date, RBC shall be permanently enjoined from manufacturing for sale in the State of California, "Distributing into the State of California", or directly selling in the State of California, any Covered Product which exposes a person to a "Daily Exposure Level" of more than 0.5 micrograms per day when the maximum suggested dose is taken as directed on the Covered Product's label, unless it meets the warning requirements under Section 3.2.

3.1.1 As used in Consent Judgment, the term "Distributing into the State of
California" shall mean to directly ship a Covered Product into California for sale in California
or to sell a Covered Product to a distributor that RBC knows will sell the Covered Product in
California.

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STIPULATED CONSENT JUDGMENT; [PROPOSED] ORDER

3.1.2 For purposes of this Consent Judgment, "Daily Lead Exposure Level" 1 2 shall be measured in micrograms, and shall be calculated using the following formula: micrograms of lead per gram of product, multiplied by grams of product per serving of the 3 product (using the largest serving size appearing on the product label), multiplied by servings 4 of the product per day (using the largest number of servings in a recommended dosage 5 6 appearing on the product label), which equals micrograms of lead exposure per day.

#### 3.2 **Clear and Reasonable Warnings**

If RBC is required to provide a warning pursuant to Section 3.1, the following warning must be utilized:

WARNING: This product contains a chemical known to the State of California to cause [cancer and] birth defects or other reproductive harm.

RBC shall use the phrase "cancer and" in the warning only if the maximum daily dose 12 13 recommended on the label contains more than 15 micrograms of lead.

The warning shall be securely affixed to or printed upon the container or label of each 14 Covered Product. The warning shall be at least the same size as the largest of any other health or 15 safety warnings correspondingly appearing on its website or on the label or container of RBC's 16 17 product packaging and the word "WARNING" shall be in all capital letters and in bold print. No other statements about Proposition 65 or lead may accompany the warning. 18

RBC must display the above warnings with such conspicuousness, as compared with other 19 words, statements, or design of the label or container, as applicable, to render the warning likely to 20 be read and understood by an ordinary individual under customary conditions of purchase or use 22 of the product.

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### SETTLEMENT PAYMENT

In full satisfaction of all potential civil penalties, payment in lieu of civil 24 4.1 25 penalties, attorney's fees, and costs, RBC shall make a total payment of \$75,000 ("Total Settlement Amount") to ERC according to the following schedule: 26

a. \$22,500 within 5 days of the Effective Date.

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b. \$10,500 within 35 days of the Effective Date.

STIPULATED CONSENT JUDGMENT; [PROPOSED] ORDER

CASE NO. RG14745043

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c. \$10,500 within 65 days of the Effective Date.

d. \$10,500 within 95 days of the Effective Date.

e. \$10,500 within 125 days of the Effective Date.

f. 10,500 within 155 days of the Effective Date

RBC shall make this payment by wire transfer to ERC's escrow account, for which ERC will give RBC the necessary account information. The Total Settlement Amount shall be apportioned as follows:

4.2 \$30,000 shall be considered a civil penalty pursuant to California Health and Safety Code §25249.7(b)(1). ERC shall remit 75% (\$22,500) of the civil penalty to the Office of Environmental Health Hazard Assessment ("OEHHA") for deposit in the Safe Drinking Water and Toxic Enforcement Fund in accordance with California Health and Safety Code §25249.12(c). ERC will retain the remaining 25% (\$7,500) of the civil penalty.

4.3 \$4,799.04 shall be distributed to ERC as reimbursement for reasonable costs as a result of work in bringing this action

154.4\$25,983.00 shall be distributed to Lozeau Drury LLP as reimbursement of16ERC's attorney's fees and \$14,217.96 shall be distributed to ERC for its in-house legal fees.

### 5. MODIFICATION OF CONSENT JUDGMENT

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5.1 This Consent Judgment may be modified only (i) by written stipulation of
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19 the Parties or pursuant to Section 5.4 and (ii) upon entry by the Court of a modified consent
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If RBC seeks to modify this Consent Judgment under Section 5.1, then RBC 5.2 21 must provide written notice to ERC of its intent ("Notice of Intent"). If ERC seeks to meet and 22 confer regarding the proposed modification in the Notice of Intent, then ERC must provide 23 written notice to RBC within thirty days of receiving the Notice of Intent. If ERC notifies RBC 24 in a timely manner of ERC's intent to meet and confer, then the Parties shall meet and confer in 25 good faith as required in this Section. The Parties shall meet in person or via telephone within 26 thirty (30) days of ERC's notification of its intent to meet and confer. Within thirty days of 27 such meeting, if ERC disputes the proposed modification, ERC shall provide to RBC a written 28

STIPULATED CONSENT JUDGMENT; [PROPOSED] ORDER

CASE NO. RG14745043

basis for its position. The Parties shall continue to meet and confer for an additional thirty (30)
 days in an effort to resolve any remaining disputes. Should it become necessary, the Parties
 may agree in writing to different deadlines for the meet-and-confer period.

**5.3** In the event that RBC initiates or otherwise requests a modification under Section 5.1, and the meet and confer process leads to a joint motion or application of the Consent Judgment, RBC shall reimburse ERC its costs and reasonable attorney's fees for the time spent in the meet-and-confer process and filing and arguing the motion or application.

8 5.4 Where the meet-and-confer process does not lead to a joint motion or 9 application in support of a modification of the Consent Judgment, then either Party may seek 10 judicial relief on its own. In such a situation, the prevailing party may seek to recover costs and 11 reasonable attorney's fees. As used in the preceding sentence, the term "prevailing party" 12 means a party who is successful in obtaining relief more favorable to it than the relief that the 13 other party was amenable to providing during the Parties' good faith attempt to resolve the 14 dispute that is the subject of the modification.

### 6. RETENTION OF JURISDICTION, ENFORCEMENT OF CONSENT

### JUDGMENT

17 6.1 This Court shall retain jurisdiction of this matter to enforce, modify or
18 terminate this Consent Judgment.

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### 7. APPLICATION OF CONSENT JUDGMENT

This Consent Judgment may apply to, be binding upon, and benefit the Parties and their respective officers, directors, shareholders, employees, agents, parent companies, subsidiaries, divisions, affiliates, franchisees, licensees, customers (excluding private labelers), distributors, wholesalers, retailers, predecessors, successors, and assigns. This Consent Judgment shall have no application to Covered Products which are distributed or sold exclusively outside the State of California and which are not used by California consumers.

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### BINDING EFFECT, CLAIMS COVERED AND RELEASED

8.1 This Consent Judgment is a full, final, and binding resolution between ERC,
on behalf of itself and in the public interest, and RBC, of any alleged violation of Proposition

STIPULATED CONSENT JUDGMENT; [PROPOSED] ORDER

1 65 or its implementing regulations for failure to provide Proposition 65 warnings of exposure to lead from the handling, use, or consumption of the Covered Products and fully resolves all 2 3 claims that have been or could have been asserted in this action up to and including the Effective Date for failure to provide Proposition 65 warnings for the Covered Products. ERC, 4 on behalf of itself and in the public interest, hereby discharges RBC and its respective officers, 5 directors, shareholders, employees, agents, parent companies, subsidiaries, divisions, affiliates, 6 7 suppliers, franchisees, licensees, customers (not including private label customers of RBC), manufacturers, distributors, wholesalers, retailers, and all other upstream and downstream 8 9 entities in the distribution chain of any Covered Product, and the predecessors, successors and assigns of any of them (collectively, "Released Parties"), from any and all claims, actions, 10 causes of action, suits, demands, liabilities, damages, penalties, fees, costs and expenses 11 asserted, or that could have been asserted, as to any alleged violation of Proposition 65 arising 12 13 from the failure to provide Proposition 65 warnings on the Covered Products regarding lead\_or 14 any other claims alleged in this action.

8.2 ERC on its own behalf only, on one hand, and RBC on its own behalf only,
on the other, further waive and release any and all claims they may have against each other for
all actions or statements made or undertaken in the course of seeking or opposing enforcement
of Proposition 65 in connection with the Notice or Complaint up through and including the
Effective Date, provided, however, that nothing in Section 8 shall affect or limit any Party's
right to seek to enforce the terms of this Consent Judgment.

It is possible that other claims not known to the Parties arising out of the 8.3 21 facts alleged in the Notice or the Complaint and relating to the Covered Products will develop 22 or be discovered. ERC on behalf of itself only, on one hand, and RBC, on the other hand, 23 acknowledge that this Consent Judgment is expressly intended to cover and include all such 24 claims up through the Effective Date, including all rights of action therefore. ERC and RBC 25 acknowledge that the claims released in Sections 8.1 and 8.2 above may include unknown 26 claims, and nevertheless waive California Civil Code section 1542 as to any such unknown 27 claims. California Civil Code section 1542 reads as follows: 28

STIPULATED CONSENT JUDGMENT; [PROPOSED] ORDER

A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS WHICH THE CREDITOR DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE, WHICH IF KNOWN BY HIM OR HER MUST HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR.

4 ERC on behalf of itself only, on the one hand, and RBC, on the other hand, acknowledge and
5 understand the significance and consequences of this specific waiver of California Civil Code
6 section 1542.

8.4 Compliance with the terms of this Consent Judgment shall be deemed to
constitute compliance with Proposition 65 by any release regarding alleged exposures to lead
in the Covered Products as set forth in the Notice and the Complaint.

8.5 Nothing in this Consent Judgment is intended to apply to any occupational
or environmental exposures arising under Proposition 65, nor shall it apply to any of RBC's
products other than the Covered Products.

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# 9. SEVERABILITY OF UNENFORCEABLE PROVISIONS

In the event that any of the provisions of this Consent Judgment are held by a court to be unenforceable, the validity of the remaining enforceable provisions shall not be adversely affected.

### 10. GOVERNING LAW

The terms and conditions of this Consent Judgment shall be governed by and construed in accordance with the laws of the State of California.

### 11. PROVISION OF NOTICE

All notices required to be given to either Party to this Consent Judgment by the other shall be in writing and sent to the following agents listed below by: (a) first-class, registered, or certified mail; (b) overnight courier; or (c) personal delivery. Courtesy copies via email may also be sent.

# 23 FOR ENVIRONMENTAL RESEARCH CENTER:

24 Chris Heptinstall, Executive Director, Environmental Research Center 3111 Camino Del Rio North, Suite 400

25 || San Diego, CA 92108

26 Tel: (619) 500-3090

- Email: chris\_erc501c3@yahoo.com
- 27

# 28 With a copy to:

STIPULATED CONSENT JUDGMENT; [PROPOSED] ORDER

CASE NO. RG14745043

Richard T. Drury 1 Douglas J. Chermak 2 LOZEAU | DRURY LLP 410 12th Street, Suite 250 3 Oakland, CA 94607 Ph: 510-836-4200 4 Fax: 510-836-4205 5 6 FOR RBC LIFE SCIENCES, INC., AND RBC LIFE SCIENCES USA, INC. 7 Steven E. Brown 8 2301 Crown Ct. Irving, TX 75038 9 10 With a copy to: 11 Kenneth E. Chyten LAW OFFICES OF KENNETH E. CHYTEN 12 300 East Esplanade Drive Suite 900 13 Oxnard, CA 93036 14 Ph: (805) 981-3910 Fax: (805) 981-3913 15 COURT APPROVAL 12. 16 Upon execution of this Consent Judgment by the Parties, ERC shall notice a 17 12.1 Motion for Court Approval. The Parties shall use their best efforts to support entry of this 18 Consent Judgment. 19 12.2 If the California Attorney General objects to any term in this Consent 20 Judgment, the Parties shall use their best efforts to resolve the concern in a timely manner, and 21 if possible prior to the hearing on the motion. 22 If this Stipulated Consent Judgment is not approved by the Court, it shall be 12.3 23 void and have no force or effect. 24 13. EXECUTION AND COUNTERPARTS 25 This Consent Judgment may be executed in counterparts, which taken together shall be 26 deemed to constitute one document. A facsimile or .pdf signature shall be construed as valid as 27 the original signature. 28 STIPULATED CONSENT JUDGMENT; [PROPOSED] ORDER CASE NO. RG14745043 10

## 14. DRAFTING

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The terms of this Consent Judgment have been reviewed by the respective counsel for each Party prior to its signing, and each Party has had an opportunity to fully discuss the terms with counsel. The Parties agree that, in any subsequent interpretation and construction of this Consent Judgment entered thereon, the terms and provisions shall not be construed against any Party.

### 15. GOOD FAITH ATTEMPT TO RESOLVE DISPUTES

7 If a dispute arises with respect to either Party's compliance with the terms of this Consent 8 Judgment entered by the Court, the Parties shall meet in person or by telephone and endeavor to 9 resolve the dispute in an amicable manner. No action or motion may be filed in the absence of 10 such a good faith attempt to resolve the dispute beforehand. In the event an action or motion is 11 filed, however, the prevailing party may seek to recover costs and reasonable attorney's fees. As 12 used in the preceding sentence, the term "prevailing party" means a party who is successful in 13 obtaining relief more favorable to it than the relief that the other party was amenable to providing 14 during the Parties' good faith attempt to resolve the dispute that is the subject of such enforcement 15 action.

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### 16. ENTIRE AGREEMENT, AUTHORIZATION

**16.1** This Consent Judgment contains the sole and entire agreement and understanding of the Parties with respect to the entire subject matter herein, and any and all prior discussions, negotiations, commitments and understandings related hereto. No representations, oral or otherwise, express or implied, other than those contained herein have been made by any Party. No other agreements, oral or otherwise, unless specifically referred to herein, shall be deemed to exist or to bind any Party.

16.2 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. Except as
explicitly provided herein, each Party shall bear its own fees and costs.

# 17. REQUEST FOR FINDINGS, APPROVAL OF SETTLEMENT AND ENTRY OF CONSENT JUDGMENT

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This Consent Judgment has come before the Court upon the request of the Parties. The

Parties request the Court to fully review this Consent Judgment and, being fully informed
 regarding the matters which are the subject of this action, to:

3 (1) Find that the terms and provisions of this Consent Judgment represent a fair and
4 equitable settlement of all matters raised by the allegations of the Complaint, that the matter has
5 been diligently prosecuted, and that the public interest is served by such settlement; and

6 (2) Make the findings pursuant to California Health and Safety Code section
7 25249.7(f)(4), approve the Settlement, and approve this Consent Judgment.

# 8 IT IS SO STIPULATED:

9	Dated: 4/28/ , 2015	ENVIRONMENTAL RESEARCH
10	Dated, 2015	A BUTTER
11		By Chris Heptinstall, Executive Director
		Christ toping and, Executive Director
12	Dated:, 2015	RBC LIFE SCIENCES, INCAND RBC LIFE SCIENCES USA, INC.
13		
14		By: Steve Brown, President
15		By. Steve blown, i resident
16	APPROVED AS TO FORM:	
17	Dated:, 2015	LOZEAU   DRURY LLP
18		By: Pt-J. Chin-
19		Richard F. Drury Douglas J. Chermak
20		Attorneys for Environmental Research Center
21	Dated:, 2015	LAW OFFICES OF KENNETH E.
22		CHYTEN
23		
24		By: Kenneth E. Chyten
25		Attorney for RBC Life Sciences, Inc., and
26		RBC Life_Sciences USA, Inc.
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	STIPULATED CONSENT JUDGMENT; [PROPO	SED] ORDER CASE NO. RG14745043 12

and

Parties request the Court to fully review into Cousert Judgment and, being fully informed regarding the matters which are the subject of this act,of, for 2

Find that the terms and provisions of this Consent Judgment represent a fair and 3 (1)equitable settlement of all matters raised by the allegations of the Complaint, that the matter has ł 5 been diligently prosecuted, and that the public interest is served by such settlement, and

Make the findings pursuant to California Health and Safety Code section 6 (2)25249.7(f)(4), approve the Settlement, and approve this Consent hidgment 7

IT IS SO STIPULATED: 8 9 4/28/ .2015 Dated:

10 11 12 Dated: . 2015 13 14 B: 15 APPROVED AS TO FORM: 16 Dated: . 2015 LOZEAL DRURY LLP 17 53 18 13: 19 20 Center 21 . 2015 Dated: CHY. 22 23 B 24 25 26 27 28

ENVIRONMENTAL RESEARCH CENILR/

B. Cons Hoptinstall, Executive Director

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RBC . IFF SCIENCES, INC. AND RBC E F SS SENCES USA, INC.

wn. President

Richard F. Drury Douglas J. Chermak Attorneys for Environmental Research

LAW OTTICES OF KENNETH F.

Kenneth E. Chyten Attemay to: RBC Life Sciences, Inc., and \_\_\_\_RBC | ife\_Sciences USA, Inc.

CASE NO. RG14745043 STIPULATED CONSENT JUDGMENT, [PROPOSED] ORDER 13

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1	ORDER AND JUDGMENT				
2	Based upon the Parties' Stipulation, and good cause appearing, this Consent Judgment is				
3	approved and Judgment is hereby entered according to its terms.				
4	IT IS SO ORDERED, ADJUDGED AND DECREED.				
5	The La Conta				
6	Dated: Thhe 26,2015 M-Search				
7	Judge of the Superior Court				
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# EXHIBIT A



T 510.836.4200 F 510.836.4205 410 12th Street, Suite 250 Oakland, Ca 94607 www.lozeaudrury.com richard@lozeaudrury.com

### VIA CERTIFIED MAIL

Current CEO or President RBC Life Sciences, Inc. 2301 Crown Court Irving, TX 75038

Current CEO or President RBC Life Sciences USA, Inc. 2301 Crown Court Irving, TX 75038

Current CEO or President RBC Life Sciences Canada Inc 7541 Conway Avenue, Suite 14 Burnaby, BC V5E 2P7 Canada

Current CEO or President RBC Life Sciences Canada Inc Lake City Executive, Business Centre 501-3292 Production Way Burnaby, BC V5A 4R4 Canada

CT Corporation System (RBC Life Sciences, Inc.'s Registered Agent for Service of Process) 1999 Bryan Street, Suite 900 Dallas, TX 75201

Clinton Howard (RBC Life Sciences USA, Inc.'s Registered Agent for Service of Process) 2301 Crown Court Irving, TX 75038

### VIA ONLINE SUBMISSION

Office of the California Attorney General

### VIA PRIORITY MAIL

District Attorneys of All California Counties and Select City Attorneys (See Attached Certificate of Service)

### Re: Notice of Violations of California Health & Safety Code Section 25249.5 et seq.

### Dear Addressees:

I represent the Environmental Research Center ("ERC") in connection with this Notice of Violations of California's Safe Drinking Water and Toxic Enforcement Act of 1986, which is codified at California Health & Safety Code Section 25249.5 *et seq.* and also referred to as Proposition 65.

ERC is a California non-profit corporation dedicated to, among other causes, helping safeguard the public from health hazards by bringing about a reduction in the use and misuse of hazardous and toxic chemicals, facilitating a safe environment for consumers and employees, and encouraging corporate responsibility.

The names of the Companies covered by this notice that violated Proposition 65 (hereinafter the "Violators") are:

### RBC Life Sciences, Inc. RBC Life Sciences USA, Inc. RBC Life Sciences Canada Inc

The products that are the subject of this notice and the chemicals in those products identified as exceeding allowable levels are:

- 1. RBC Life Sciences Inc. NeuroBright Lead
- 2. RBC Life Sciences Inc. 24Seven Lead
- 3. RBC Life Sciences Inc. Green Phyto-Power Lead
- 4. RBC Life Sciences Inc. Artichoke Liver Cleanse Lead
- 5. RBC Life Sciences Inc. Diosin Lead
- 6. RBC Life Sciences Inc. Pure Life Cleanse Lead
  - (kit includes the below products)
  - a. RBC Life Sciences Inc. Pure Life Cleanse AM
  - b. RBC Life Sciences Inc. Pure Life Cleanse PM
- 7. RBC Life Sciences Inc. Colo-Vada Plus Program Two Packet 1 Lead
- 8. RBC Life Sciences Inc. Colo-Vada Plus Program Two Packet 2- Lead
- 9. RBC Life Sciences Inc. Colo-Vada Plus Program Two Packet 3- Lead
- 10. RBC Life Sciences Inc. Colo-Vada Plus Colo-Vada Mix Lead

On February 27, 1987, the State of California officially listed lead as a chemical known to cause developmental toxicity, and male and female reproductive toxicity. On October 1, 1992, the State of California officially listed lead and lead compounds as chemicals known to cause cancer.

This letter is a notice to each of the Violators and the appropriate governmental authorities of the Proposition 65 violations concerning the listed products. This notice covers all

violations of Proposition 65 involving the Violators currently known to ERC from the information now available. ERC may continue to investigate other products that may reveal further violations. A summary of Proposition 65, prepared by the Office of Environmental Health Hazard Assessment, is enclosed with the copy of this letter to each of the Violators.

Each of the Violators has manufactured, marketed, distributed, and/or sold the listed products, which have exposed and continue to expose numerous individuals within California to the identified chemical, lead. The consumer exposures that are the subject of this notice result from the purchase, acquisition, handling and/or recommended use of these products by consumers. The primary route of exposure to lead has been through ingestion, but may have also occurred through inhalation and/or dermal contact. Proposition 65 requires that a clear and reasonable warning be provided prior to exposure to lead. The method of warning should be a warning that appears on the product's label. The Violators violated Proposition 65 because they failed to provide an appropriate warning to persons using and/or handling these products that they are being exposed to lead. Each of these ongoing violations has occurred on every day since April 4, 2011, as well as every day since the products were introduced in the California marketplace, and will continue every day until clear and reasonable warnings are provided to provide to provide to provide an appropriate.

Pursuant to Section 25249.7(d) of the statute, ERC intends to file a citizen enforcement action sixty days after effective service of this notice unless each of the Violators agrees in an enforceable written instrument to: (1) reformulate the listed products so as to eliminate further exposures to the identified chemicals; and (2) pay an appropriate civil penalty. Consistent with the public interest goals of Proposition 65 and my client's objectives in pursuing this notice, ERC is interested in seeking a constructive resolution to this matter. Such resolution will avoid both further unwarned consumer exposures to the identified chemicals and expensive and time consuming litigation.

ERC's Executive Director is Chris Heptinstall, and is located at 3111 Camino Del Rio North, Suite 400, San Diego, CA 92108; Tel. 619-500-3090. ERC has retained me in connection with this matter. We suggest that communications regarding this Notice of Violations should be directed to my attention at the above listed law office address and telephone number.

Sincere Richard Drury

### Attachments

Certificate of Merit

Certificate of Service

OEHHA Summary (to RBC Life Sciences, Inc., RBC Life Sciences USA, Inc., RBC Life Sciences Canada Inc, and their Registered Agents for Service of Process only) Additional Supporting Information for Certificate of Merit (to AG only)

### **CERTIFICATE OF MERIT**

### Re: Environmental Research Center's Notice of Proposition 65 Violations by RBC Life Sciences, Inc., RBC Life Sciences USA, Inc., and RBC Life Sciences Canada Inc

I, Richard Drury, declare:

- This Certificate of Merit accompanies the attached sixty-day notice in which it is alleged the parties identified in the notice violated California Health & Safety Code Section 25249.6 by failing to provide clear and reasonable warnings.
- 2. I am an attorney for the noticing party.
- 3. I have consulted with one or more persons with relevant and appropriate experience or expertise who have reviewed facts, studies, or other data regarding the exposure to the listed chemical that is the subject of the notice.
- 4. Based on the information obtained through those consultants, and on other information in my possession, I believe there is a reasonable and meritorious case for the private action. I understand that "reasonable and meritorious case for the private action" means that the information provides a credible basis that all elements of the plaintiff's case can be established and that the information did not prove that the alleged Violators will be able to establish any of the affirmative defenses set forth in the statute.
- 5. Along with the copy of this Certificate of Merit served on the Attorney General is attached additional factual information sufficient to establish the basis for this certificate, including the information identified in California Health & Safety Code §25249.7(h)(2), i.e., (1) the identity of the persons consulted with and relied on by the certifier, and (2) the facts, studies, or other data reviewed by those persons.

Dated: April 4, 2014

**Richard Drury** 

### CERTIFICATE OF SERVICE

I, the undersigned, declare under penalty of perjury under the laws of the State of California that the following is true and correct:

I am a citizen of the United States, over the age of 18 years of age, and am not a party to the within entitled action. My business address is 306 Joy Street, Fort Oglethorpe, Georgia 30742. I am a resident or employed in the county where the mailing occurred. The envelope or package was placed in the mail at Fort Oglethorpe, Georgia.

On April 4, 2014, I served the following documents: NOTICE OF VIOLATIONS OF CALIFORNIA HEALTH & SAFETY CODE §25249.5 ET SEQ.; CERTIFICATE OF MERIT; "THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986 (PROPOSITION 65): A SUMMARY" on the following parties by placing a true and correct copy thereof in a sealed envelope, addressed to the party listed below and depositing it in a U.S. Postal Service Office with the postage fully prepaid for delivery by Certified Mail:

Current CEO or President RBC Life Sciences, Inc. 2301 Crown Court Irving, TX 75038

Current CEO or President RBC Life Sciences USA, Inc. 2301 Crown Court Irving, TX 75038

Current CEO or President RBC Life Sciences Canada Inc Lake City Executive, Business Centre 501-3292 Production Way Burnaby, BC V5A 4R4 Canada

Current CEO or President RBC Life Sciences Canada Inc 7541 Conway Avenue, Suite 14 Burnaby, BC V5E 2P7 Canada

CT Corporation System (RBC Life Sciences, Inc.'s Registered Agent for Service of Process) 1999 Bryan Street, Suite 900 Dallas, TX 75201

Clinton Howard (RBC Life Sciences USA, Inc.'s Registered Agent for Service of Process) 2301 Crown Court Irving, TX 75038

On April 4, 2014, I electronically served the following documents: NOTICE OF VIOLATIONS, CALIFORNIA HEALTH & SAFETY CODE §25249.5 ET SEQ.; CERTIFICATE OF MERIT; ADDITIONAL SUPPORTING INFORMATION FOR CERTIFICATE OF MERIT AS REQUIRED BY CALIFORNIA HEALTH & SAFETY CODE §25249.7(d)(1) on the following party by uploading a true and correct copy thereof on the California Attorney General's website, which can be accessed at https://oag.ca.gov/prop65/add-60-day-notice:

Office of the California Attomey General Prop 65 Enforcement Reporting 1515 Clay Street, Suite 2000 Oakland, CA 94612-0550

On April 4, 2014, I served the following documents: NOTICE OF VIOLATIONS, CALIFORNIA HEALTH & SAFETY CODE §25249.5 ET SEQ.; CERTIFICATE OF MERIT on each of the parties on the Service List attached hereto by placing a true and correct copy thereof in a sealed envelope, addressed to each of the parties on the Service List attached hereto, and depositing it with the U.S. Postal Service with the postage fully prepaid for delivery by Priority Mail.

Executed on April 4, 2014, in Fort Oglethorpe, Georgia.

<u>May</u> Cepehrat

District Attorney, Alameda County 1225 Fallon Street, Suite 900 Oakland, CA 94612

District Attorney, Alpine County P.O. Box 248 Markleeville, CA 96120

District Attorney, Amador County 708 Court Street Jackson, CA 95642

District Attorney, Butte County 25 County Center Drive, Suite 245 Oroville, CA 95965

District Attorney, Calaveras County 891 Mountain Ranch Road San Andreas, CA 95249

District Attorney, Colusa County 346 Fifth Street Suite 101 Colusa, CA 95932

District Attorney, Contra Costa County 900 Ward Street Martinez, CA 94553

District Attorney, Del Norte County 450 H Street, Room 171 Crescent City, CA 95531

District Attorney, El Dorado County 515 Main Street Placerville, CA 95667

District Attorney, Fresno County 2220 Tulare Street, Suite 1000 Fresno, CA 93721

District Attorney, Glenn County Post Office Box 430 Willows, CA 95988

District Attorney, Humboldt County 825 5th Street 4<sup>th</sup> Floor Eureka, CA 95501

District Attorney, Imperial County 940 West Main Street, Ste 102 El Centro, CA 92243

District Attorney, Inyo County 230 W. Line Street Bishop, CA 93514

District Attorney, Kern County 1215 Truxtun Avenue Bakersfield, CA 93301

District Attorney, Kings County 1400 West Lacey Boulevard Hanford, CA 93230

District Attorney, Lake County 255 N. Forbes Street Lakeport, CA 95453

District Attorney, Lassen County 220 South Lassen Street, Ste. 8 Susanville, CA 96130 District Attorney, Los Angeles County 210 West Temple Street, Suite 18000 Los Angeles, CA 90012

District Attorney. Madera County 209 West Yosemite Avenue Madera, CA 93637

District Attorney. Marin County 3501 Civic Center Drive, Room 130 San Rafael, CA 94903

District Attorney, Mariposa County Post Office Box 730 Mariposa, CA 95338

District Attorney, Mendocino County Post Office Box 1000 Ukiah, CA 95482

District Attorney, Merced County 550 W. Main Street Merced, CA 95340

District Attorney, Modoc County 204 S Court Street, Room 202 Alturas, CA 96101-4020

District Attorney. Mono County Post Office Box 617 Bridgeport, CA 93517

District Attorney. Monterey County Post Office Box 1131 Salinas, CA 93902

District Attorney, Napa County 931 Parkway Mall Napa, CA 94559

District Attorney, Nevada County 201 Commercial Street Nevada City, CA 95959

District Attorney, Orange County 401 West Civic Center Drive Santa Ana, CA 92701

District Attorney, Placer County 10810 Justice Center Drive, Ste 240 Roseville, CA 95678

District Attorney, Plumas County 520 Main Street, Room 404 Quincy, CA 95971

District Attorney, Riverside County 3960 Orange Street Riverside, CA 92501

District Attorney, Sacramento County 901 "G" Street Sacramento, CA 95814

District Attorney. San Benito County 419 Fourth Street, 2<sup>ad</sup> Floor Hollister, CA 95023

District Attorney.San Bernardino County 316 N. Mountain View Avenue San Bernardino, CA 92415-0004 District Attorney, San Diego County 330 West Broadway, Suite 1300 San Diego, CA 92101

District Attorney, San Francisco County 850 Bryant Street, Suite 322 San Francsico, CA 94103

District Attorney, San Joaquin County 222 E. Weber Ave. Rm. 202 Stockton, CA 95202

District Attomey, San Luis Obispo County 1035 Palm St, Room 450 San Luis Obispo, CA 93408

District Attorney, San Mateo County 400 County Ctr., 3<sup>rd</sup> Floor Redwood City, CA 94063

District Attorney, Santa Barbara County 1112 Santa Barbara Street Santa Barbara, CA 93101

District Attorney, Santa Clara County 70 West Hedding Street San Jose, CA 95110

District Attorney, Santa Cruz County 701 Ocean Street, Room 200 Santa Cruz, CA 95060

District Attorney, Shasta County 1355 West Street Redding, CA 96001

District Attorney, Sierra County PO Box 457 Downieville, CA 95936

District Attorney, Siskiyou County Post Office Box 986 Yreka, CA 96097

District Attorney, Solano County 675 Texas Street, Ste 4500 Fairfield, CA 94533

District Attorney, Sonoma County 600 Administration Drive, Room 212J Santa Rosa, CA 95403

District Attorney, Stanislaus County 832 12<sup>th</sup> Street, Ste 300 Modesto, CA 95354

District Attorney, Sutter County 446 Second Street Yuba City, CA 95991

District Attorney, Tehama County Post Office Box 519 Red Bluff, CA 96080

District Attorney, Trinity County Post Office Box 310 Weaverville, CA 96093

District Attorney, Tulare County 221 S. Mooney Blvd., Room 224 Visalia, CA 93291 District Attorney, Tuolumne County 423 N. Washington Street Sonora, CA 95370

District Attorney, Ventura County 800 South Victoria Ave, Suite 314 Ventura, CA 93009

District Attorney, Yolo County 301 2<sup>nd</sup> Street Woodland, CA 95695

District Attorney, Yuba County 215 Fifth Street, Suite 152 Marysville, CA 95901

Los Angeles City Attorney's Office City Hall East 200 N. Main Street, Suite 800 Los Angeles, CA 90012

San Diego City Attorney's Office 1200 3rd Avenue, Ste 1620 San Diego, CA 92101

San Francisco, City Attorney City Hall, Room 234 1 Dr Carlton B Goodlett PL San Francisco, CA 94102

San Jose City Attorney's Office 200 East Santa Clara Street, 16<sup>th</sup> Floor San Jose, CA 95113

### APPENDIX A

# OFFICE OF ENVIRONMENTAL HEALTH HAZARD ASSESSMENT CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY

# THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986 (PROPOSITION 65): A SUMMARY

The following summary has been prepared by the California Office of Environmental Health Hazard Assessment (OEHHA), the lead agency for the implementation of the Safe Drinking Water and Toxic Enforcement Act of 1986 (commonly known as "Proposition 65"). A copy of this summary must be included as an attachment to any notice of violation served upon an alleged violator of the Act. The summary provides basic information about the provisions of the law, and is intended to serve only as a convenient source of general information. It is not intended to provide authoritative guidance on the meaning or application of the law. The reader is directed to the statute and OEHHA's implementing regulations (see citations below) for further information.

FOR INFORMATION CONCERNING THE BASIS FOR THE ALLEGATIONS IN THE NOTICE RELATED TO YOUR BUSINESS, CONTACT THE PERSON IDENTIFIED ON THE NOTICE.

Proposition 65 appears in California law as Health and Safety Code Sections 25249.5 through 25249.13. The statute is available online at:

http://oehha.ca.gov/prop65/law/P65law72003.html. Regulations that provide more specific guidance on compliance, and that specify procedures to be followed by the State in carrying out certain aspects of the law, are found in Title 27 of the California Code of Regulations, sections 25102 through 27001.<sup>1</sup> These implementing regulations are available online at: http://oehha.ca.gov/prop65/law/P65Regs.html.

### WHAT DOES PROPOSITION 65 REQUIRE?

**The "Governor's List."** Proposition 65 requires the Governor to publish a list of chemicals that are known to the State of California to cause cancer and/or reproductive toxicity. This means that chemicals are placed on the Proposition 65 list if they are known to cause cancer and/or birth defects or other reproductive harm, such as

<sup>&</sup>lt;sup>1</sup> All further regulatory references are to sections of Title 27 of the California Code of Regulations unless otherwise indicated. The statute, regulations and relevant case law are available on the OEHHA website at: http://www.oehha.ca.gov/prop65/law/index.html.

damage to female or male reproductive systems or to the developing fetus. This list must be updated at least once a year. The current Proposition 65 list of chemicals is available on the OEHHA website at:

http://www.oehha.ca.gov/prop65/prop65\_list/Newlist.html.

Only those chemicals that are on the list are regulated under this law. Businesses that produce, use, release or otherwise engage in activities involving listed chemicals must comply with the following:

*Clear and reasonable warnings.* A business is required to warn a person before "knowingly and intentionally" exposing that person to a listed chemical unless an exemption applies; for example, when exposures are sufficiently low (see below). The warning given must be "clear and reasonable." This means that the warning must: (1) clearly make known that the chemical involved is known to cause cancer, or birth defects or other reproductive harm and (2) be given in such a way that it will effectively reach the person before he or she is exposed. Some exposures are exempt from the warning requirement under certain circumstances discussed below.

**Prohibition from discharges into drinking water.** A business must not knowingly discharge or release a listed chemical into water or onto land where it passes or probably will pass into a source of drinking water. Some discharges are exempt from this requirement under certain circumstances discussed below.

### DOES PROPOSITION 65 PROVIDE ANY EXEMPTIONS?

Yes. You should consult the current version of the statute and regulations (http://www.oehha.ca.gov/prop65/law/index.html) to determine all applicable exemptions, the most common of which are the following:

*Grace Period.* Proposition 65 warning requirements do not apply until 12 months after the chemical has been listed. The Proposition 65 discharge prohibition does not apply to a discharge or release of a chemical that takes place less than 20 months after the listing of the chemical.

*Governmental agencies and public water utilities.* All agencies of the federal, state or local government, as well as entities operating public water systems, are exempt.

**Businesses with nine or fewer employees.** Neither the warning requirement nor the discharge prohibition applies to a business that employs a total of nine or fewer employees. This includes all employees, not just those present in California.

**Exposures that pose no significant risk of cancer.** For chemicals that are listed as known to the State to cause cancer ("carcinogens"), a warning is not required if the business can demonstrate that the exposure occurs at a level that poses "no significant risk." This means that the exposure is calculated to result in not more than one excess case of cancer in 100,000 individuals exposed over a 70-year lifetime. The Proposition 65 regulations identify specific "No Significant Risk Levels" (NSRLs) for many listed carcinogens. Exposures below these levels are exempt from the warning requirement. See OEHHA's website at: http://www.oehha.ca.gov/prop65/getNSRLs.html for a list of NSRLs, and Section 25701 *et seq.* of the regulations for information concerning how these levels are calculated.

*Exposures that will produce no observable reproductive effect at 1,000 times the level in question.* For chemicals known to the State to cause reproductive toxicity, a warning is not required if the business can demonstrate that the exposure will produce no observable effect, even at 1,000 times the level in question. In other words, the level of exposure must be below the "no observable effect level" divided by a 1,000. This number is known as the Maximum Allowable Dose Level (MADL). See OEHHA's website at: http://www.oehha.ca.gov/prop65/getNSRLs.html for a list of MADLs, and Section 25801 *et seq.* of the regulations for information concerning how these levels are calculated.

*Exposures to Naturally Occurring Chemicals in a Food.* Certain exposures to chemicals that occur in foods naturally (i.e., that do not result from any known human activity, including activity by someone other than the person causing the exposure) are exempt from the warning requirements of the law. If the chemical is a contaminant<sup>2</sup> it must be reduced to the lowest level feasible. Regulations explaining this exemption can be found in Section 25501.

Discharges that do not result in a "significant amount" of the listed chemical entering into any source of drinking water. The prohibition from discharges into drinking water does not apply if the discharger is able to demonstrate that a "significant amount" of the listed chemical has not, does not, or will not pass into or probably pass into a source of drinking water, and that the discharge complies with all other applicable laws, regulations, permits, requirements, or orders. A "significant amount" means any detectable amount, except an amount that would meet the "no significant risk" level for chemicals that cause cancer or that is 1,000 times below the "no observable effect" level for chemicals that cause reproductive toxicity, if an individual were exposed to that amount in drinking water.

<sup>&</sup>lt;sup>2</sup> See Section 25501(a)(4)

### HOW IS PROPOSITION 65 ENFORCED?

Enforcement is carried out through civil lawsuits. These lawsuits may be brought by the Attorney General, any district attorney, or certain city attorneys. Lawsuits may also be brought by private parties acting in the public interest, but only after providing notice of the alleged violation to the Attorney General, the appropriate district attorney and city attorney, and the business accused of the violation. The notice must provide adequate information to allow the recipient to assess the nature of the alleged violation. The notice must comply with the information and procedural requirements specified in Section 25903 of the regulations and in Title 11, sections 3100-3103. A private party may not pursue an independent enforcement action under Proposition 65 if one of the governmental officials noted above initiates an action within sixty days of the notice.

A business found to be in violation of Proposition 65 is subject to civil penalties of up to \$2,500 per day for each violation. In addition, the business may be ordered by a court to stop committing the violation.

FOR FURTHER INFORMATION ABOUT THE LAW OR REGULATIONS ...

Contact the Office of Environmental Health Hazard Assessment's Proposition 65 Implementation Office at (916) 445-6900 or via e-mail at P65Public.Comments@oehha.ca.gov.

Revised: July, 2012

NOTE: Authority cited: Section 25249.12, Health and Safety Code. Reference: Sections 25249.5, 25249.6, 25249.9, 25249.10 and 25249.11, Health and Safety Code.