, 1 2 3 4 5 6 7 8	LEXINGTON LAW GROUP Mark N. Todzo, State Bar No. 168389 Abigail Blodgett, State Bar No. 278813 503 Divisadero Street San Francisco, CA 94117 Telephone: (415) 913-7800 Facsimile: (415) 759-4112 mtodzo@lexlawgroup.com ablodgett@lexlawgroup.com Attorneys for Plaintiff CENTER FOR ENVIRONMENTAL HEALTH		
9	9 SUPERIOR COURT FOR THE STATE OF CALIFORNIA		
10	FOR THE COUNTY OF ALAMEDA		
11	FOR THE COUNTY OF ALAMEDA		
12	OPNITED FOR ENVIRONMENTAL HEALTHAN OF AN DO 16 704006		
13	CENTER FOR ENVIRONMENTAL HEALTH,) Case-No. RG 15-794036		
14	Plaintiff,) [PROPOSED] CONSENT) JUDGMENT AS TO SMART) SMORE THE		
15	v.) SMOKE, INC.		
16	INCORPORATED, et al.,		
17	Defendants.		
18))		
19			
20	1. INTRODUCTION		
21	1.1. This Consent Judgment is entered into by Plaintiff Center for Environmental		
22	Health, a non-profit corporation ("CEH"), and Defendant Smart Smoke, Inc. ("Settling		
23	Defendant") to settle claims asserted by CEH against Settling Defendant as set forth in the operative Complaint in the matter <i>Center for Environmental Health v. Totally Wicked-E Liquid</i>		
24			
25 26	(USA) Incorporated, et al., Alameda County Superior Court Case No. RG 15-794036 (the		
 26 "Action"). CEH and Settling Defendant are referred to collectively as the "Parties." 27 			
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به مستحد م 1 1.2. On December 10, 2015, CEH served four 60-Day Notices of Violation (the 2 "Notices") relating to the California Safe Drinking Water and Toxic Enforcement Act of 1986, 3 California Health & Safety Code § 25249.5, et seq. ("Proposition 65") on Settling Defendant, the 4 California Attorney General, the District Attorneys of every County in the State of California, and 5 the City Attorneys for every City in State of California with a population greater than 750,000. 6 The Notices allege violations of Proposition 65 with regard to exposure to formaldehyde and 7 acetaldehyde resulting from use of Settling Defendant's e-cigarette devices and the e-liquids used 8 in such devices (the "Products").

9 1.3. On November 19, 2015, CEH filed the Action. On March 29, 2016, CEH named
10 Settling Defendant as a defendant in the Action via a Doe Amendment.

1.4. Settling Defendant is a corporation that employs ten (10) or more persons and that
 manufactures, distributes, and/or sells Covered Products (as defined herein) in the State of
 California or has done so in the past.

14 1.5. For purposes of this Consent Judgment only, the Parties stipulate that: (i) this
Court has jurisdiction over the allegations of violations contained in the Notices and Complaint
and personal jurisdiction over Settling Defendant as to the acts alleged in the Complaint; (ii)
venue is proper in the County of Alameda; and (iii) this Court has jurisdiction to enter this
Consent Judgment as a full and final resolution of all claims which were or could have been
raised in the Complaint based on the facts alleged in the Notices and Complaint with respect to
Covered Products manufactured, distributed, and/or sold by Settling Defendant.

1.6. The Parties enter into this Consent Judgment as a full and final settlement of all
claims which were or could have been raised in the Complaint arising out of the facts or conduct
related to Settling Defendant alleged therein and in the Notices. By execution of this Consent
Judgment and agreeing to comply with its terms, the Parties do not admit any fact, conclusion of
law, or violation of law, nor shall compliance with the Consent Judgment constitute or be
construed as an admission by the Parties of any fact, conclusion of law, or violation of law.

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nothing in this Consent Judgment shall prejudice, waive, or impair any right, remedy, argument, 3 or defense any of the Parties may have in this or any other pending or future legal proceedings. 4 This Consent Judgment is the product of negotiation and compromise and is accepted by the 5 Parties solely for purposes of settling, compromising, and resolving issues disputed in this Action. 6 2. DEFINITIONS 7 2.1. "Covered Products" means "Covered Liquid Products" and "Covered Device 8 Products." 9 2.2. "Covered Liquid Products" means liquids that are designed for use with electronic 10 cigarette devices, also known as tanks and vape pens, that are manufactured, distributed, and/or 11 sold by Settling Defendant in California. 12 2.3. "Covered Device Products" means electronic cigarette devices, also known as 13 tanks and vape pens, which contain nicotine or are designed and intended for use with nicotine-14 containing liquid, that are manufactured, distributed, and/or sold by Settling Defendant in 15 California. 2.4. 16 "Effective Date" means the date on which the Court enters this Consent Judgment. 17 3. **INJUNCTIVE RELIEF** 18 3.1. Clear and Reasonable Warnings for Covered Liquid Products. As of the 19 Effective Date, no Covered Liquid Product may be manufactured for sale, distributed or sold in 20 California unless such Covered Liquid Product has a clear and reasonable warning on the outer 21 label of the product. The warning shall state the following: 22 **WARNING**: Use of this product will expose you to formaldehyde and 23 acetaldehyde, chemicals known to the State of California to cause cancer. 24 The warning shall not be preceded by, surrounded by, or include any additional words or phrases 25 that contradict, obfuscate, or otherwise undermine the warning. The warning statement shall be 26 prominently displayed on the Covered Liquid Product with such conspicuousness, as compared 27 with other words, statements, or designs as to render it likely to be read and understood by an 28 -3-DOCUMENT PREPARED ON RECYCLED PAPER CONSENT JUDGMENT AS TO SMART SMOKE, INC. - CASE NO. RG 15-794036

and expressly denies any wrongdoing whatsoever. Except as specifically provided herein,

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1 ordinary individual prior to sale. To the extent that other warning statements are included on the 2 outer label of a Covered Liquid Product, the warning required herein shall be separated from the 3 other warnings by a line that is at least the same height as a line of text on the label. For internet, 4 catalog, or any other sale where the consumer is not physically present and cannot see a warning 5 displayed on the Covered Liquid Product prior to purchase or payment, the warning statement 6 shall be displayed in such a manner that it is likely to be read and understood as being applicable 7 to the Covered Liquid Product being purchased prior to the authorization of or actual payment. 8 Placement of the warning statement at the bottom of an internet webpage that offers multiple 9 products for sale does not satisfy the requirements of this Section.

10

3.1.1. Warnings for Covered Liquid Products in the Stream of Commerce. 11 In an effort to ensure that consumers receive clear and reasonable warnings in compliance with 12 Proposition 65 for Covered Products that have not been labeled in accordance with Section 3.1, 13 within thirty (30) days following the Effective Date, Settling Defendant shall provide warning 14 materials by certified mail to each of its California retailers or distributors to whom Settling 15 Defendant reasonably believes sold Covered Liquid Products prior to the Effective Date. Such 16 warning materials shall include a reasonably sufficient number of stickers in order to permit the 17 retailer or distributor to affix the warning on each Covered Liquid Product such customer has 18 purchased from Settling Defendant. The warning stickers shall contain the warning language set 19 forth in Section 3.1 above. The warning materials shall also include a letter of instruction for the 20 placement of the stickers, and a Notice and Acknowledgment postcard.

21 3.2. Clear and Reasonable Warnings for Covered Device Products. As of the 22 Effective Date, no Covered Device Product may be manufactured for sale, distributed or sold in 23 California unless such Covered Device Product has a clear and reasonable warning on the outer 24 packaging of the product. For Covered Device Products, the warning shall state the following:

> **WARNING**: Use of this product will expose you to formaldehyde and acetaldehyde, chemicals known to the State of California to cause cancer.

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1 The warning shall not be preceded by, surrounded by, or include any additional words or phrases 2 that contradict, obfuscate, or otherwise undermine the warning. The warning statement shall be 3 prominently displayed on the outer packaging of the Covered Device Product with such 4 conspicuousness, as compared with other words, statements, or designs as to render it likely to be 5 read and understood by an ordinary individual prior to sale. To the extent that other warning 6 statements are included on the outer packaging of a Covered Device Product, the warning 7 required herein shall be separated from the other warnings by a line that is at least the same height 8 as a line of text on the label. For internet, catalog, or any other sale where the consumer is not 9 physically present and cannot see a warning displayed on the Covered Device Product prior to 10 purchase or payment, the warning statement shall be displayed in such a manner that it is likely to 11 be read and understood as being applicable to the Covered Device Product being purchased prior 12 to the authorization of or actual payment. Placement of the warning statement at the bottom of an 13 internet webpage that offers multiple products for sale does not satisfy the requirements of this 14 Section.

15

3.2.1. Warnings for Covered Device Products in the Stream of Commerce.

16 In an effort to ensure that consumers receive clear and reasonable warnings in compliance with 17 Proposition 65 for Covered Products that have not been labeled in accordance with Section 3.2, 18 within thirty (30) days following the Effective Date, Settling Defendant shall provide warning 19 materials by certified mail to each of its California retailers or distributors to whom Settling 20 Defendant reasonably believes sold Covered Device Products prior to the Effective Date. Such 21 warning materials shall include a reasonably sufficient number of stickers in order to permit the 22 retailer or distributor to affix the warning on each Covered Device Product such customer has 23 purchased from Settling Defendant. The warning stickers shall contain the warning language set 24 forth in Section 3.2 above. The warning materials shall also include a letter of instruction for the 25 placement of the stickers, and a Notice and Acknowledgment postcard.

3.3. Optional Additional Injunctive Provisions. In order for Settling Defendant to be
eligible for any waiver of the additional civil penalty/ additional settlement payments set forth in

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1	Section 4.1.5 below, Settling Defendant shall undertake one or more of the additional actions		
2	below. If Settling Defendant opts to be bound by this Section, Settling Defendant must provide		
3	CEH with a written election stating which optional provision(s) it is agreeing to implement on or		
4	before November 1, 2017.		
5	3.3.1. Product Reformulation. On or before November 1, 2017, if Settling		
6	Defendant opts to participate in Section 3.3, all Covered Products manufactured for sale in		
7	California shall be manufactured such that use of the Covered Products will not produce		
8	detectable levels of formaldehyde and acetaldehyde.		
9	3.3.2. Product Safety Requirements. On or before November 1, 2017, if		
10	Settling Defendant opts to participate in Section 3.3, Settling Defendant shall make the following		
11	changes to the Covered Products to increase the safety of such products:		
12	3.3.2.1. All Covered Liquid Products manufactured for sale in		
13	California shall be manufactured with child proof caps in accordance with the standards set forth		
14	in 16 C.F.R. § 1700.15(b) and flow restrictions in accordance with the standard set forth in 16		
15	C.F.R. § 1700.15(d).		
16	3.3.2.2. All Covered Products manufactured for sale in California		
17	shall be manufactured without diacetyl in the Covered Products.		
18	3.3.3. Prohibition on Sales and Advertising to Minors. On or before		
19	November 1, 2017, if Settling Defendant opts to participate in Section 3.3, Settling Defendant		
20	shall not sell Covered Products to persons younger than eighteen (18) years of age and shall take		
21	reasonable steps to prevent the sale of Covered Products to such persons, including, but not		
22	limited to the following measures:		
23	3.3.3.1. Settling Defendant shall implement one or more systems for		
24	checking the age of persons who purchase Covered Products on the Internet or in person. The		
25	system shall include age verification by requiring and checking an official government		
26	identification card or verifying through a reputable credit agency the age of anyone who		
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purchases Covered Products on the Internet, or of anyone under twenty-six (26) years old who
 purchases in person.

3 3.3.3.2. Settling Defendant shall not use advertisements that target 4 minors. Specifically, Settling Defendant will not use models or images of people that appear to 5 be younger than twenty-eight (28) years of age, cartoons, art, fashion, or music that is intended 6 and designed to appeal to people under the legal smoking age in advertisements or promotional 7 materials that appear in California, including on the Internet. Additionally, Settling Defendant 8 will not: (a) advertise in any media that has more than 25% under 18 readership; (b) utilize any 9 form of outdoor advertising within 1,000 feet of any school or playground; and (c) sponsor any 10 athletic, musical or other cultural events unless such events are designated as prohibiting patrons 11 under the age of eighteen (18). 12 **3.3.4.** Prohibition on Health and Safety Claims. On or before November 1, 13 2017, if Settling Defendant opts to participate in Section 3.3, Settling Defendant shall not make 14 health and or safety claims on their Products unless such claims have been reviewed and 15 approved by the Federal Food and Drug Administration. Examples of prohibited claims include 16 the following: 17 3.3.4.1. Settling Defendant shall not advertise Covered Products as 18 smoking-cessation devices. 19 3.3.4.2. Settling Defendant shall not make any claim that the Covered Products do not expose users carcinogens or are better or safer than tobacco. 20 21 3.3.4.3. Settling Defendant shall not make any claim that the 22 Covered Products produce no second hand harmful effects.

23 4. PAYMENTS

4.1. Settling Defendant shall initially pay to CEH the total sum of \$18,000, which shall
be allocated as follows and in more detail on Exhibit A:

4.1.1. \$2,366 as a civil penalty pursuant to California Health & Safety Code §
25249.7(b), such money to be apportioned by CEH in accordance with California Health &

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1 Safety Code § 25249.12 (25% to CEH and 75% to the State of California's Office of 2 Environmental Health Hazard Assessment). This civil penalty shall be paid in one (1) check on 3 the date set forth in Exhibit A and shall be made payable to the Center for Environmental Health. 4 **4.1.2.** \$1,774 as an additional settlement payment ("ASP") in lieu of civil penalty 5 to CEH pursuant to Health & Safety Code § 25249.7(b), and California Code of Regulations, 6 Title 11, § 3204. CEH intends to place these funds in CEH's Toxics and Youth Fund and use 7 them to: (1) support CEH programs and activities that seek to educate the public about nicotine, 8 formaldehyde, and acetaldehyde in electronic cigarettes and other toxic chemicals in consumer 9 products that are marketed to youth; (2) expand its use of social media to communicate with 10 Californians about the risks of exposures to nicotine, formaldehyde, and acetaldehyde and other 11 toxic chemicals in the products they and their children use and about ways to reduce those 12 exposures; and (3) work with industries that market products to youth to reduce exposures to 13 nicotine, formaldehyde, and acetaldehyde and other toxic chemicals, and thereby reduce the 14 public health impacts and risks of exposures to nicotine, formaldehyde, and acetaldehyde and 15 other toxic chemicals in consumer products that are marketed to youth in California. CEH shall 16 obtain and maintain adequate records to document that ASPs are spent on these activities and 17 CEH agrees to provide such documentation to the Attorney General within thirty (30) days of any 18 request from the Attorney General. This ASP shall be paid in one (1) check on the date set forth 19 in Exhibit A and shall be made payable to the Center for Environmental Health. 20 **4.1.3.** \$13,860 as a reimbursement of a portion of CEH's reasonable attorneys' 21 fees and costs. This amount shall be paid in three (3) separate checks made payable to the 22 Lexington Law Group on the dates set forth in Exhibit A. 23 **4.1.4.** All checks shall be delivered to Mark Todzo at Lexington Law Group at 24 the address set forth in Section 8.1.2. 25 **4.1.5.** In the event that Settling Defendant elects not to certify its compliance with 26 one or more of the optional provisions in Section 3.3 in accordance with that Section, on or before 27 November 1, 2017, Settling Defendant must make an additional payment for each provision not 28 -8-

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1	certified, as follows: (i) \$2,500 if Settling Defendant elects to not participate in Section 3.3.1; (ii)		
2	\$2,500 if Settling Defendant elects to not participate in Section 3.3.2; (iii) \$2,500 if Settling		
3	Defendant elects to not participate in Section 3.3.3; and (iv) \$2,500 if Settling Defendant elects to		
4	not participate in Section 3.3.4. Each of these payments shall be paid in two (2) separate checks,		
5	each payable to the Center for Environmental Health, to be allocated as follows:		
6	4.1.5.1. Forty percent (40%) shall constitute a civil penalty pursuant to		
7	California Health & Safety Code § 25249.7(b), such money to be apportioned by CEH in		
8	accordance with California Health & Safety Code § 25249.12 (25% to CEH and 75% to the State		
9	of California's Office of Environmental Health Hazard Assessment).		
10	4.1.5.2. Sixty percent (60%) shall constitute an ASP in lieu of civil		
11	penalty to CEH pursuant to Health & Safety Code § 25249.7(b), and California Code of		
12	Regulations, Title 11, § 3204. CEH intends to place these funds in CEH's Toxics and Youth		
13	Fund and use them to: (1) support CEH programs and activities that seek to educate the public		
14	about nicotine, formaldehyde, and acetaldehyde in electronic cigarettes and other toxic chemicals		
15	in consumer products that are marketed to youth; (2) expand its use of social media to		
16	communicate with Californians about the risks of exposures to nicotine, formaldehyde, and		
17	acetaldehyde and other toxic chemicals in the products they and their children use and about ways		
18	to reduce those exposures; and (3) work with industries that market products to youth to reduce		
19	exposures to nicotine, formaldehyde, and acetaldehyde and other toxic chemicals, and thereby		
20	reduce the public health impacts and risks of exposures to nicotine, formaldehyde, and		
21	acetaldehyde and other toxic chemicals in consumer products that are marketed to youth in		
22	California. CEH shall obtain and maintain adequate records to document that ASPs are spent on		
23	these activities and CEH agrees to provide such documentation to the Attorney General within		
24	thirty (30) days of any request from the Attorney General.		
25	5. ENFORCEMENT OF CONSENT JUDGMENT		
26	5.1. CEH may, by motion or application for an order to show cause before the Superior		
27	Court of Alameda County, enforce the terms and conditions contained in this Consent Judgment.		

1 Prior to bringing any motion or application to enforce the requirements of Section 3 above, CEH 2 shall provide Settling Defendant with a Notice of Violation and a copy of any test results which 3 purportedly support CEH's Notice of Violation. The Parties shall then meet and confer regarding 4 the basis for CEH's anticipated motion or application in an attempt to resolve it informally, 5 including providing Settling Defendant a reasonable opportunity of at least thirty (30) days to 6 cure any alleged violation. Should such attempts at informal resolution fail, CEH may file its 7 enforcement motion or application. The prevailing party on any motion to enforce this Consent 8 Judgment shall be entitled to its reasonable attorney's fees and costs incurred as a result of such 9 motion or application. This Consent Judgment may only be enforced by the Parties.

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7.

MODIFICATION OF CONSENT JUDGMENT

6.1. This Consent Judgment may only be modified by written agreement of CEH and
Settling Defendant, or upon motion of CEH or Settling Defendant as provided by law.

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CLAIMS COVERED AND RELEASE

14 7.1. This Consent Judgment is a full, final, and binding resolution between CEH acting 15 in the public interest and Settling Defendant and Settling Defendant's parents, officers, directors, 16 shareholders, divisions, subdivisions, subsidiaries, and their respective successors and assigns 17 ("Defendant Releasees") and all entities to whom they distribute or sell or have distributed or sold 18 Covered Products including, but not limited to, distributors, wholesalers, customers, retailers, 19 franchisees, cooperative members, and licensees ("Downstream Defendant Releasees"), of all 20 claims alleged in the Complaint in this Action arising from any violation of Proposition 65 that 21 have been or could have been asserted in the public interest against Settling Defendant and 22 Downstream Defendant Releases, regarding the failure to warn about exposure to formaldehyde 23 and/or acetaldehyde in the Covered Products manufactured, distributed, or sold by Settling 24 Defendant prior to the Effective Date.

7.2. CEH, for itself, releases, waives, and forever discharges any and all claims alleged
 in the Complaint against Settling Defendant and Downstream Defendant Releasees arising from
 any violation of Proposition 65 that have been or could have been asserted regarding the failure to

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1 warn about exposure to formaldehyde and/or acetaldehyde in connection with Covered				
2	manufactured, distributed, or sold by Settling Defendant prior to the Effective Date.			
3	7.3. Compliance with the terms of this Consent Judgment by Settling Defendant and			
4	the Downstream Defendant Releasees shall constitute compliance with Proposition 65 by Settling			
5	Defendant and Downstream Defendant Releasees with respect to any alleged failure to warn			
6	about formaldehyde and/or acetaldehyde exposures from the Covered Products manufactured,			
7	7 distributed, or sold by Settling Defendant after the Effective Date.			
8	8. PROVISION OF NOTICE			
9	8.1. When any Party is entitled to receive any notice under this Consent Judgment, the			
10	10 notice shall be sent by first class and electronic mail as follows:			
11	8.1.1. Notices to Settling Defendant. The persons for Settling Defendant to			
12	receive notices pursuant to this Consent Judgment shall be:			
13	Welanie Janeison			
14	3808 N Sullivan Rd Bld. 2 Ste. G			
15	Spokane Valley, WA 99216 melanie@smartsmoke.com			
16	8.1.2. Notices to Plaintiff. The persons for CEH to receive notices pursuant to			
17	7 this Consent Judgment shall be:			
18	Mark Todzo			
19	Lexington Law Group 503 Divisadero Street			
20	San Francisco, CA 94117 mtodzo@lexlawgroup.com			
21	8.2. Any Party may modify the person and address to whom the notice is to be sent by			
22	sending the other Parties notice by first class and electronic mail.			
23	9. COURT APPROVAL			
24	9.1. This Consent Judgment shall become effective on the Effective Date, provided			
25 however, that CEH shall prepare and file a Motion for Approval of this Consent Judgmen				
26 27	Settling Defendant shall support approval of such Motion.			
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	CONSENT JUDGMENT AS TO SMART SMOKE, INC. – CASE NO. RG 15-794036			

9.2. If this Consent Judgment is not entered by the Court, it shall be of no force or
 effect and shall not be introduced into evidence or otherwise used in any proceeding for any
 purpose.

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10. GOVERNING LAW AND CONSTRUCTION

10.1. The terms and obligations arising from this Consent Judgment shall be construed
and enforced in accordance with the laws of the State of California.

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11.

ENTIRE AGREEMENT

8 11.1. This Consent Judgment contains the sole and entire agreement and understanding
9 of CEH and Settling Defendant with respect to the entire subject matter hereof, and any and all
10 prior discussions, negotiations, commitments, or understandings related thereto, if any, are hereby
11 merged herein and therein.

12 11.2. There are no warranties, representations, or other agreements between CEH and
13 Settling Defendant except as expressly set forth herein. No representations, oral or otherwise,
14 express or implied, other than those specifically referred to in this Consent Judgment have been
15 made by any Party hereto.

16 11.3. No other agreements not specifically contained or referenced herein, oral or
17 otherwise, shall be deemed to exist or to bind any of the Parties hereto. Any agreements
18 specifically contained or referenced herein, oral or otherwise, shall be deemed to exist or to bind
19 any of the Parties hereto only to the extent that they are expressly incorporated herein.

20 11.4. No supplementation, modification, waiver, or termination of this Consent
21 Judgment shall be binding unless executed in writing by the Party to be bound thereby.

11.5. 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.

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12. RETENTION OF JURISDICTION

26 12.1. This Court shall retain jurisdiction of this matter to implement or modify the
27 Consent Judgment.

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AUTHORITY TO STIPULATE TO CONSENT JUDGMENT

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

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14. NO EFFECT ON OTHER SETTLEMENTS

6 14.1. Nothing in this Consent Judgment shall preclude CEH from resolving any claim
7 against another entity on terms that are different from those contained in this Consent Judgment.

15. EXECUTION IN COUNTERPARTS

9 15.1. The stipulations to this Consent Judgment may be executed in counterparts and by
10 means of facsimile, which taken together shall be deemed to constitute one document.

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IT IS SO STIPULATED:

CENTER FOR ENVIRONMENTAL HEALTH

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Charlie Pizarro Associate Director

Signature

Printed Name

Title

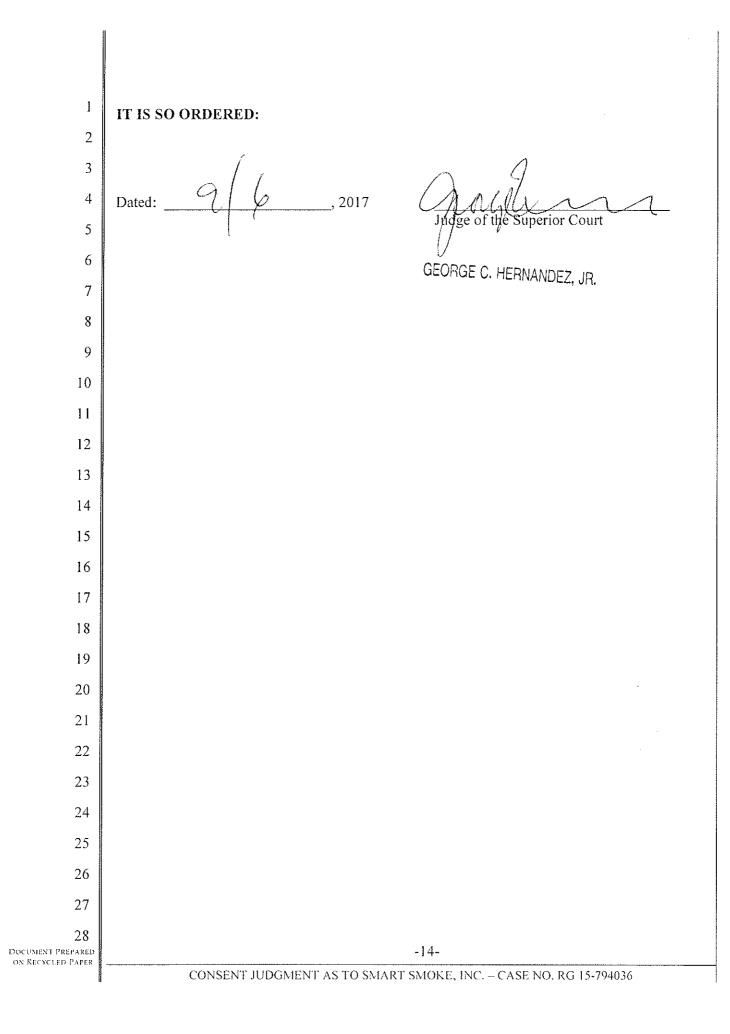
SMART SMOKE, INC.

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1	13. AUTHORITY TO STIPULATE TO CONSENT JUDGMENT			
2	13.1. Each signatory to this Consent Judgment certifies that he or she is fully authorized			
3	by the Party he or she represents to stipulate to this Consent Judgment and to enter into and			
4	execute the Consent Judgment on behalf of the Party represented and to legally bind that Party.			
5	14. NO EFFECT ON OTHER SETTLEMENTS			
6	14.1. Nothing in this Consent Judgment shall preclude CEH from resolving any claim			
7	against another entity on terms that are different from those contained in this Consent Judgment.			
8	15. EXECUTION IN COUNTERPARTS			
9	15.1. The stipulations to this Consent Judgment may be executed in counterparts and by			
10	means of facsimile, which taken together shall be deemed to constitute one document.			
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12	IT IS SO STIPULATED: CENTER FOR ENVIRONMENTAL HEALTH			
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16	Charlie Pizarro Associate Director			
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18	SMART SMOKE, INC.			
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21 _~ 22	Signature			
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23	Joshua Jamerson Printed Name			
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26	President			
27	Title			
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1	EXHIBIT A Settlement Payments and Allocations			
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3		¢20.000		
4	Total Settlement Payment:	\$28,000		
5	Payment 1: Total \$6,000 - Due July 1, 2017			
6	Payment 1 Allocations:			
7	Civil Penalty:	\$2,366		
8	Additional Settlement Payment: Attorneys' Fees and Costs to LLG:	\$1,774 \$1,860		
9	Payment 2: Total \$16,000 (\$10,000 of which may be waived) - Due November 1, 2017			
10				
11	Attorneys' Fees and Costs to LLG:	\$6,000		
12	Waivable Civil Penalty:	\$4,000 total, or \$1,000 for each election		
13		made under Sections 3.3.1, 3.3.2, 3.3.3, or 3.3.4		
14	Waivable Additional Settlement Payment:	\$6,000 total, or \$1,500 for each election made under Sections 3.3.1, 3.3.2, 3.3.3, or		
15		3.3.4		
16				
17	7 Payment 3: Total \$6,000 - Due March 1, 2018			
18	Payment 3 Allocations:			
19	Attorneys' Fees and Costs to LLG:	\$6,000		
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