

# SUPERIOR COURT OF CALIFORNIA COUNTY OF SAN FRANCISCO

# **Document Scanning Lead Sheet**

Nov-08-2017 9:49 am

Case Number: CGC-17-559173

Filing Date: Nov-08-2017 9:49

Filed by: ERICKA LARNAUTI

Image: 06097029

TEXT JUDGMENT

CENTER FOR ADVANCED PUBLIC AWARENESS, INC., A VS. SHAMBALA HEALING CENTER, INC., DOING BUSINESS ET AL

001C06097029

Instructions:

Please place this sheet on top of the document to be scanned.

, 1 2 3 4	Aqua Terra Aeris (ATA) Law Group MATTHEW C. MACLEAR, SBN 209228 ANTHONY M. BARNES, SBN 199048 828 San Pablo Avenue, Suite 115B Albany, CA 94706 Telephone: (415) 568 5200 E-mail: mcm@atalawgroup.com	San Francisco County Superior Court NOV 08 2017 CLERK OF TAE COURT BY: Deputy Clerk	
5	Attorneys for Plaintiff	Deputy Clerk	
6	Center for Advanced Public Awareness, Inc. ("CAPA")		
7	SUPERIOR COURT OF THE STATE OF CALIFORNIA		
8			
9	COUNTY OF SAN FRANCISCO		
10	CENTER FOR ADVANCED PUBLIC	No. <u>CGC-17-559173</u>	
11	AWARENESS, INC., a California nonprofit corporation,	[S <del>TIPULATED</del> ] CONSENT JUDĠMENT	
12	Plaintiff,	(Health & Safety Code § 25249.6 et seq.)	
13	<b>vs.</b>		
14			
15 16	SHAMBALA HEALING CENTER, INC., doing business as Shambhala Healing Center; and DOES 1-25,		
17	inclusive, Defendants.		
18			
19	1. INTRODUCTION		
20	1.1 On May 25, 2017, Plaintiff, CENTER FOR ADVANCED PUBLIC AWARENESS,		
21	INC. ("CAPA"), a non-profit corporation, in the public interest as a private enforcer, commenced this action by filing a Complaint for Permanent Injunction, Civil Penalties and Other Relief (the		
22	"Complaint") pursuant to the provisions of California Health and Safety Code, section 25249.5 et		
23	<i>c.</i> ("Proposition 65"), against Shambala Healing Center, Inc., doing business as Shambhala Healing		
24		efendant") in San Francisco County Superior Court Case CGC-17-559173 ("Action"). In	
25 26	· · · ·	uced, processed, marketed, offered to sell, sold, and/or	
26 27		stributed for sale in the State of California marijuana intended for smoking, the consumption and	
27		CASE NO. CGC-17-559173	
20		LA HEALING CENTER, INC.	

ĩ

1 use of which results in the generation of marijuana smoke, without first providing the clear and 2 reasonable exposure warning required by Proposition 65. Marijuana smoke is listed pursuant to 3 Proposition 65 as a chemical that is known to the State of California to cause cancer. These products, including flowers, leaves, stems, and other organic parts of marijuana plants (referred to hereinafter 4 individually as a "Subject Product" or collectively as "Covered Products") are cannabis or marijuana 5 intended for combustion via smoking and inhalation. The intended and foreseeable consumption and 6 7 use (inhalation) of the Subject Products that are produced, processed, marketed, distributed, offered 8 for sale and/or sold by Defendant in California allegedly results in exposures to marijuana smoke. 9 Plaintiff alleges such exposures require a clear and reasonable Proposition 65 warning, but no such 10 warning was given. Defendant disputes this and other of Plaintiff's allegations.

11 1.2 CAPA and Defendant are hereinafter referred to individually as a "Party" or . 12 collectively as the "Parties."

**1.3** CAPA is a California non-profit corporation that, among other purposes and causes it 13 is dedicated to, provides information about the hazards of toxins in consumer products, protects the 15 public health by preventing pollution and toxics from being discharged, released or emitted into the 16 environment, and enforces state and federal laws in protection of consumers and the environment.

17 1.4 Defendant is a California non-profit corporation that, among other purposes and causes 18 it is dedicated to, provides medical cannabis to ill Californians pursuant to the laws of the State of 19 California and the laws of the City of San Francisco. Defendant is a collective and only provides 20 products to its registered patient members.

21 1.5 For purposes of this Consent Judgment, the Parties agree that Defendant is a business 22 entity that has employed ten or more persons for the alleged violation period, and qualifies as a 23 'person in the course of doing business" within the meaning of Proposition 65. Defendant provides 24 the Subject Products to registered members.

25 1.6 The Complaint is based on allegations contained in CAPA's Notice of Violation, dated February 17, 2017, that was served on the California Attorney General, other public enforcers, and 26 27 Defendant ("Notice of Violation" or "NOV"). More than 60 days, plus five (5) days for mailing, have 28

> CAPA v. SHAMBALA HEALING CENTER, INC. CONSENT JUDGMENT

- 2 -

CASE NO. CGC-17-559173

14

passed since the NOV was mailed and uploaded to the Attorney General's website, and no designated
 governmental entity has diligently prosecuted this matter, as exemplified by the filing of the
 Complaint against Defendant with regard to the Subject Products or the alleged violations.

1.7 CAPA's NOV and Complaint allege that use of the Subject Products exposes persons
in California to marijuana smoke without first providing clear and reasonable warnings in violation
of California Health and Safety Code, section 25249.6. Defendant denies all material allegations
contained in the Notice and Complaint.

8 **1.8** The Parties have entered into this Consent Judgment in order to settle, compromise 9 and resolve disputed claims and thus avoid prolonged and costly litigation. Nothing in this Consent  $10^{\circ}$ 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, or its subsidiaries 11 12 or divisions. Except for the representations made above, nothing in this Consent Judgment shall be construed as an admission by the Parties of any fact, issue of law, or violation of law, nor shall 13 compliance with this Consent Judgment be construed as an admission by the Parties of any fact, issue 14 15 of law, or violation of law, at any time, for any purpose.

16 1.9 Except as expressly set forth herein, nothing in this Consent Judgment shall prejudice,
17 waive, or impair any right, remedy, argument, or defense the Parties have in any other or future legal
18 proceeding unrelated to these proceedings.

19 1.10 The "Effective Date" of this Consent Judgment is the date on which this Court
20 approves and enters the Judgment.

21

28

2.

#### JURISDICTION AND VENUE

22 2.1 The Parties stipulate and agree that the Superior Court of California, County of San
23 Francisco has subject matter jurisdiction over the matters alleged in this action and personal
24 jurisdiction over the Parties to this Final Judgment. The Parties further stipulate that venue is proper
25 in San Francisco County, and that this Court has jurisdiction and authority to enter a full, final and
26 binding resolution of all claims, which were or could have been brought in this action based on the
27 allegations contained in the NOV and/or Complaint.

- 3 -CAPA v. SHAMBALA HEALING CENTER, INC. CONSENT JUDGMENT

1.

3.

## **INJUNCTIVE RELIEF AND WARNINGS TO BE PROVIDED**

3.1 Commencing on the Effective Date, pursuant to the provisions of California Health &
Safety Code, section 25249.7, subdivision (a), Defendant is enjoined and prohibited from violating
or threatening to violate 24249.6 *et seq.*, and its implementing regulations, California Code of
Regulations, title 27, sections 25601 *et seq.* with respect to alleged exposures to marijuana smoke
from the Subject Products.

7

3.2 Clear and Reasonable Warnings

3.2.1 In-Store or Product Label Warnings. Defendant shall either 1) post in-store
warning signs ("In-Store Warnings") or 2) affix a warning label to the packaging, labeling, or directly
on each Subject Product ("Product Label Warning") sold in its dispensary or through a delivery
service, if any, in California.

In-Store Warnings shall be provided at two or more of the following locations: a) at or near each cash register in the store; b) at or near each display case in the store; or c) at or near the entrance to the store. The warnings shall be at least 8 inches by 10 inches, and posted at a height and location that will make it conspicuous and easy to read for the average person. The text of the warning shall be printed in black ink, in a font that is easy to read and legible, but in no case shall be smaller than size 34 font.

The text of Product Label Warnings shall be printed in black ink, in a font that is easy to read and legible, in the same type size or larger than the Subject Product's description text. The warning shall be securely affixed to (via a label) or printed upon the container, label, or labeling of each Subject Product. Employees may not write over the text of the warning for any reason.

Nothing in this Consent Judgment shall be interpreted to prohibit Defendant from modifying
the warning text to also reference reproductive harm in compliance with California Code of
Regulations, title 27, sections 25601 *et seq.*, as may be amended. If Defendant provides a warning
for reproductive harm, Defendant may use the bracketed language set forth below, without further
approval by the Court. The warning must be substantially similar to the following and may also

27

28

CAPA V. SHAMBALA HEALING CENTER, INC. CONSENT JUDGMENT

include a warning concerning birth defects or other reproductive harm (bracketed [] language below
 may be added at the sole discretion of Defendant):

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

A WARNING:

or

3

4

5

6

7

8

9

10

11

12

Smoking [or consuming] marijuana products can expose you to chemicals including marijuana smoke, which is known to the State of California to cause cancer[, and \_\_\_\_\_, which is known to the State of California to cause birth defects or other reproductive harm]. For more information go to <u>www.P65Warnings.ca.gov</u>.

Or the following short form warning as follows:

**WARNING:** Cancer [and Reproductive Harm]- <u>www.P65Warnings.ca.gov</u>.

Internet Website Warning. For all Subject Products that are advertised on a 3.2.2 13 website as offered for sale at Defendant's dispensary or available for delivery directly to Defendant's 14 dispensary members, a warning that complies with the content requirements of Section 25603(a) and warning 15 Section 3.2.1 above must also be provided by including either the warning or a clearly marked 16 hyperlink using the word "WARNING" on the Subject Product display page, or by otherwise 17 prominently displaying the warning to the purchaser prior to completing the purchase. If a short-form 18 warning is provided as set forth above, the warning provided on the website may use the same content 19 as the on-product warning. Defendant may include supplemental information only as set forth in 20 California Code of Regulations, title 27, Section 25601(e). 21

3.2.3 Membership Warning. Defendant shall provide a warning in its Membership
 Agreement which includes a warning as specified in Section 3.2.1. This Warning shall be printed in
 black ink, in a font that is no smaller than the type on the rest of the page, and separated from
 surrounding text.

- 26
- 27

111

28

CAPA V. SHAMBALA HEALING CENTER, INC. CONSENT JUDGMENT

#### 1 4.

#### SETTLEMENT PAYMENT

4.1 In full satisfaction of all potential civil penalties, additional settlement payments, 2 attorney's fees, and costs, Defendant shall pay \$55,000.00 ("Total Settlement Payment"). One half 3 4 of the Total Settlement Amount (\$27,500.00) shall be paid within seven (7) days of the Effective 5 Date. The final half of the Total Settlement Amount (\$27,500.00) shall be paid on or before December 10, 2017, provided that the Consent Judgment has been approved and entered by the Court, 6 7 but if not then within three (3) weeks of the Effective Date. Defendant shall make each one-half payment by wire transfer to ATA's escrow account, for which ATA will give Defendant the necessary 8 9 account information, or other reasonable commercial method including by cash. The Total Settlement Amount shall be apportioned as follows: 10

4.2 <u>PENALTY AMOUNT</u> \$9,701.74 shall be considered a civil penalty pursuant to
California Health and Safety Code section 25249.7, subdivision (B)(1). CAPA shall remit 75%
(\$7,276.31) of the total 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, section 25249.12, subdivision (c). CAPA will retain the
remaining 25% (\$2,425.44) of the civil penalty.

4.3 <u>COSTS</u> \$936.11 shall be distributed to CAPA as reimbursement for reasonable costs
incurred in bringing this action.

4.4 <u>ATTORNEYS FEES AMOUNT.</u> \$34,660.50 shall be distributed to Aqua Terra
Aeris Law Group ("ATA") for legal fees and costs incurred as a result of this matter, including
investigating, bringing this matter to Defendant's attention, litigating, and negotiating a settlement in
the public interest.

4.5 In the event that Defendant fails to remit the Total Settlement Payment owed under
Section 4 of this Consent Judgment on or before December 10, 2017, Defendant shall be deemed to
be in material breach of its obligations under this Consent Judgment. CAPA shall provide written
notice of the delinquency to Defendant's counsel via electronic mail. If Defendant fails to deliver the
Total Settlement Payment within five (5) after the written notice, the Total Settlement Payment shall

28

become immediately due and payable and shall accrue interest at the statutory judgment interest rate
 provided in the Code of Civil Procedure, section 685.010. Additionally, Defendant agrees to pay
 ATA's reasonable attorney fees and costs for reasonably necessary efforts to collect the payment due
 under this Consent Judgment.

5 4.6 ADDITIONAL SETTLEMENT PAYMENTS. \$9,701.65 shall be distributed to CAPA as an Additional Settlement Payment ("ASP"), pursuant to California Code of Regulations, 6 7 title 27, sections 3203, subdivision (d), and 3204. CAPA will utilize the ASP for activities that address the same public harm as allegedly caused by Defendant in this matter. These activities are 8 9 detailed below and support CAPA's overarching goal of reducing use, misuse, and exposure to hazardous and toxic chemicals, fostering and increasing the public awareness of chemicals inherent 10 11 in consumer products, facilitating a safe environment for consumers and employees, and encouraging 12 corporate responsibility. CAPA's activities have had, and will continue to have, a direct and primary effect within the State of California because California consumers will be benefitted by the reduction 13 of exposure to marijuana smoke and increase informed choices made by patients and consumers 14 before exposure by providing clear and reasonable warnings to California consumers prior to 15 exposure resulting from purchase of the products. 16

17 CAPA hereby provides the following list of activities CAPA engages in to protect California consumers through Proposition 65 citizen enforcement, along with a breakdown of how ASP funds 18 19 will be utilized to facilitate those activities: (1) ENFORCEMENT (70%-80%): investigating, 20 obtaining, shipping, analyzing, and/or testing dispensaries or products that may contain carcinogenic chemicals contained in marijuana smoke and are sold to and expose California consumers to 21 chemicals listed under Proposition 65; continued monitoring and enforcement of past consent 22 judgments and settlements to ensure companies are in compliance with their obligations thereunder, 23 24 with a specific focus on those judgments and settlements concerning chemicals of concern (which necessarily includes additional work, investigating, purchasing, processing, analyzing and/or testing 25 26 consumer products; litigating matters that result in settlements, judgments, defaults, bankruptcies, or 27 dismissals); (2) PUBLIC OUTREACH (up to 5%): public outreach programs including maintaining

28

CAPA V. SHAMBALA HEALING CENTER, INC. CONSENT JUDGMENT

CAPA's blog, website, and social media accounts; (3) SPECIAL PROJECTS (up to 5%): projects 1 2 including obtaining expert and legal opinions not specific to any one case that are necessary to the 3 continued private enforcement of Proposition 65; and/or (4) PRODUCT DATABASE (up to 5%): 4 maintaining a database with all products sold to California consumers that CAPA has obtained which 5 could cause an exposure to marijuana smoke or other toxic, carcinogenic or reproductive harms. CAPA will maintain adequate records to document that the funds paid as an ASP are spent on 6 the activities described herein. CAPA shall provide the Attorney General, within thirty days of any 7 8 request, copies of documentation demonstrating how such funds have been spent.

9 4.7 Defendant shall issue separate 1099 forms for each of its payments under this Consent
10 Judgment to the persons identified below:

(a) "Center for Advanced Public Awareness, Inc.," whose address and tax
identification number shall be furnished after this Consent Judgment has been fully
executed by the Parties.

14
15
16
17
16
17
16
17
17
18
19
19
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
10
<

16 For any payment that is returned for insufficient funds, payment must be made by a cashier's check
17 within ten (10) calendar days of notification of insufficient funds.

18

28

5.

#### CLAIMS COVERED AND RELEASED

ŝ

19 5.1 Plaintiff's Public Binding Release of Proposition 65 Claims. This Consent 20 Judgment is a full, final, and binding resolution between CAPA, acting on behalf of itself and in the 21 public interest, and Defendant, and its parents, subsidiaries, directors, officers, employees, attorneys, and for those affiliated entities under common ownership (collectively, "Releasees") related to any 22 23 violation of Proposition 65 that was or could have been asserted by CAPA, on behalf of itself and in the public interest, against Releasees for unwarned exposures to marijuana smoke, and for claims 24 25 based on the NOV and/or complaint, relating to the Subject Products produced, processed, marketed, 26 offered for sale, sold or distributed for sale in California by Defendant prior to the Effective Date. 27 Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 with

> CAPA V. SHAMBALA HEALING CENTER, INC. CONSENT JUDGMENT

respect to the claims asserted in the NOV and exposures to marijuana smoke from the Subject 1. 2 Products sold by or through Defendant after the Effective Date.

3 5.2 CAPA's Individual Release of Claims. CAPA, on its own behalf, also provides a release herein which shall be effective as a full and final accord and satisfaction, as a bar to all actions, 4 5 causes of action, obligations, costs, expenses, attorneys' fees, damages, losses, claims, liabilities and demands of CAPA of any nature, character or kind, whether known or unknown, suspected or 6 unsuspected, arising out of alleged or actual exposures to marijuana smoke, and claims that were or 7 could have been asserted based on the NOV and/or complaint relating to the Subject Products grown, 8 9 cultivated, processed, sold or distributed for sale by Defendant in California before the Effective Date.

10 5.3 Defendant's Release of CAPA. Defendant, on its own behalf and on behalf of its 11 past and current agents, representatives, attorneys, successors, and assignees, hereby waives any and 12 all claims that it may have against CAPA and its attorneys and other representatives, for any and all 13 actions taken or statements made (or those that could have been taken or made) by CAPA and its attomeys and other representatives, whether in the course of investigating claims, otherwise seeking 14 15 to enforce Proposition 65 against it in this matter.

- 16 5.4 California Civil Code, Section 1542. It is possible that other claims not known to 17 the Parties arising out of the facts alleged in the Notice and relating to the Subject Products will 18 develop or be discovered. CAPA on its behalf only, on one hand, and Defendant, on the other hand, 19 acknowledge that this Consent Judgment is expressly intended to cover and include all such claims 20 up through the Effective Date, including all rights of action therefor. CAPA and Defendant 21 acknowledge that the claims released in Sections 5.2 and 5.3 above may include unknown claims, and nevertheless waive California Civil Code, section 1542 as to any such unknown claims. 22 23 California Civil Code, section 1542 reads as follows:
- 24
- 25
- 26

27

28

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 FECTED HIS OR HER SETTLEMENT WITH THE DEBTOR.

CASE NO. CGC-17-559173

- 9 -CAPA v. SHAMBALA HEALING CENTER, INC. CONSENT JUDGMENT

CAPA and Defendant each acknowledge and understand the significance and consequences
 of this specific waiver of California Civil Code, section 1542.

#### 6. COURT APPROVAL

This Consent Judgment has no force or effect until it is approved and entered by the Court
and shall be null and void if, for any reason, it is not approved and entered by the Court within one
year after it has been fully executed by all Parties.

7 7 7. SEVERABILITY

8 If, subsequent to the execution of this Consent Judgment, any provision of this Consent
9 Judgment is held by a court to be unenforceable, the validity of the remaining provisions shall not be
10 adversely affected.

11

3

# 8. GOVERNING LAW AND CONTINUING JURISDICTION

12 The terms of this Consent Judgment shall be governed by the laws of the state of California 13 and apply within the state of California. Pursuant to Code of Civil Procedure section 664.6, the Court 'n=14 retains jurisdiction over this matter and terms of the Judgment contained herein. In the event <sup>1</sup>-15 Proposition 65 is repealed or is otherwise rendered inapplicable by reason of law generally, or as to the Subject Products, then Defendant may provide written notice to CAPA of any asserted change in 16 the law, and have no further obligations pursuant to this Consent Judgment, with respect to, and to 17 the extent that, the Subject Products are so affected. Nothing in this Consent Judgment shall be 18 interpreted to relieve Defendant from any obligation to comply with any pertinent state laws 19 20 concerning labeling, warning or toxics in consumer products. If OEHHA or other governmental body 21 with authority promulgates regulations setting forth warning text and/or methods of transmission 22 required or permitted to be used under Proposition 65 for exposures to marijuana smoke in the Subject Products as defined herein, then at its sole discretion Defendant may use such other warning text 23 and/or method of transmission, without being in breach of this Consent Judgment, provided that 24 25 Defendant sends written notice of this decision and includes the content and means of transmission 26 of the warning to CAPA sixty (60) days in advance of implementing any such changes. CAPA shall

27

28

- 10 -CAPA v. SHAMBALA HEALING CENTER, INC.

CONSENT JUDGMENT

have an opportunity to provide comments and to meet and confer regarding the proposed changes
 before they are fully implemented.

3 9. NOTICES

0

Unless specified herein, all correspondence and notices required to be provided pursuant to this Consent Judgment shall be in writing and sent by the following methods, with additional copy to counsel via electronic mail: (i) personal delivery; (ii) first-class mail, registered or certified, with return receipt requested; or (iii) a recognized overnight courier on any party by the other party at the following addresses:

9 For Defendant:

10 Shambhala Healing Center, Inc. ATTN: Khader El Shawa, CEO 11 2201 Mission Street San Francisco, CA 94110 12 With a copy to: 13 Ann G. Grimaldi Grimaldi Law Offices The LA 50 California Street, Suite 1500 -to 17 15 San Francisco, CA 94111 ann.grimaldi@grimaldilawoffices.com 16 For CAPA: 17 **Executive Director** 18 Center for Advanced Public Awareness, Inc. 180 Promenade Cir. 19 Sacramento, CA 95834 20 With a copy to: 21 Aqua Terra Aeris Law Group c/o Matthew Maclear 22 828 San Pablo Avenue, Suite 115B 23 Albany, CA 94706 mcm@atalawgroup.com 24 25 Any Party may change its notice name and address by informing the other party in writing, 26 but no change is effective until proof of receipt is confirmed. All notices and other communications 27 required or permitted under this Final Judgment that are properly addressed as provided in this 28 CASE NO. CGC-17-559173 - 11 -CAPA v. SHAMBALA HEALING CENTER, INC.

CONSENT JUDGMENT

paragraph are effective upon delivery if delivered personally or by overnight mail, or are effective
 five (5) days following deposit in the United States mail, postage prepaid, if delivered by First Class
 mail.

## **10. COUNTERPARTS; FACSIMILE SIGNATURES**

This Consent Judgment may be executed in counterparts, and by facsimile or portable
document format (PDF) signature, each of which shall be deemed an original, and all of which, when
taken together, shall constitute one and the same document.

## 8 || 11. POST EXECUTION ACTIVITIES

9 CAPA agrees to comply with the reporting form requirements referenced in Health & Safety Code, section 25249.7, subdivision (f). The Parties further acknowledge that, pursuant to Health & 10 11 Safety Code, section 25249.7, subdivision (f), a noticed motion is required to obtain judicial approval 12 of the settlement. In furtherance of obtaining such approval, CAPA and Defendant agree to mutually employ their best efforts, and that of their counsel, to support the entry of this agreement as a Consent 13 14 Judgment, and to obtain judicial approval of the settlement in a timely manner. If the Attorney 15 General objects to any term in this Consent Judgment, the Parties shall use their best individual and collective efforts to resolve the concern in a timely manner, and if possible in advance of the hearing 16 on the motion to approve settlement. If the Court does not approve of the Stipulated Consent 17 Judgment, it shall be void or voided and have no force or effect. 18

19 12. MODIFICATION

This Consent Judgment may be modified only by: (i) a written agreement of the Parties and upon entry of a modified consent judgment by the Court thereon; or (ii) upon successful motion or application of any Party and the entry of a modified consent judgment by the Court.

23 13. AUTHORIZATION

The undersigned are authorized to execute this Consent Judgment on behalf of their respective
Parties and have read, understood and agree to all of the terms and conditions of this Consent
Judgment.

12

27

4

Since

28

#### **14. DRAFTING**

1

It shall be conclusively presumed that the Parties participated equally in the drafting of this
Consent Judgment. The Parties discussed each and every term and provision, and the meaning thereof,
in advance of executing this stipulation. Each Party has had an opportunity to fully discuss the terms
and conditions with legal counsel.

6 15. ENFORCEMENT

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 and confer in person, in writing or via telephone
9 to attempt to resolve the dispute in an amicable and amenable fashion. No action or motion may be
10 filed unless such a good faith attempt to resolve the dispute occurs before such a filing.

11 CAPA may, by motion or order to show cause before this Court, seek to enforce the terms and 12 conditions contained in this Consent Judgment. CAPA may seek whatever penalties/fines, costs, fees or other remedies are provided for in the Consent Judgment or allowed by law for failure to comply 13 with the Consent Judgment, pursuant to Code of Civil Procedure 664.6. To the extent that the alleged 14 failure to comply with the Consent Judgment constitutes a violation of Proposition 65 or other laws, 15 16 CAPA shall not be limited to enforcement of this Consent Judgment and may seek, in a separately filed action, whatever penalties/fines, costs, fees or other remedies as provided for by law for failure 17 18 to comply with Proposition 65 or other law(s).

**19 16. ENTIRE AGREEMENT** 

This Consent Judgment contains the sole and entire agreement and understanding of the Parties with regard to this matter, including any and all prior discussions, negotiations, commitments or understanding related thereto. No representations, oral, written or otherwise, express or implied, unless specifically referred to herein shall be deemed to exist or to bind any Party as it relates to the allegations made in this action.

26 27

25

17 8. 18

28

CASE NO. CGC-17-559173

CAPA v. SHAMBALA HEALING CENTER, INC. Consent Judgment express or implied, unless specifically referred to herein shall be deemed to exist or to bind any Party as it relates to the allegations made in this action.

# 5 17. STIPULATED REQUEST FOR FINDINGS, APPROVAL OF SETTLEMENT AND 6 ENTRY OF CONSENT JUDGMENT

7 This Consent Judgment has come before the Court upon request of the Parties for the Court
8 to fully review its terms and to be fully informed regarding the matters which are the subject of this
9 action, and to:

- (1) Find the terms and provisions of this Consent Judgment represent a fair and equitable settlement of all matters raised by the allegations of the Complaint, that the matter has been diligently prosecuted and that the public interest is served by such settlement; and
- (2) Make the statutory findings required pursuant to Health and Safety Code section 25249.7, subdivision (f)(4), approve the settlement and approve this Consent Judgment.

# IT IS SO STIPULATED.

1

2

3

4

10

1

2

3

4

5

6

7

8

9

20

21

22

23

24

25

DATED:

# CENTER FOR ADVANCED PUBLIC AWARENESS, INC.

**BY**:

Clifford Brechner **Executive Director** 

SHAMBALA HEALING CENTER, INC., doing business as SHAMBHALA HEALING CENTER

26 15. 2017 DATED k h adg 27 HAWA 28 CASE NO. CGC-17-559173 CAPA V. SHAMBALA HEALING CENTER, INC. CONSENT JUDGMENT

	- X, *
APPROVED AS TO F	<sup>7</sup> ORM:
2	AQUA TERRA AERIS LAW GROUP, LLP
3	- menneme
4 DATED: September 15, 2	
5	Matthew Maclear Attorney for Plaintiff, Center for
6	Advanced Public Awareness, Inc.
7	GRIMALDI LAW OFFICES
8	
DATED: September 15, 2	
9	Ann G. Grimaldi Attorney for Defendant, Shambala
10	Healing Center, Inc., doing business as
11	Shambhala Healing Center
12	ORDER AND JUDGMENT
13 Based upon the Parti	ies' stipulation, and good cause appearing therefor, this Consent Judgmen
14	i statistic prime and statistic statistics
15	is hereby entered according to its terms.
16 11 15 SO ORDERI	ED, ADJUDGED AND DECREED.
17	
18 Date: 118119	C/C
19	Judge of the Superior Court
20	HAROLD KAHN
21	
22	
23	
24	
25	
26	
11	
. 27	
27 28	
•	- 15 - CASE NO. CGC-17-559173 CAPA V. SHAMBALA HEALING CENTER, INC.