



**FILED**  
**ALAMEDA COUNTY**

**JUL 06 2018**

**CLERK OF THE SUPERIOR COURT**  
By *C. Mendez* Deputy

1 Michael Freund SBN 99687  
2 Ryan Hoffman SBN 283297  
3 Michael Freund & Associates  
4 1919 Addison Street, Suite 105  
5 Berkeley, CA 94704  
6 Telephone: (510) 540-1992  
7 Facsimile: (510) 540-5543

8 Attorneys for Plaintiff  
9 ENVIRONMENTAL RESEARCH CENTER, INC

10 Amy P. Lally SBN 198555  
11 Sidley Austin LLP  
12 1999 Avenue of the Stars  
13 17th Floor  
14 Los Angeles, CA 90067  
15 Telephone: (310) 595 9662

16 Attorney for Defendant  
17 ALLYSIAN SCIENCES INC.

18 **SUPERIOR COURT OF THE STATE OF CALIFORNIA**  
19 **COUNTY OF ALAMEDA**

20 ENVIRONMENTAL RESEARCH  
21 CENTER, INC., a California non-profit  
22 corporation

23 **Plaintiff,**

24 vs.

25 ALLYSIAN SCIENCES INC., a Nevada  
26 Corporation, and DOES 1-100

27 **Defendants.**

CASE NO. RG18899556

STIPULATED CONSENT  
JUDGMENT

Health & Safety Code § 25249.5 *et seq.*

Action Filed: Trial Date: None set

28 **1. INTRODUCTION**

1.1 On April 3, 2018, Plaintiff Environmental Research Center, Inc. ("ERC"), a non-profit corporation, as a private enforcer and in the public interest, initiated this action by filing a Complaint for Injunctive and Declaratory Relief and Civil Penalties (the "Complaint") pursuant to the provisions of California Health and Safety Code section 25249.5 *et seq.*

1 ("Proposition 65"), against Allysian Sciences Inc., a Nevada Corporation ("Allysian") and Does  
2 1-100. In this action, ERC alleges that one of the products manufactured, distributed, or sold by  
3 Allysian contains lead and propargite, chemicals listed under Proposition 65 as carcinogens and  
4 reproductive toxins, and exposes consumers to these chemicals at levels requiring a Proposition  
5 65 warning. This product (referred to hereinafter as the "Covered Product") is: Allysian Genesis  
6 Green + Berry Powder.

7 1.2 ERC and Allysian are hereinafter referred to individually as a "Party" or  
8 collectively as the "Parties."

9 1.3 ERC is a 501 (c)(3) California non-profit corporation dedicated to, among other  
10 causes, helping safeguard the public from health hazards by reducing the use and misuse of  
11 hazardous and toxic chemicals, facilitating a safe environment for consumers and employees,  
12 and encouraging corporate responsibility.

13 1.4 For purposes of this Consent Judgment, the Parties agree that Allysian is a "person  
14 in the course of doing business" within the meaning of Proposition 65. Allysian manufactures,  
15 distributes, and/or sells the Covered Product.

16 1.5 The Complaint is based on allegations contained in ERC's Notice of Violation  
17 dated January 22, 2018 that was served on the California Attorney General, other public  
18 enforcers, and Allysian ("Notice"). A true and correct copy of the 60-Day Notice dated January  
19 22, 2018 is attached hereto as Exhibit A and incorporated by reference. More than 60 days  
20 have passed since the Notice was served on the Attorney General, public enforcers, and  
21 Allysian and no designated governmental entity has filed a complaint against Allysian with  
22 regard to the Covered Product or the alleged violations.

23 1.6 ERC's Notice and Complaint allege that use of the Covered Product exposes  
24 persons in California to lead and propargite without first providing clear and reasonable  
25 warnings in violation of California Health and Safety Code section 25249.6. Allysian denies all  
26 material allegations contained in the Notice and Complaint.

27 1.7 The Parties have entered into this Consent Judgment in order to settle,  
28 compromise, and resolve disputed claims and thus avoid prolonged and costly litigation.

1 Nothing in this Consent Judgment nor compliance with this Consent Judgment shall constitute or  
2 be construed as an admission by any of the Parties or by any of their respective officers,  
3 directors, shareholders, employees, agents, parent companies, subsidiaries, divisions, franchisees,  
4 licensees, customers, suppliers, distributors, wholesalers, or retailers of any fact, issue of law, or  
5 violation of law.

6 1.8 Except as expressly set forth herein, nothing in this Consent Judgment shall  
7 prejudice, waive, or impair any right, remedy, argument, or defense the Parties may have in any  
8 current or future legal proceeding unrelated to these proceedings.

9 1.9 The Effective Date of this Consent Judgment is the date on which notice is given  
10 that it has been entered as a Judgment by this Court.

11 **2. JURISDICTION AND VENUE**

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

19 **3. INJUNCTIVE RELIEF, REFORMULATION, TESTING AND WARNINGS**

20 3.1 Beginning on the Effective Date, Allysian shall be permanently enjoined from  
21 manufacturing for sale in the State of California, "Distributing into the State of California", or  
22 directly selling in the State of California, any Covered Product which exposes a person to a  
23 "Daily Lead Exposure Level" of more than 0.5 micrograms of lead per day or any detectable  
24 level of propargite as determined by the quality control methodology described in Section 3.4  
25 unless it meets the warning requirements under Section 3.2.

26 3.1.1 As used in this Consent Judgment, the term "Distributing into the State  
27 of California" shall mean to directly ship a Covered Product into California for sale in  
28

1 California or to sell a Covered Product to a distributor that Allysian knows or has reason to  
2 know will sell the Covered Product in California.

3           **3.1.2** For purposes of this Consent Judgment, the "Daily Lead Exposure  
4 Level" shall be measured in micrograms, and shall be calculated using the following formula:  
5 micrograms of lead per gram of product, multiplied by grams of product per serving of the  
6 product (using the largest serving size appearing on the product label), multiplied by servings  
7 of the product per day (using the largest number of servings in a recommended dosage  
8 appearing on the product label), which equals micrograms of lead exposure per day. If no  
9 recommended daily serving size is provided on the label, then the daily serving size shall equal  
10 one.

11           **3.2 Clear and Reasonable Warnings**

12           If Allysian is required to provide a warning pursuant to Section 3.1, the following warning  
13 must be utilized ("Warning"):

14           **WARNING:** Consuming this product can expose you to chemicals including lead which  
15 are known to the State of California to cause cancer and birth defects or other reproductive  
16 harm. For more information go to [www.P65Warnings.ca.gov/food](http://www.P65Warnings.ca.gov/food).

17           The Warning shall be securely affixed to or printed upon the container or label of each  
18 Covered Product. If the Warning is provided on the label, it must be set off from other  
19 surrounding information and enclosed in a box. In addition, for any Covered Product sold over  
20 the internet by Allysian, the Warning shall appear on the checkout page when a California  
21 delivery address is indicated for any purchase of any Covered Product, on the product display  
22 page for the Covered Product, or in a pop-up window. An asterisk or other identifying method  
23 must be utilized to identify which products on the checkout page are subject to the Warning.

24           The Warning shall be at least the same size as the largest of any other health or safety  
25 warnings also appearing on its website or on the label or container of Allysian's product packaging  
26 and the word "WARNING" shall be in all capital letters and in bold print. The Warning will not  
27 contain statements indicating that the chemicals in the Covered Product are naturally occurring.

28           Allysian must display the above Warning with such conspicuousness, as compared with  
other words, statements, design of the label, container, or on its website, as applicable, to render

1 the Warning likely to be read and understood by an ordinary individual under customary  
2 conditions of purchase or use of the product.

### 3 3.3 Reformulated Covered Product

4 A Reformulated Covered Product is one for which the "Daily Lead Exposure Level" is no  
5 greater than 0.5 micrograms of lead per day and for which there is no detectable presence of  
6 propargite as determined by the quality control methodology described in Section 3.4 .

### 7 3.4 Testing and Quality Control Methodology

8 3.4.1 Beginning within one year of the Effective Date, Allysian shall arrange  
9 for lead and propargite testing of the Covered Product, if it does not comply with the warning  
10 requirements under Section 3.2, at least once a year for a minimum of five consecutive years by  
11 arranging for testing of five randomly selected samples of the Covered Product, in the form  
12 intended for sale to the end-user, which Allysian intends to sell or is manufacturing for sale in  
13 California, directly selling to a consumer in California or "Distributing into the State of  
14 California." If tests conducted pursuant to this Section demonstrate that no Warning is required  
15 for the Covered Product during each of five consecutive years, then the testing requirements of  
16 this Section will no longer be required as to the Covered Product. However, if during or after  
17 the five-year testing period, Allysian changes ingredient suppliers for the Covered Product  
18 and/or reformulates the Covered Product, Allysian shall test the Covered Product annually for  
19 at least four (4) consecutive years after such change is made.

20 3.4.2 For purposes of measuring the "Daily Lead Exposure Level," the highest  
21 lead detection result of the five (5) randomly selected samples of the Covered Product will be  
22 controlling.

23 3.4.3 All testing pursuant to this Consent Judgment shall be performed using a  
24 laboratory method that complies with the performance and quality control factors appropriate for  
25 the method used, including limit of detection, qualification, accuracy, and precision that meets  
26 the following criteria: for lead, Inductively Coupled Plasma-Mass Spectrometry ("ICP-MS")  
27 achieving a limit of quantification of less than or equal to 0.010 mg/kg; for propargite, Quick,  
28 Easy, Cheap, Effective, Rugged, and Safe ("QuEChERS") achieving a limit of quantification of

1 less than or equal to 0.05 mg/kg; or any other testing method subsequently agreed to in writing  
2 by the Parties and approved by the Court through entry of a modified consent judgment.

3           3.4.4 All testing pursuant to this Consent Judgment shall be performed by an  
4 independent third party laboratory certified by the California Environmental Laboratory  
5 Accreditation Program or an independent third-party laboratory that is registered with the  
6 United States Food & Drug Administration.

7           3.4.5 Nothing in this Consent Judgment shall limit Allysian's ability to  
8 conduct, or require that others conduct, additional testing of the Covered Product, including the  
9 raw materials used in their manufacture.

10           3.4.6 Within thirty (30) days of ERC's written request, which shall not be  
11 made more than once per year within the first five years after the Effective Date, Allysian shall  
12 deliver lab reports obtained pursuant to Section 3.4 to ERC. Allysian shall retain all test results  
13 and documentation for a period of five years from the date of each test.

14       **4. SETTLEMENT PAYMENT**

15           4.1 In full satisfaction of all potential civil penalties, additional settlement payments,  
16 attorney's fees, and costs, Allysian shall make a total payment of \$85,000.00 ("Total  
17 Settlement Amount") to ERC within five (5) months of the Effective Date in five (5) equal  
18 monthly installments of \$17,000.00 with the first payment due and owing within five (5)  
19 business days of the Effective Date and each additional payment to follow in thirty (30) day  
20 increments ("Due Dates"). Allysian shall make each payment by wire transfer to ERC's  
21 escrow account, for which ERC will give Allysian the necessary account information. The  
22 Total Settlement Amount shall be apportioned as follows:

23           4.2 \$26,240.32 shall be considered a civil penalty pursuant to California Health and  
24 Safety Code section 25249.7(b)(1). ERC shall remit 75% (\$19,680.24) of the civil penalty to  
25 the Office of Environmental Health Hazard Assessment ("OEHHA") for deposit in the Safe  
26 Drinking Water and Toxic Enforcement Fund in accordance with California Health and Safety  
27 Code section 25249.12(c). ERC will retain the remaining 25% (\$6,560.08) of the civil penalty.

28

1           4.3     \$2,691.55 shall be distributed to ERC as reimbursement to ERC for reasonable  
2 costs incurred in bringing this action.

3           4.4     \$19,680.21 shall be distributed to ERC as an Additional Settlement Payment  
4 ("ASP"), pursuant to California Code of Regulations, title 11, sections 3203, subdivision (d) and  
5 3204. ERC will utilize the ASP for activities that address the same public harm as allegedly  
6 caused by Allysian in this matter. ERC represents that these activities are detailed below and  
7 support ERC's overarching goal of reducing and/or eliminating hazardous and toxic chemicals in  
8 dietary supplement products in California. ERC represents that its activities have had, and will  
9 continue to have, a direct and primary effect within the State of California because California  
10 consumers will be benefitted by the reduction and/or elimination of exposure to lead and or  
11 propargite in dietary supplements and/or by providing clear and reasonable warnings to  
12 California consumers prior to ingestion of the products.

13           Based on its review of past years' actual budgets, ERC represents that it is providing the  
14 following list of activities ERC engages in to protect California consumers through Proposition  
15 65 citizen enforcement, along with a breakdown of how ASP funds will be utilized to facilitate  
16 those activities: (1) ENFORCEMENT (65-80%): obtaining, shipping, analyzing, and testing  
17 dietary supplement products that may contain lead and/or propargite and are sold to California  
18 consumers. This work includes continued monitoring and enforcement of past consent  
19 judgments and settlements to ensure companies are in compliance with their obligations  
20 thereunder, with a specific focus on those judgments and settlements concerning lead and/or  
21 propargite. This work also includes investigation of new companies that ERC does not obtain  
22 any recovery through settlement or judgment; (2) VOLUNTARY COMPLIANCE PROGRAM  
23 (10-20%): maintaining ERC's Voluntary Compliance Program by acquiring products from  
24 companies, developing and maintaining a case file, testing products from these companies,  
25 providing the test results and supporting documentation to the companies, and offering guidance  
26 in warning or implementing a self-testing program for lead and/or propargite in dietary  
27 supplement products; and (3) "GOT LEAD" PROGRAM (up to 5%): maintaining ERC's "Got  
28 Lead?" Program which reduces the numbers of contaminated products that reach California

1 consumers by providing access to free testing for lead in dietary supplement products (Products  
2 submitted to the program are screened for ingredients which are suspected to be contaminated,  
3 and then may be purchased by ERC, catalogued, sent to a qualified laboratory for testing, and the  
4 results shared with the consumer that submitted the product).

5 ERC shall be fully accountable in that it will maintain adequate records to document and  
6 will be able to demonstrate how the ASP funds will be spent and can assure that the funds are  
7 being spent only for the proper, designated purposes described in this Consent Judgment. ERC  
8 shall provide the Attorney General, within thirty days of any request, copies of documentation  
9 demonstrating how such funds have been spent.

10 4.5 \$2,835.00 shall be distributed to Michael Freund as reimbursement of ERC's  
11 attorney's fees, \$9,735.00 shall be distributed to Ryan Hoffman as reimbursement of ERC's  
12 attorney's fees, while \$23,817.92 shall be distributed to ERC for its in-house legal fees. Except  
13 as explicitly provided herein, each Party shall bear its own fees and costs.

14 4.6 In the event that Allysian fails to remit any settlement payment owed under  
15 Section 4 of this Consent Judgment on or before its respective Due Date, Allysian shall be  
16 deemed to be in material breach of its obligations under this Consent Judgment. ERC shall  
17 provide written notice of the delinquency to Allysian via electronic mail. If Allysian fails to  
18 deliver the delinquent payment within five (5) days from the written notice, the Total  
19 Settlement Amount shall become immediately due and owing and shall accrue interest at the  
20 statutory judgment interest rate provided in the California Code of Civil Procedure section  
21 685.010. Additionally, Allysian agrees to pay ERC's reasonable attorney's fees and costs for  
22 any efforts to collect any payment due under this Consent Judgment.

## 23 5. MODIFICATION OF CONSENT JUDGMENT

24 5.1 This Consent Judgment may be modified only as to injunctive terms (i) by  
25 written stipulation of the Parties and upon entry by the Court of a modified consent judgment or  
26 (ii) by motion of either Party pursuant to Section 5.3 or 5.4 and upon entry by the Court of a  
27 modified consent judgment.

28



1           **5.2**    If either party seeks to modify this Consent Judgment under Section 5.1, then  
2 that party must provide written notice to the other party of its intent (“Notice of Intent”). The  
3 parties shall meet and confer regarding the proposed modification within thirty (30) days of the  
4 Notice of Intent. Should it become necessary, the Parties may agree in writing to different  
5 deadlines for the meet-and-confer period.

6           **5.3**    In the event that a party initiates or otherwise requests a modification under  
7 Section 5.1, and the meet and confer process leads to a joint motion or application of the  
8 Consent Judgment, the party requesting the modification shall prepare, file and argue the motion  
9 or application.

10          **5.4**    Where the meet-and-confer process does not lead to a joint motion or  
11 application in support of a modification of the Consent Judgment, then either Party may seek  
12 judicial relief on its own.

13          **6.    RETENTION OF JURISDICTION, ENFORCEMENT OF CONSENT**  
14                **JUDGMENT**

15          **6.1**    This Court shall retain jurisdiction of this matter to enforce, modify, or terminate  
16 this Consent Judgment.

17          **6.2**    If ERC alleges that the Covered Product fails to qualify as a Reformulated  
18 Covered Product (for which ERC alleges that no Warning has been provided), then ERC shall  
19 inform Allysian in a reasonably prompt manner of its test results. Allysian shall, within thirty  
20 (30) days following such notice, provide ERC with testing information, from an independent  
21 third-party laboratory meeting the requirements of Sections 3.4.3 and 3.4.4, demonstrating  
22 Allysian’s compliance with the Consent Judgment, if warranted. The Parties shall first attempt  
23 to resolve the matter prior to ERC taking any further legal action.

24          **7.    APPLICATION OF CONSENT JUDGMENT**

25                This Consent Judgment may apply to, be binding upon, and benefit the Parties and their  
26 respective officers, directors, shareholders, employees, agents, parent companies, subsidiaries,  
27 divisions, franchisees, licensees, customers (excluding private labelers), distributors, wholesalers,  
28 retailers, predecessors, successors, and assigns. This Consent Judgment shall have no

1 application to any Covered Product which is distributed or sold exclusively outside the State of  
2 California and which is not used by California consumers.

3 **8. BINDING EFFECT, CLAIMS COVERED AND RELEASED**

4 **8.1** This Consent Judgment is a full, final, and binding resolution between ERC,  
5 on behalf of itself and in the public interest, and Allysian and its respective officers, directors,  
6 shareholders, employees, agents, parent companies, subsidiaries, divisions, suppliers,  
7 franchisees, licensees, customers (not including private label customers of Allysian),  
8 distributors, wholesalers, retailers, and all other upstream and downstream entities in the  
9 distribution chain of any Covered Product, and the predecessors, successors, and assigns of any  
10 of them (collectively, "Released Parties"). ERC, on behalf of itself and in the public interest,  
11 hereby fully releases and discharges the Released Parties from any and all claims, actions,  
12 causes of action, suits, demands, liabilities, damages, penalties, fees, costs, and expenses  
13 asserted, or that could have been asserted from the handling, use, or consumption of the  
14 Covered Product, as to any alleged violation of Proposition 65 or its implementing regulations  
15 arising from the failure to provide Proposition 65 warnings on the Covered Product regarding  
16 lead and propargite up to and including the Effective Date.

17 **8.2** ERC on its own behalf only, and Allysian on its own behalf only, further  
18 waive and release any and all claims they may have against each other for all actions or  
19 statements made or undertaken in the course of seeking or opposing enforcement of Proposition  
20 65 in connection with the Notice and Complaint up through and including the Effective Date,  
21 provided, however, that nothing in Section 8 shall affect or limit any Party's right to seek to  
22 enforce the terms of this Consent Judgment.

23 **8.3** It is possible that other claims not known to the Parties, arising out of the facts  
24 alleged in the Notice and Complaint, and relating to the Covered Product, will develop or be  
25 discovered. ERC on behalf of itself only, and Allysian on behalf of itself only, acknowledge  
26 that this Consent Judgment is expressly intended to cover and include all such claims up  
27 through and including the Effective Date, including all rights of action therefore. ERC and  
28 Allysian acknowledge that the claims released in Sections 8.1 and 8.2 above may include

1 unknown claims, and nevertheless waive California Civil Code section 1542 as to any such  
2 unknown claims. California Civil Code section 1542 reads as follows:

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

8 ERC on behalf of itself only, and Allysian on behalf of itself only, acknowledge and understand  
9 the significance and consequences of this specific waiver of California Civil Code section  
10 1542.

11 8.4 Compliance with the terms of this Consent Judgment shall be deemed to  
12 constitute compliance with Proposition 65 by any releasee regarding alleged exposures to lead  
13 and propargite in the Covered Product as set forth in the Notice and Complaint.

14 8.5 Nothing in this Consent Judgment is intended to apply to any occupational or  
15 environmental exposures arising under Proposition 65, nor shall it apply to any of Allysian's  
16 products other than the Covered Product.

#### 17 9. SEVERABILITY OF UNENFORCEABLE PROVISIONS

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

#### 20 10. GOVERNING LAW

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

#### 23 11. PROVISION OF NOTICE

24 All notices required to be given to either Party to this Consent Judgment by the other shall  
25 be in writing and sent to the following agents listed below via first-class mail. Courtesy copies via  
26 email may also be sent.

#### 27 FOR ENVIRONMENTAL RESEARCH CENTER, INC.:

28 Chris Heptinstall, Executive Director, Environmental Research Center  
3111 Camino Del Rio North, Suite 400  
San Diego, CA 92108  
Tel: (619) 500-3090

1 Email: chris\_erc501c3@yahoo.com

2 With a copy to:

3 Michael Freund

4 Ryan Hoffman

5 Michael Freund & Associates

6 1919 Addison Street, Suite 105

7 Berkeley, CA 94704

8 Telephone: (510) 540-1992

9 Facsimile: (510) 540-5543

10 **FOR ALLYSIAN SCIENCES INC.:**

11 GG International (Allysiian Sciences Inc.'s registered agent for service of process)

12 500 N Rainbow Blvd., Ste 300

13 Las Vegas, NV 89107

14 With a copy to:

15 Amy P. Lally

16 Sidley Austin LLP

17 1999 Avenue of the Stars

18 17th Floor

19 Los Angeles, CA 90067

20 **12. COURT APPROVAL**

21 **12.1** Upon execution of this Consent Judgment by the Parties, ERC shall notice a  
22 Motion for Court Approval. The Parties shall use their best efforts to support entry of this  
23 Consent Judgment.

24 **12.2** If the California Attorney General objects to any term in this Consent Judgment,  
25 the Parties shall use their best efforts to resolve the concern in a timely manner, and if possible  
26 prior to the hearing on the motion.

27 **12.3** If this Stipulated Consent Judgment is not approved by the Court, it shall be  
28 void and have no force or effect.

**13. EXECUTION AND COUNTERPARTS**

This Consent Judgment may be executed in counterparts, which taken together shall be  
deemed to constitute one document. A facsimile or .pdf signature shall be construed to be as valid  
as the original signature.

1     **14. DRAFTING**

2             The terms of this Consent Judgment have been reviewed by the respective counsel for each  
3 Party prior to its signing, and each Party has had an opportunity to fully discuss the terms and  
4 conditions with legal counsel. The Parties agree that, in any subsequent interpretation and  
5 construction of this Consent Judgment, no inference, assumption, or presumption shall be drawn,  
6 and no provision of this Consent Judgment shall be construed against any Party, based on the fact  
7 that one of the Parties and/or one of the Parties' legal counsel prepared and/or drafted all or any  
8 portion of the Consent Judgment. It is conclusively presumed that all of the Parties participated  
9 equally in the preparation and drafting of this Consent Judgment.

10    **15. GOOD FAITH ATTEMPT TO RESOLVE DISPUTES**

11             If a dispute arises with respect to either Party's compliance with the terms of this Consent  
12 Judgment entered by the Court, the Parties shall meet and confer in person, by telephone, and/or in  
13 writing and endeavor to resolve the dispute in an amicable manner. No action or motion may be  
14 filed in the absence of such a good faith attempt to resolve the dispute beforehand.

15    **16. ENFORCEMENT**

16             ERC may, by motion or order to show cause before the Superior Court of Alameda  
17 County, enforce the terms and conditions contained in this Consent Judgment. In any action  
18 brought by ERC to enforce this Consent Judgment, ERC may seek whatever fines, costs,  
19 penalties, or remedies as are provided by law for failure to comply with the Consent Judgment.  
20 To the extent the failure to comply with the Consent Judgment constitutes a violation of  
21 Proposition 65 or other laws, ERC shall not be limited to enforcement of this Consent Judgment,  
22 but may seek in another action whatever fines, costs, penalties, or remedies as are provided by  
23 law for failure to comply with Proposition 65 or other laws.

24    **17. ENTIRE AGREEMENT, AUTHORIZATION**

25             17.1 This Consent Judgment contains the sole and entire agreement and  
26 understanding of the Parties with respect to the entire subject matter herein, and any and all  
27 prior discussions, negotiations, commitments, and understandings related hereto. No  
28 representations, oral or otherwise, express or implied, other than those contained herein have

1 been made by any Party. No other agreements, oral or otherwise, unless specifically referred to  
2 herein, shall be deemed to exist or to bind any Party.

3 17.2 Each signatory to this Consent Judgment certifies that he or she is fully  
4 authorized by the Party he or she represents to stipulate to this Consent Judgment.

5 **18. REQUEST FOR FINDINGS, APPROVAL OF SETTLEMENT AND ENTRY OF**  
6 **CONSENT JUDGMENT**

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

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

13 (2) Make the findings pursuant to California Health and Safety Code section  
14 25249.7(f)(4), approve the Settlement, and approve this Consent Judgment.

15 **IT IS SO STIPULATED:**

16 Dated: 3/26/, 2018

ENVIRONMENTAL RESEARCH  
CENTER, INC.

17  
18 By:   
19 Chris Heppner, Executive Director

20  
21 Dated: Feb 5, 2018

ALLYSIAN SCIENCES INC.

22  
23 By:   
24 Its:

1 APPROVED AS TO FORM:

2 Dated: 3/26, 2018

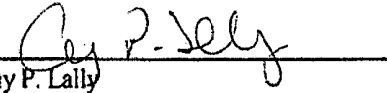
MICHAEL FREUND & ASSOCIATES

3  
4 By: 

5 Michael Freund  
6 Ryan Hoffman  
7 Attorneys for Plaintiff Environmental  
8 Research Center, Inc.

9  
10 Dated: Feb. 7, 2018

SIDLEY AUSTIN LLP

11 By: 

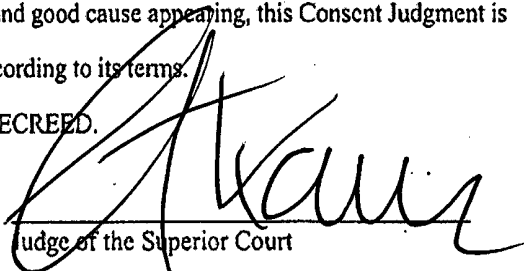
12 Amy P. Lally  
13 Attorney for Defendant Allysian Sciences  
14 Inc.

15 **ORDER AND JUDGMENT**

16 Based upon the Parties' Stipulation, and good cause appearing, this Consent Judgment is  
17 approved and Judgment is hereby entered according to its terms.

18 IT IS SO ORDERED, ADJUDGED AND DECREED.

19 Dated: 7-6, 2018



Judge of the Superior Court

# **EXHIBIT A**



**Michael Freund & Associates**

1919 Addison Street, Suite 105  
Berkeley, CA 94704  
Voice: 510.540.1992 • Fax: 510.540.5543

Michael Freund, Esq.  
Ryan Hoffman, Esq.

OF COUNSEL:  
Denise Ferkich Hoffman, Esq.

January 22, 2018

**NOTICE OF VIOLATION OF  
CALIFORNIA HEALTH & SAFETY CODE SECTION 25249.5 ET SEQ.  
(PROPOSITION 65)**

Dear Alleged Violator and the Appropriate Public Enforcement Agencies:

I represent Environmental Research Center, Inc. ("ERC"), 3111 Camino Del Rio North, Suite 400, San Diego, CA 92108; Tel. (619) 500-3090. ERC's Executive Director is Chris Heptinstall. 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.

ERC has identified violations of California's Safe Drinking Water and Toxic Enforcement Act of 1986 ("Proposition 65"), which is codified at California Health & Safety Code §25249.5 *et seq.*, with respect to the product identified below. These violations have occurred and continue to occur because the alleged Violator identified below failed to provide required clear and reasonable warnings with this product. This letter serves as a notice of these violations to the alleged Violator and the appropriate public enforcement agencies. Pursuant to Health and Safety Code Section 25249.7(d), ERC intends to file a private enforcement action in the public interest 60 days after effective service of this notice unless the public enforcement agencies have commenced and are diligently prosecuting an action to rectify these violations.

**General Information about Proposition 65.** A copy of a summary of Proposition 65, prepared by the Office of Environmental Health Hazard Assessment, is enclosed with this letter served to the alleged Violator identified below.

**Alleged Violator.** The name of the company covered by this notice that violated Proposition 65 (hereinafter the "Violator") is:

**Allysiان Sciences Inc.**

**Consumer Product and Listed Chemicals.** The product that is the subject of this notice and the chemicals in that product identified as exceeding allowable levels are:

**Allysiان Genesis Green + Berry Powder – Lead, Propargite**

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.

On October 1, 1994, the State of California officially listed propargite as a chemical known to cause cancer. On June 15, 1999, the State of California officially listed propargite as a chemical known to cause developmental toxicity.

It should be noted that ERC may continue to investigate other products that may reveal further violations and result in subsequent notices of violations.

**Route of Exposure.** The consumer exposures that are the subject of this notice result from the recommended use of this product. Consequently, the route of exposure to these chemicals has been and continues to be through ingestion.

Notice of Violation of California Health & Safety Code §25249.5 *et seq.*

January 22, 2018

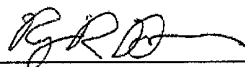
Page 2

**Approximate Time Period of Violations.** Ongoing violations have occurred every day since at least August 25, 2014, as well as every day since the product was introduced into the California marketplace, and will continue every day until clear and reasonable warnings are provided to product purchasers and users or until these known toxic chemicals are either removed from or reduced to allowable levels in the product. Proposition 65 requires that a clear and reasonable warning be provided prior to exposure to the identified chemicals. The method of warning should be a warning that appears on the product label. The Violator violated Proposition 65 because it failed to provide persons handling and/or using this product with appropriate warnings that they are being exposed to these chemicals.

Consistent with the public interest goals of Proposition 65 and a desire to have these ongoing violations of California law quickly rectified, ERC is interested in seeking a constructive resolution of this matter that includes an enforceable written agreement by the Violator to: (1) reformulate the identified product so as to eliminate further exposures to the identified chemicals, or provide appropriate warnings on the labels of this product; (2) pay an appropriate civil penalty; and (3) provide clear and reasonable warnings compliant with Proposition 65 to all persons located in California who purchased the above product in the last three years. Such a resolution will prevent further unwarned consumer exposures to the identified chemicals, as well as an expensive and time-consuming litigation.

ERC has retained me as legal counsel in connection with this matter. **Please direct all communications regarding this Notice of Violation to my attention at the law office address and telephone number indicated on the letterhead or at [rrhoffma@gmail.com](mailto:rrhoffma@gmail.com).**

Sincerely,



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Ryan Hoffman

Attachments

Certificate of Merit

Certificate of Service

OEHHA Summary (to Allysian Sciences Inc. and its Registered Agent for Service of Process only)

Additional Supporting Information for Certificate of Merit (to AG only)

**CERTIFICATE OF MERIT**

**Re: Environmental Research Center, Inc.'s Notice of Proposition 65 Violations by Allysian Sciences Inc.**

I, Ryan Hoffman, declare:

1. This Certificate of Merit accompanies the attached 60-day notice in which it is alleged that the party 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 chemicals that are 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 Violator 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: January 22, 2018



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Ryan Hoffman

**CERTIFICATE OF SERVICE PURSUANT TO 27 CCR § 25903**

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 and over the age of 18 years of age. 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 January 22, 2018 between 8:00 a.m. and 5:00 p.m. Eastern Time, I served the following documents: **NOTICE OF VIOLATION 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 each of the parties listed below and depositing it at a U.S. Postal Service Office with the postage fully prepaid for delivery by Certified Mail:

Current President or CEO  
Allysian Sciences Inc.  
7260 W. Azure Drive, Suite 140-963  
Las Vegas, NV 89130

Current President or CEO  
Allysian Sciences Inc.  
6934 Salashan Parkway  
Ferndale, WA 98248

GG International  
(Allysian Sciences Inc.'s Registered Agent  
for Service of Process)  
500 North Rainbow Boulevard, Suite 300  
Las Vegas, NV 89107

On January 22, 2018 between 8:00 a.m. and 5:00 p.m. Eastern Time, I verified 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)** were served on the following party when a true and correct copy thereof was uploaded 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 Attorney General  
Prop 65 Enforcement Reporting  
1515 Clay Street, Suite 2000  
Oakland, CA 94612-0550

On January 22, 2018 between 8:00 a.m. and 5:00 p.m. Eastern Time, I verified the following documents **NOTICE OF VIOLATIONS, CALIFORNIA HEALTH & SAFETY CODE §25249.5 ET SEQ.; CERTIFICATE OF MERIT** were served on the following parties when a true and correct copy thereof was sent via electronic mail to each of the parties listed below:

Stacey Grassini, Deputy District Attorney  
Contra Costa County  
900 Ward Street  
Martinez, CA 94553  
[sgrassini@contracostada.org](mailto:sgrassini@contracostada.org)

Allison Haley, District Attorney  
Napa County  
931 Parkway Mall  
Napa, CA 94559  
[CEPD@countyofnapa.org](mailto:CEPD@countyofnapa.org)

Michelle Latimer, Program Coordinator  
Lassen County  
220 S. Lassen Street  
Susanville, CA 96130  
[mлатimer@co.lassen.ca.us](mailto:mлатimer@co.lassen.ca.us)

Paul E. Zellerbach, District Attorney  
Riverside County  
3072 Orange Street  
Riverside, CA 92501  
[Prop65@rivcoda.org](mailto:Prop65@rivcoda.org)

Dije Ndreu, Deputy District Attorney  
Monterey County  
1200 Aguajito Road  
Monterey, CA 93940  
[Prop65DA@co.monterey.ca.us](mailto:Prop65DA@co.monterey.ca.us)

Anne Marie Schubert, District Attorney  
Sacramento County  
901 G Street  
Sacramento, CA 95814  
[Prop65@sacda.org](mailto:Prop65@sacda.org)

Notice of Violation of California Health & Safety Code §25249.5 *et seq.*

January 22, 2018

Page 5

Gregory Alker, Assistant District Attorney  
San Francisco County  
732 Brannan Street  
San Francisco, CA 94103  
gregory.alker@sfgov.org

Tori Verber Salazar, District Attorney  
San Joaquin County  
222 E. Weber Avenue, Room 202  
Stockton, CA 95202  
DAConsumer.Environmental@sjcda.org

Eric J. Dobroth, Deputy District Attorney  
San Luis Obispo County  
County Government Center Annex, 4<sup>th</sup> Floor  
San Luis Obispo, CA 93408  
edobroth@co.slo.ca.us

Yen Dang, Supervising Deputy District Attorney  
Santa Clara County  
70 W Hedding St  
San Jose, CA 95110  
EPU@da.sccgov.org

Jeffrey S. Rosell, District Attorney  
Santa Cruz County  
701 Ocean Street  
Santa Cruz, CA 95060  
Prop65DA@santacruzcounty.us

Stephan R. Passalacqua, District Attorney  
Sonoma County  
600 Administration Dr  
Sonoma, CA 95403  
jbarnes@sonoma-county.org

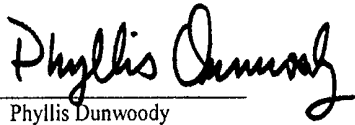
Phillip J. Cline, District Attorney  
Tulare County  
221 S Mooney Blvd  
Visalia, CA 95370  
Prop65@co.tulare.ca.us

Gregory D. Totten, District Attorney  
Ventura County  
800 S Victoria Ave  
Ventura, CA 93009  
daspecialops@ventura.org

Jeff W. Reisig, District Attorney  
Yolo County  
301 Second Street  
Woodland, CA 95695  
cfepd@yolocounty.org

On January 22, 2018 between 8:00 a.m. and 5:00 p.m. Eastern Time, I served the following documents: **NOTICE OF VIOLATION, 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 at a U.S. Postal Service Office with the postage fully prepaid for delivery by First Class Mail.

Executed on January 22, 2018, in Fort Oglethorpe, Georgia.

  
Phyllis Dunwoody

Notice of Violation of California Health & Safety Code §25249.5 *et seq.*

January 22, 2018

Page 6

Service List

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, Suite 202  
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, 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  
P.O. Drawer D  
Independence, CA 93526

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, Los Angeles  
County  
Hall of Justice  
211 West Temple St., Ste 1200  
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, 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, San Benito  
County  
419 Fourth Street, 2nd Floor  
Hollister, CA 95023

District Attorney, San Bernardino  
County  
303 West Third Street  
San Bernardino, CA 92415

District Attorney, San Diego  
County  
330 West Broadway, Suite  
1300  
San Diego, CA 92101

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

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

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

District Attorney, Sierra  
County  
100 Courthouse Square, 2<sup>nd</sup>  
Floor  
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, Stanislaus  
County  
832 12th Street, Ste 300  
Modesto, CA 95354

District Attorney, Sutter  
County  
463 2<sup>nd</sup> 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, Tuolumne  
County  
423 N. Washington Street  
Sonora, CA 95370

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,  
16th 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 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.

The text of Proposition 65 (Health and Safety Code Sections 25249.5 through 25249.13) 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?*

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<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>.

**The "Proposition 65 List."** Under Proposition 65, the lead agency (OEHHA) publishes a list of chemicals that are known to the State of California to cause cancer and/or reproductive toxicity. 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 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](http://www.oehha.ca.gov/prop65/prop65_list/Newlist.html).

Only those chemicals that are on the list are regulated under Proposition 65. 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. 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 to that chemical. 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 under Proposition 65 as known to the State to cause cancer, a warning is not required if the business causing the exposure 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 causing the exposure 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 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 Food.** Certain exposures to chemicals that naturally occur in foods (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 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

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<sup>2</sup> See Section 25501(a)(4).

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.

#### *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 Title 27 and sections 3100-3103 of Title 11. A private party may not pursue an independent enforcement action under Proposition 65 if one of the governmental officials noted above initiates an enforcement 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.

A private party may not file an enforcement action based on certain exposures if the alleged violator meets specific conditions. For the following types of exposures, the Act provides an opportunity for the business to correct the alleged violation:

- An exposure to alcoholic beverages that are consumed on the alleged violator's premises to the extent onsite consumption is permitted by law;
- An exposure to a Proposition 65 listed chemical in a food or beverage prepared and sold on the alleged violator's premises that is primarily intended for immediate consumption on- or off-premises. This only applies if the chemical was not intentionally added to the food, and was formed by cooking or similar preparation of food or beverage components necessary to render the food or beverage palatable or to avoid microbiological contamination;
- An exposure to environmental tobacco smoke caused by entry of persons (other than employees) on premises owned or operated by the alleged violator where smoking is permitted at any location on the premises;
- An exposure to listed chemicals in engine exhaust, to the extent the exposure occurs inside a facility owned or operated by the alleged violator and primarily intended for parking non-commercial vehicles.

If a private party alleges that a violation occurred based on one of the exposures described above, the private party must first provide the alleged violator a notice of special compliance procedure and proof of compliance form.

A copy of the notice of special compliance procedure and proof of compliance form is included in Appendix B and can be downloaded from OEHHA's website at:  
<http://oehha.ca.gov/prop65/law/p65law72003.html>.

*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](mailto:P65Public.Comments@oehha.ca.gov).

Revised: May 2017

NOTE: Authority cited: Section 25249.12, Health and Safety Code. Reference: Sections 25249.5, 25249.6, 25249.7, 25249.9, 25249.10 and 25249.11, Health and Safety Code.

SUPERIOR COURT OF CALIFORNIA  
COUNTY OF ALAMEDA

Case Number: RG18899556

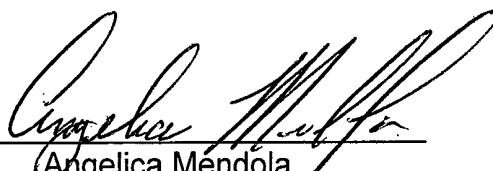
Case name: ENVIRONMENTAL RESEARCH CENTER, INC v. ALLYSIAN SCIENCES INC

DECLARATION OF SERVICE BY MAIL

I certify that I am not a party to this cause and that a true and correct copy of **Stipulated Consent Judgment** filed on July 6, 2018 was mailed first class, postage prepaid, in a sealed envelope, addressed as shown on the foregoing document or on the attached, and that the mailing of the foregoing and execution of this certificate occurred at 1221 Oak Street, Oakland, California.

I declare under penalty of perjury that the foregoing is true and correct. Executed on July 9, 2018.

Chad Finke, Executive Officer/Clerk of the Superior Court

By:   
Angelica Mendola  
Deputy Clerk

Michael Freund  
Michael Freund & Associates  
1919 Addison Street, Suite 105  
Berkeley, CA 94704

Amy P. Lally  
Sidley Austn Brown & Wood  
1999 Avenue of the Stars, 17<sup>th</sup> Floor  
Los Angeles, CA 90067