1	GLICK LAW GROUP, P.C. Noam Glick (SBN 251582) 225 Broadway, Suite 2100 San Diego, California 92101 Tel: (619) 382-3400 Fax: (619) 615-2193		
2			
3			
4	Email: noam@glicklawgroup.com		
5	NICHOLAS & TOMASEVIC, LLP Craig M. Nicholas (SBN 178444)		
6	Jake Schulte (SBN 293777) 225 Broadway, 19 th Floor San Diego, California 92101 Tel: (619) 325-0492 Fax: (619) 325-0496		
7			
8			
9	Email: cnicholas@nicholaslaw.org Email: jschulte@nicholaslaw.org		
10	Attorneys for Plaintiff		
11	Kim Embry		
12	SUPERIOR COURT OF THE STATE OF CALIFORNIA		
13	IN AND FOR THE COUNTY OF ALAMEDA		
14			
	KIM EMBRY, an individual	Case No. RG2005726	
15			
	Plaintiff,	[PROPOSED] CONSENT JUDGMENT AS TO STEVEN-ROBERT ORIGINALS.	
16	Plaintiff, v.	[PROPOSED] CONSENT JUDGMENT AS TO STEVEN-ROBERT ORIGINALS, LLC dba TICKLEBELLY DESSERTS	
16 17	v. STEVEN-ROBERT ORIGINALS, LLC dba	TO STEVEN-ROBERT ORIGINALS,	
16	v. STEVEN-ROBERT ORIGINALS, LLC dba TICKLEBELLY DESSERTS, a Colorado Limited Liability Corporation, and DOES 1	TO STEVEN-ROBERT ORIGINALS,	
16 17	v. STEVEN-ROBERT ORIGINALS, LLC dba	TO STEVEN-ROBERT ORIGINALS,	
16 17 18	v. STEVEN-ROBERT ORIGINALS, LLC dba TICKLEBELLY DESSERTS, a Colorado Limited Liability Corporation, and DOES 1	TO STEVEN-ROBERT ORIGINALS,	
16 17 18 19	v. STEVEN-ROBERT ORIGINALS, LLC dba TICKLEBELLY DESSERTS, a Colorado Limited Liability Corporation, and DOES 1 through 100, inclusive	TO STEVEN-ROBERT ORIGINALS,	
16 17 18 19 20	v. STEVEN-ROBERT ORIGINALS, LLC dba TICKLEBELLY DESSERTS, a Colorado Limited Liability Corporation, and DOES 1 through 100, inclusive	TO STEVEN-ROBERT ORIGINALS,	
16 17 18 19 20 21	v. STEVEN-ROBERT ORIGINALS, LLC dba TICKLEBELLY DESSERTS, a Colorado Limited Liability Corporation, and DOES 1 through 100, inclusive	TO STEVEN-ROBERT ORIGINALS,	
16 17 18 19 20 21 22	v. STEVEN-ROBERT ORIGINALS, LLC dba TICKLEBELLY DESSERTS, a Colorado Limited Liability Corporation, and DOES 1 through 100, inclusive	TO STEVEN-ROBERT ORIGINALS,	
16 17 18 19 20 21 22 23	v. STEVEN-ROBERT ORIGINALS, LLC dba TICKLEBELLY DESSERTS, a Colorado Limited Liability Corporation, and DOES 1 through 100, inclusive	TO STEVEN-ROBERT ORIGINALS,	
16 17 18 19 20 21 22 23 24	v. STEVEN-ROBERT ORIGINALS, LLC dba TICKLEBELLY DESSERTS, a Colorado Limited Liability Corporation, and DOES 1 through 100, inclusive	TO STEVEN-ROBERT ORIGINALS,	
16 17 18 19 20 21 22 23 24 25	v. STEVEN-ROBERT ORIGINALS, LLC dba TICKLEBELLY DESSERTS, a Colorado Limited Liability Corporation, and DOES 1 through 100, inclusive	TO STEVEN-ROBERT ORIGINALS,	

1. INTRODUCTION

1.1 Parties

This Consent Judgment is entered into by and between Kim Embry ("Embry") on one hand, and Steven-Robert Originals, LLC dba Ticklebelly Desserts ("Defendant" or "Ticklebelly") on the other hand, with Embry and Defendant individually referred to as a "Party" and collectively as the "Parties."

1.2 Plaintiff

Embry is an individual residing in California and acting in the interest of the general public. She seeks to promote awareness of exposures to toxic chemicals and to improve human health by reducing or eliminating hazardous substances contained in consumer products.

1.3 Defendant

Defendant employs ten or more individuals and is a "person in the course of doing business" for purposes of the Safe Drinking Water and Toxic Enforcement Act of 1986, Health and Safety Code section 25249.6 *et seq.* ("Proposition 65").

1.4 General Allegations

Embry alleges that Defendant manufactures, imports, sells, and distributes for sale in California, Ticklebelly Cakebars Dark Chocolate that contains Acrylamide. Embry further alleges that Defendant does so without providing a sufficient health hazard warning as required by Proposition 65 and related regulations. Pursuant to Proposition 65, Acrylamide is listed as a chemical known to cause cancer and reproductive harm.

1.5 Product Description

For purposes of this Consent Judgment, the "Product" or "Products" are defined as Defendant's cake bar products including, but not limited to, Ticklebelly Cakebars Dark Chocolate, that allegedly contain Acrylamide that are manufactured, imported, sold, or distributed for sale in California by Defendant and Releasees.

1.6 Notices of Violation

On June 3, 2019, Embry served Defendant, the California Attorney General, and all other required public enforcement agencies with a 60-Day Notice of Violation of California Health and

Safety Code section 25249.6 *et seq.* ("Notice"). The Notice alleged that Defendant violated Proposition 65 by failing to sufficiently warn consumers in California of the health hazards associated with exposures to Acrylamide contained in the Products. No public enforcer has commenced or is otherwise prosecuting an action to enforce the violations alleged in the Notice.

1.7 Complaint

On March 6, 2020, Embry filed a Complaint against Defendant for the alleged violations of Health and Safety Code section 25249.6 that are the subject of the Notice ("Complaint").

1.8 No Admission

Defendant denies the material, factual, and legal allegations in the Notice and Complaint, and maintains that all of the products it has manufactured, imported, sold, and/or distributed for sale in California, including the Products, have been, and are, in compliance with all laws. Nothing in this Consent Judgment shall be construed as an admission of any fact, finding, conclusion of law, issue of law, or violation of law, nor shall compliance with this Consent Judgment be construed as an admission of any fact, finding, conclusion of law, issue of law, or violation of law. This Section shall not, however, diminish or otherwise affect Defendant's obligations, responsibilities, and duties under this Consent Judgment, subject to subsequent modifications thereof or Court orders regarding any such obligation, responsibility, and/or duty.

1.9 Jurisdiction

For purposes of this Consent Judgment and the Complaint only, the Parties stipulate that this Court has jurisdiction over Defendant as to the allegations in the Complaint, that venue is proper in the County of Alameda, and that the Court has jurisdiction to enter and enforce the provisions of this Consent Judgment pursuant to Proposition 65 and Code of Civil Procedure section 664.6.

1.10 Effective Date

For purposes of this Consent Judgment, the term "Effective Date" means the date on which the Court grants the motion for approval of this Consent Judgment, as discussed in Section 5.

1.11 Compliance Date

For the purposes of this Consent Judgment, the term "Compliance Date" means 180 days after the Effective Date.

2. <u>INJUNCTIVE RELIEF</u>

2.1.1 Reformulation of the Product

Any Products that are manufactured by Ticklebelly on and after the Compliance Date that are thereafter sold in California or distributed for sale in California shall not exceed 250 parts per billion ("ppb") by weight (the "Average Level").

2.1.2

The acrylamide concentration of any individual unit, of the Products sold in California after the Compliance Date, shall not exceed 300 ppb by weight (the "Unit Level").

2.2 Testing

- (a) Compliance with the Average Level and the Unit Level shall be determined using LC-MS/MS (Liquid Chromatograph-Mass Spectrometry), GC/MS (Gas Chromatography/Mass Spectrometry), or any other testing method agreed upon by the Parties in a test performed on the entire Product by a laboratory accredited by the State of California, a federal agency, or a nationally recognized organization.
- (b) The Average Level is determined by randomly selecting and testing, over a daily production run of Products, five samples, one at the start, three during, and one at the end of the run, at each location that supplies such Products in California ("Sampling Data"). The mean and standard deviation shall be calculated using the Sampling Data. Any data points that are more than three standard deviations outside the mean shall be discarded once, and the mean and standard deviation recalculated using the remaining data points. The arithmetic mean determined in accordance with this procedure shall be deemed the "Average Level."
- (c) For at least three consecutive years after the Compliance Date, Ticklebelly shall arrange for testing under Section 2.2. The testing shall be at least once per year, with the first testing occurring prior to the Compliance Date. No further testing shall be required unless Ticklebelly materially modifies the ingredients or cooking process of a Product, at which point testing on the modified product only shall commence on an annual basis for at least three years.

2.3 Sell-Through Period

Notwithstanding anything else in this Consent Judgement, the Products that are manufactured on or prior to the Compliance Date shall be subject to release of liability pursuant to this Consent Judgement, without regard to when such products were, or are in the future, distributed or sold to customers. As a result, the obligation of Ticklebelly does not apply to these Products manufactured on or prior to the Compliance Date.

2.4 Warnings for Products

To the extent defendants ship or sell Products to California after the Compliance Date that do not meet the reformulation standards set forth in sections 2.1.1 and 2.1.2 above, defendants will provide warnings on such Products that comply with Proposition 65's warning regulations, including 27 California Code of Regulations Section 25600 et seq. Defendants need not provide any such warnings on or for Products sold into California that meet the reformulation standards of sections 2.1.1 and 2.1.2.

3. MONETARY SETTLEMENT TERMS

3.1 Settlement Amount

Defendant shall pay fifty thousand dollars (\$50,000)_ in settlement and total satisfaction of all the claims referred to in the Notice, the Complaint, and this Consent Judgment. This includes civil penalties in the amount of \$5,000 pursuant to Health and Safety Code section 25249.7(b) and attorney's fees and costs in the amount of \$45,000 pursuant to Code of Civil Procedure section 1021.5 and Health and Safety Code section 25249 et seq.

3.2 Civil Penalty

The portion of the settlement attributable to civil penalties shall be allocated according to Health and Safety Code section 25249.12(c)(1) and (d), with seventy-five percent (75%) of the penalty paid to the California Office of Environmental Health Hazard Assessment ("OEHHA"), and the remaining twenty-five percent (25%) of the penalty paid to Embry.

All payments owed to Embry shall be delivered to the following payment addresses:

Noam Glick Glick Law Group

1	225 Broadway, Suite 2100 San Diego, CA 92101	
2	A11	
3	All payments owed to OEHHA (EIN: 68-0284486) shall be delivered directly to EOHHA	
4	(Memo line "Prop 65 Penalties) at the following addresses:	
5	For United States Postal Delivery:	
6	Mike Gyuries	
	Fiscal Operations Branch Chief	
7	Office of Environmental Health Hazard Assessment	
8 -	P.O Box 4010	
9	Sacramento, CA 95812-4010	
10	For Non-United States Postal Service Delivery:	
11		
12	Mike Gyuries	
13	Fiscal Operations Branch Chief	
	Office of Environmental Health Hazard Assessment	
14	1001 I Street	
15	Sacramento, CA 95814	
16	Ticklebelly agrees to provide Embry's counsel with a copy of the check payable to OEHHA	
17	simultaneous with its penalty payment to Embry.	
18		
19	The Parties, including Embry, will exchange completed IRS 1099, W-9, or other forms as	
20	required. Relevant information for Glick Law Group, N&T, and Embry are set out below:	
21	"Kim Embry" whose address and tax identification number shall be provided within	
22	five (5) days after this Consent Judgement is fully executed by the Parties	
23	 "Glick Law Group" (EIN: 47-1838518) at address provided in Section 3.2; 	
24	• "Nicholas & Tomasevic" (EIN: 46-3474065) at address provided in Section 3.3; and	
25	"Office of Environmental Health Hazard Assessment at 1001 I Street, Sacramento,	
26	CA 95814.	
27		
28		

9

11

12

13

14 15

16

17

18 19

2021

2223

2425

2627

28

3.3 Attorney's Fees and Costs

The portion of the settlement attributable to attorneys' fees and costs shall be paid to Embry's counsel, who are entitled to attorney's fees and costs incurred by her in this action, including but not limited to investigating potential violations, bringing this matter to Defendant's attention, as well as litigating and negotiating a settlement in the public interest.

Defendant shall provide its payment to Embry's counsel in two checks, divided equally, payable to Glick Law Group, PC (\$22,500) and Nicholas & Tomasevic, LLP (\$22,500) respectively. The addresses for these two entities are:

Noam Glick Glick Law Group 225 Broadway, Suite 2100 San Diego, CA 92101

Crag Nicholas Nicholas & Tomasevic, LLP 225 Broadway, 19th Floor San Diego, CA 92101

3.4 Timing

The above-mentioned checks will be issued within fourteen (14) days of the Effective Date.

4. CLAIMS COVERED AND RELEASED

4.1 Embry's Public Release of Proposition 65 Claims

For any claim or violation arising under Proposition 65 alleging a failure to warn about exposures to Acrylamide from Products or related products manufactured, imported, sold, or distributed by Defendant prior to the Compliance Date, Embry, acting on her own behalf and in the public interest, releases Defendant of any and all liability. This includes Defendant's owners, parents, subsidiaries, affiliated entities under common ownership, its directors, officers, agents, employees, attorneys, and each entity to whom Defendant directly or indirectly distributes or sells the Products, including but not limited to, downstream distributors, wholesalers, customers, retailers, franchisees, cooperative members and licensees, including but not limited to Ticklebelly (collectively, the "Releasees"). Releasees include defendant, its parent, and all subsidiaries and affiliates thereof and their respective employees, agents, and assigns that sell Defendant's Products.

Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 with respect to the alleged or actual failure to warn about exposures to Acrylamide from Products manufactured, imported, sold, or distributed by Defendant after the Effective Date. This Consent Judgment is a full, final and binding resolution of all claims that were or could have been asserted against Defendant and/or Releasees for failure to provide warnings for alleged exposures to Acrylamide contained in Products.

4.2 Embry's Individual Release of Claims

Embry, in her individual capacity, also provides a release to Defendant and/or Releasees, which shall be a full and final accord and satisfaction of as well as a bar to all actions, causes of action, obligations, costs, expenses, attorney's fees, damages, losses, claims, liabilities, and demands by Embry of any nature, character, or kind, whether known or unknown, suspected or unsuspected, arising out of alleged or actual exposures to Acrylamide in Products manufactured, imported, sold, or distributed by Defendant before the Compliance Date.

4.3 Defendant's Release of Embry

Defendant, on its own behalf, and on behalf of Releasees as well as its past and current agents, representatives, attorneys, successors, and assignees, hereby waives any and all claims against Embry and her attorneys and other representatives, for any and all actions taken or statements made by Embry and her attorneys and other representatives, whether in the course of investigating claims, otherwise seeking to enforce Proposition 65 against it, in this matter or with respect to the Products.

5. COURT APPROVAL

This Consent Judgment is not effective until it is approved and entered by the Court and shall be null and void if it is not approved and entered by the Court within one year after it has been fully submitted to the Court by the Parties, or by such additional time as the Parties may agree to in writing.

6. **SEVERABILITY**

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

Subsequent to the Court's approval and entry of this Consent Judgment, if any provision is held by a court to be unenforceable, the validity of the remaining provisions shall not be adversely affected.

7. **GOVERNING LAW**

The terms of this Consent Judgment shall be governed by the laws of the state of California for all purposes and apply within the state of California. In the event that Proposition 65 is repealed, or is otherwise rendered inapplicable for reasons, including but not limited to changes in the law or a final, unappealable order of a court of competent jurisdiction, then Defendant may provide written notice to Embry of any asserted change, and shall have no further injunctive obligations pursuant to this Consent Judgment with respect to, and to the extent that, the Products are so affected. None of the terms of this Consent Judgment shall apply to Products sold outside the State of California.

8. NOTICE

Unless specified herein, all correspondence and notice required by this Consent Judgment shall be in writing and sent by: (i) personal delivery; (ii) first-class, registered, or certified mail, return receipt requested; or (iii) a recognized overnight courier to the following addresses:

For Defendant:

For Embry:

James A. Geocaris Lewis Brisbois 650 Town Center Drive, Suite 1400 Costa Mesa, CA 92626 Noam Glick Glick Law Group, P.C. 225 Broadway, 21st Floor San Diego, CA 92101

Any Party may, from time to time, specify in writing to the other, a change of address to which all notices and other communications shall be sent.

9. <u>COUNTERPARTS; FACSIMILE SIGNATURES</u>

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

27

1

2

5 6

7 8

9

10

11

12 13

14

15

16 17

18

20 21

19

22

23

24

25 26

27

28

10. **POST EXECUTION ACTIVITIES**

Embry agrees to comply with the reporting form requirements referenced in Health and Safety Code section 25249.7(f). The Parties further acknowledge that, pursuant to Health and Safety Code section 25249.7(f), a noticed motion is required to obtain judicial approval of the settlement, which motion Embry shall draft and file. In furtherance of obtaining such approval, the Parties agree to mutually employ their best efforts, including those of their counsel, to support the entry of this agreement as judgment, and to obtain judicial approval of their settlement in a timely manner. For purposes of this Section, "best efforts" shall include, at a minimum, supporting the motion for approval, responding to any objection that any third-party may make, and appearing at the hearing before the Court if so requested.

11. **MODIFICATION**

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

12. **AUTHORIZATION**

The undersigned are authorized to execute this Consent Judgment and acknowledge that they have read, understand, and agree to all of the terms and conditions contained herein.

13. GOOD FAITH ATTEMPT TO RESOLVE DISPUTES

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

14. **ENTIRE AGREEMENT**

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

1	agreements, oral or otherwise, unless	specifically referred to herein, shall be deemed to exist or to
2	bind any Party.	
3		
4	AGREED TO:	AGREED TO BY (DEFENDANT)
5	Date: 4/24/2020	Date: 4-21-20
6): G. Dx	By: Col Cunary
7	Ву:	
8	KIM EMBRY	STEVEN-KUBEKT OKIGINAL LLC, dba TICKLEBELLY DESSERTS
9		
10		·
11		
12		
13		
14		
15		·
16		•
17		
18		
19		
20		
21	;	
22 ·		
23		
24		
25		
26	,	
27		
20		