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10 Attorneys for Plaintiff
11 Environmental Health Advocates, Inc.

12 **SUPERIOR COURT OF THE STATE OF CALIFORNIA**
13 **IN AND FOR THE COUNTY OF ALAMEDA**

14 ENVIRONMENTAL HEALTH
15 ADVOCATES, INC.,

16 Plaintiff,

17 v.

18 THE FILLO FACTORY, INC., a New Jersey
19 corporation, AMAZON.COM, INC., a
20 Delaware corporation, and DOES 1 through
21 100, inclusive,

22 Defendants.

Case No. HG21103083

**[PROPOSED] REVISED CONSENT
JUDGMENT**

(Health & Safety Code § 25249.6 *et seq.*
and Code Civ. Proc. § 664.6)

1 **1. INTRODUCTION**

2 **1.1 Parties**

3 This Consent Judgment is entered into by and between Environmental Health Advocates, Inc.,
4 (“EHA” or “Plaintiff”) and The Fillo Factory, Inc. (“Defendant” or “Fillo Factory”) with EHA and
5 Fillo Factory each individually referred to as a “Party” and collectively referred to as the “Parties.”

6 **1.2 Plaintiff**

7 EHA is a corporation organized in the state of California, acting in the interest of the general
8 public. It seeks to promote awareness of exposures to toxic chemicals and to improve human health
9 by reducing or eliminating hazardous substances contained in consumer products.

10 **1.3 Defendant**

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

14 **1.4 General Allegations**

15 EHA alleges that Fillo Factory manufactures, imports, sells, and distributes for sale fillo dough
16 that contains acrylamide. EHA further alleges that Fillo Factory does so without providing a sufficient
17 health hazard warning as required by Proposition 65 and related Regulations. Pursuant to Proposition
18 65, acrylamide is listed as a chemical known to cause cancer, birth defects and other reproductive
19 harm.

20 **1.5 Notices of Violation**

21 On or around February 17, 2021, EHA served Fillo Factory, Amazon.com, Inc., the California
22 Attorney General, and all other required public enforcement agencies with a 60-Day Notice of
23 Violation of Proposition 65 (“Notice”). The Notice alleged that Fillo Factory had violated Proposition
24 65 by failing to sufficiently warn consumers in California of the health hazards associated with
25 exposures to acrylamide contained in the fillo dough.

26 No public enforcer has commenced or is otherwise prosecuting an action to enforce the
27 violations alleged in the Notice.

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1 **1.6 Product Description**

2 The products covered by this Consent Judgment are fillo dough or products that contain
3 fillo dough manufactured or processed by Fillo Factory that allegedly contain acrylamide and
4 are imported, sold, shipped, delivered, or distributed for sale to consumers in California by
5 Releasees (as defined in section 4.1) (“Covered Products”).

6 **1.7 State of the Pleadings**

7 On or around June 24, 2021, EHA filed a Complaint against Fillo Factory for the alleged
8 violations of Proposition 65 that are the subject of the Notice. (“Complaint”).

9 **1.8 No Admission**

10 Fillo Factory denies the material factual and legal allegations of the Notice and
11 Complaint and maintains that all of the Covered Products it has manufactured, imported, sold,
12 and/or distributed for sale in California, including Covered Products, have been, and are, in
13 compliance with all laws. Nothing in this Consent Judgment shall be construed as an admission
14 of any fact, finding, conclusion of law, issue of law, or violation of law, nor shall compliance
15 with this Consent Judgment be construed as an admission of any fact, finding, conclusion of
16 law, issue of law, or violation of law. This Section shall not, however, diminish or otherwise
17 affect Fillo Factory’s obligations, responsibilities, and duties under this Consent Judgment.

18 **1.9 Jurisdiction**

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

24 **1.10 Effective Date & Compliance Date**

25 For purposes of this Consent Judgment, the term “Effective Date” means the date on which
26 the Court grants the motion for approval of this Consent Judgment, as discussed in Section 5, and
27 “Compliance Date” shall mean six (6) months from the Effective Date

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1 **2. INJUNCTIVE RELIEF**

2 **2.1 Reformulation of Covered Products**

3 Except as otherwise provided herein, any Covered Products that are manufactured by Fillo
4 Factory on and after the Compliance Date that Fillo Factory sells in California or distributes for sale
5 in California shall not exceed 225 parts per billion (“ppb”) for acrylamide, using tests performed by
6 a laboratory accredited by the State of California, a federal agency, or a nationally recognized
7 accrediting organization, using LC-MS/MS (Liquid Chromatograph-Mass Spectrometry), unless such
8 Covered Products comply with the warning requirements of Section 2.2. As used in this Section 2,
9 “distributed for sale in California” means to directly ship Covered Products into California or to sell
10 Covered Products to a distributor Fillo Factory knows will sell Covered Products in California.

11 **2.2 Clear and Reasonable Warnings**

12 For Covered Products that contain acrylamide in a concentration exceeding the 225-ppb level
13 set forth in section 2.1 above, and which are manufactured and packaged for distribution for
14 authorized sale or use in California on or after the Compliance Date, Fillo Factory shall provide one
15 of the following warning statements.

16 **Option 1:**

17 **WARNING:** Consuming this product can expose you to chemicals
18 including acrylamide, which is known to the State of California to cause
19 cancer and birth defects or other reproductive harm. For more
 information go to www.P65Warnings.ca.gov/food.

20 **Option 2:**

21 **WARNING: Cancer and Reproductive Harm –**
 www.P65Warnings.ca.gov/food

22 The warning shall be provided through one of the following methods: (1) a product specific
23 warning provided on a posted sign, shelf tag, or shelf sign, for the consumer product at each point of
24 display of the product; or (2) a product-specific warning provided via any electronic device or process
25 that automatically provides the warning to the purchaser prior to or during the purchase of the consumer
26 product, without requiring the purchaser to seek out the warning; or (3) a warning on the label that is
27 securely affixed to or printed upon the label and complies with this Section 2.2. If the warning statement
28 is displayed on the Covered Products’ label, it must be set off from other surrounding information. The

1 same warning shall be posted on any websites under the exclusive control of Fillo Factory where
2 Covered Products are sold into California. The warning requirements set forth herein are imposed
3 pursuant to the terms of this and are recognized by the Parties as not being the exclusive manner of
4 providing a warning for the Covered Products. Warnings may be provided as specified in the
5 Proposition 65 regulations or guidance from the California Office of Environmental Health Hazard
6 Assessment for food in effect as of the Effective Date (Title 27, California Code of Regulations,
7 section 25601, et seq.) or as such regulations may be amended in the future. In addition, Fillo
8 Factory may follow the notification procedure set out in Title 27, California Code of Regulations,
9 section 25600.2 or a similar procedure where Fillo Factory instructs its distributor or retailer
10 customers to provide warnings for the Products consistent with Section 2.2.

11 2.3 If subsequently enacted changes to Proposition 65 or its implementing
12 regulations require the use of additional or different information on any warning specifically
13 applicable to the Covered Products (the “New Safe Harbor Warning”), the Parties agree that the
14 New Safe Harbor Warning may be utilized in place of or in addition to, as applicable, the
15 warnings set forth in this Section.

16 **2.4 Sell-Through Period**

17 Notwithstanding anything else in this Consent Judgment, the Covered Products that are
18 manufactured on or prior to the Compliance Date shall be subject to release of liability pursuant
19 to this Consent Judgment, without regard to when such Covered Products were, or are in the
20 future, distributed or sold to customers. As a result, the obligation of Fillo Factory, or any
21 Releasees (if applicable), do not apply to these Covered Products manufactured on or prior to
22 the Compliance Date.

23 **3. MONETARY SETTLEMENT TERMS**

24 **3.1 Settlement Amount**

25 Fillo Factory shall pay fifty thousand dollars (\$50,000.00) in settlement and total
26 satisfaction of all the claims referred to in the Notice, the Complaint, and this Consent
27 Judgment. This includes civil penalties in the amount of five thousand dollars (\$5,000.00)
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1 pursuant to Health and Safety Code section 25249.7(b) and attorneys' fees and costs in the amount of
2 forty-five thousand dollars (\$45,000.00) pursuant to Code of Civil Procedure section 1021.5.

3 **3.2 Civil Penalty**

4 The portion of the settlement attributable to civil penalties shall be allocated according to
5 Health and Safety Code section 25249.12(c)(1) and (d), with seventy-five percent (75%) of the
6 penalty. Three thousand, seven hundred and fifty dollars (\$3,750.00), paid to the California Office of
7 Environmental Health Hazard Assessment ("OEHHA"), and the remaining twenty-five percent (25%)
8 of the penalty, one thousand, two hundred and fifty dollars (\$1,250.00), paid to EHA individually.
9 These payments will be sent to the below addresses within fourteen (14) days of the Effective Date.

10 All payments owed to EHA shall be delivered to the following address:

11 Environmental Health Advocates
12 225 Broadway, Suite 1900
13 San Diego, CA 92101

14 All payments owed to OEHHA (EIN: 68-0284486) shall be delivered directly to OEHHA (Memo Line
15 "Prop 65 Penalties") at the following addresses:

16 For United States Postal Service Delivery:

17 Mike Gyurics
18 Fiscal Operations Branch Chief
19 Office of Environmental Health Hazard Assessment
20 P.O. Box 4010
21 Sacramento, CA 95812-4010

22 For Federal Express 2-Day Delivery:

23 Mike Gyurics
24 Fiscal Operations Branch Chief
25 Office of Environmental Health Hazard Assessment
26 1001 I Street
27 Sacramento, CA 95814

28 Fillo Factory agrees to provide EHA's counsel with a copy of the check payable to OEHHA,
simultaneous with its penalty payments to EHA.

Plaintiff and its counsel will provide completed IRS 1099, W-9, or other tax forms as required.

Relevant information is set out below:

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- 1 • “Glick Law Group” (EIN: 47-1838518) at the address provided in Section 3.2(a)(i);
- 2 • “Nicholas & Tomasevic” (EIN: 46-3474065) at the address provided in Section 3.2(a)(i); and
- 3 • “Office of Environmental Health Hazard Assessment” 1001 I Street, Sacramento, CA 95814.

4 **3.3 Attorneys’ Fees and Costs**

5 The portion of the settlement attributable to attorneys’ fees and costs, forty-five thousand dollars
6 (\$45,000.00), shall be paid to Glick Law Group, P.C. and Nicholas & Tomasevic, LLP (collectively,
7 “EHA’s Counsel”), who are entitled to attorneys’ fees and costs incurred by it in this action, including
8 but not limited to investigating potential violations, bringing this matter to Fillo Factory’s attention,
9 as well as litigating and negotiating a settlement in the public interest.

10 Fillo Factory shall provide their payment to EHA’s Counsel in three installments as follows:

- 11 • The first installment shall be in the amount of seventeen thousand five hundred dollars
12 (\$17,500.00), with \$8,750.00 payable to Glick Law Group, PC and \$8,750.00 payable to
13 Nicholas & Tomasevic, LLP, within ten (10) days of the Effective Date (“First
14 Installment”);
- 15 • The second installment shall be in the amount of seventeen thousand five hundred dollars
16 (\$17,500.00), with \$8,750.00 payable to Glick Law Group, PC and \$8,750.00 payable to
17 Nicholas & Tomasevic, LLP, within forty (40) days of the Effective Date (“Second
18 Installment”).
- 19 • The third installment shall be in the amount of ten thousand dollars (\$10,000), with \$5,000.00
20 payable to Glick Law Group, PC and \$5,000.00 payable to Nicholas & Tomasevic, LLP, within seventy
21 (70) days of the Compliance Date (“Third Installment”). If the First Installment and Second Installment
22 are timely received by EHA’s Counsel, then EHA’s Counsel agrees to waive the Third Installment.

23 The addresses for these two entities are:

24 Noam Glick
25 Glick Law Group
26 225 Broadway, 19th Floor
27 San Diego, CA 92101

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

1 **3.4 Timing**

2 If the deadline for any payment due under this Consent Judgment is on a Sunday or holiday, it
3 will be extended until the next day that is not a holiday.

4 **4. CLAIMS COVERED AND RELEASED**

5 **4.1 EHA's Public Release of Proposition 65 Claims**

6 Plaintiff acting on its own behalf and in the public interest releases Fillo Factory and its
7 parents, subsidiaries, affiliated entities under common ownership, its directors, officers, principals,
8 agents, employees, attorneys, insurers, accountants, predecessors, successors, and assigns
9 ("Defendant Entities"), each entity to whom Defendant directly or indirectly distributes, ships, or
10 sells the Products including but not limited to downstream distributors, wholesalers, customers, and
11 retailers (including but not limited to Amazon.com, Inc.), franchisees, franchisors, cooperative
12 members, suppliers, licensees, and licensors, and all of the foregoing entities' owners, directors,
13 officers, agents, principals, employees, attorneys, insurers, accountants, representatives, predecessors,
14 successors, and assigns (collectively referred to as the "Releasees") from all claims for violations of
15 Proposition 65 up through the Effective Date based on exposure to acrylamide from Products as set
16 forth in the Notice. Compliance with the terms of this Consent Judgment constitutes compliance with
17 Proposition 65 with respect to exposures to acrylamide from Products as set forth in the Notice.

18 **4.2 EHA's Individual Release of Claims**

19 EHA, in its individual capacity, also provides a release to Fillo Factory and/or Releasees,
20 which shall be a full and final accord and satisfaction of, as well as a bar to, all actions, causes of
21 action, obligations, costs, expenses, attorneys' fees, damages, losses, claims, liabilities, and demands
22 of every nature, character, and kind, whether known or unknown, suspected or unsuspected, arising
23 out of alleged or actual exposures to acrylamide in Covered Products manufactured, imported, sold,
24 or distributed by Fillo Factory before the Compliance Date.

25 **4.3 Fillo Factory's Release of EHA**

26 Fillo Factory on its own behalf, and on behalf of Releasees as well as its past and current
27 agents, representatives, attorneys, successors, and assignees, hereby waives any and all claims against
28 EHA and its attorneys and other representatives, for any and all actions taken or statements made by

1 EHA and its attorneys and other representatives, whether in the course of investigating claims,
2 otherwise seeking to enforce Proposition 65 against them, in this matter or with respect to the
3 Covered Products.

4 **5. COURT APPROVAL**

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

8 **6. SEVERABILITY**

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

12 **7. GOVERNING LAW**

13 The terms of this Consent Judgment shall be governed by the laws of the state of
14 California as applied within the state of California. In the event that Proposition 65 is repealed,
15 or is otherwise rendered inapplicable for reasons, including but not limited to changes in the
16 law, then Fillo Factory may provide written notice to EHA of any asserted change, and shall
17 have no further injunctive obligations pursuant to this Consent Judgment with respect to, and
18 to the extent that, the Covered Products are so affected.

19 In the event the California Office of Health Hazard Assessment adopts a regulation or
20 safe use determination, or issues an interpretive guideline that exempts Covered Products from
21 meeting the requirements of Proposition 65; or if the Ninth Circuit Court of Appeals upholds
22 the District Court decision to grant a preliminary injunction in *California Chamber of*
23 *Commerce v. Becerra*, No. 2:19-cv-01019-KJM-JDP (E.D. Cal.); or if Proposition 65 is
24 determined to be preempted by federal law or a burden on First Amendment rights with respect
25 to acrylamide in Covered Products or Covered Products substantially similar to Covered
26 Products, then Fillo Factory shall be relieved of its obligation to comply with Section 2 herein.

1 **8. NOTICE**

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

6 **If to Fillo Factory:**

7 Abhishek Gurnani
8 Amin Talati Wasserman, LLP
9 100 S. Wacker Dr. STE 2000
Chicago, IL 60606

If to EHA:

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

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

12 **9. COUNTERPARTS; DIGITAL SIGNATURES**

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

16 **10. POST EXECUTION ACTIVITIES**

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

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11. MODIFICATION

This Consent Judgment may be modified 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, or 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.

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1 **14. ENTIRE AGREEMENT**


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

7 **AGREED TO:**

AGREED TO:

8 Date: September 21, 2021

Date: 9.22.21

9
10 By: 
11 ENVIRONMENTAL HEALTH
ADVOCATES, INC.

By: 
THE FILLO FACTORY, INC.

12
13 **IT IS SO ORDERED.**

14 Date: _____

JUDGE OF THE SUPERIOR COURT