1	NICHOLAS & TOMASEVIC, LLP	
2	Craig M. Nicholas (SBN 178444) Jake Schulte (SBN 293777)	
3	225 Broadway, Suite 1900 San Diego, California 92101	
4	Telephone: (619) 325-0492	
5	Email: cnicholas@nicholaslaw.org Email: jschulte@nicholaslaw.org	
6	GLICK LAW GROUP, PC	
7	Noam Glick (SBN 251582) 225 Broadway, Suite 1900	
8	San Diego, California 92101	
9	Tel: (619) 382-3400 Email: noam@glicklawgroup.com	
10	Attorneys for Plaintiff Environmental Health Advocates, Inc.	
11		
12	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
13	IN AND FOR THE COUNTY OF ALAMEDA	
14	ENVIRONMENTAL HEALTH ADVOCATES, INC.,	Case No. HG21103146
15	Plaintiff,	[PROPOSED] CONSENT JUDGMENT
16	V.	(Health & Safety Code § 25249.6 et seq. and Code Civ. Proc. § 664.6)
17	UNILEVER MANUFACTURING (US),	Code Civ. 110c. § 004.0)
18	INC., a Delaware corporation, AMAZON.COM, INC., a Delaware	
19	corporation, and DOES 1 through 100, inclusive,	
20	Defendants.	
21	2020110011100	
22		
23		
24		
25		
26		
27 28		
7.X	1	

1. INTRODUCTION

1.1 Parties

This Consent Judgment is entered into by and between Environmental Health Advocates, Inc., ("EHA" or "Plaintiff") and Unilever Manufacturing (US) Inc. ("Defendant" or "Unilever") with EHA and Unilever each individually referred to as a "Party" and collectively referred to as the "Parties."

1.2 Plaintiff

EHA is a corporation organized in the state of California, acting in the interest of the general public. It 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

Unilever employs ten or more individuals and for purposes of this Consent Judgment only, 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

EHA alleges that Unilever manufactures, imports, sells, and distributes for sale Knorr French Onion Recipe Mix and that it contains Acrylamide. EHA further alleges that Unilever does so without providing a sufficient warning as required by Proposition 65 and related Regulations. Unilever denies these allegations and asserts that its products are safe and in compliance with all applicable laws, rules and regulations.

1.5 Notice of Violation

On or around February 23, 2021, EHA served Defendant Unilever, Amazon.com, Inc., the California Attorney General, and all other required public enforcement agencies with a 60-Day Notice of Violation of Proposition 65 ("Notice"). The Notice alleged that Unilever had violated Proposition 65 by failing to sufficiently warn consumers in California of the health hazards associated with exposures to acrylamide contained in Knorr French Onion Recipe Mix.

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

1.6 Product Description

The products covered by this Consent Judgment are Knorr French Onion Recipe Mix ("Covered Products").

1.7 State of the Pleadings

On or around June 24, 2021, EHA filed a Complaint against Unilever for the alleged violations of Proposition 65 that are the subject of the Notice ("Complaint").

1.8 No Admission

Unilever denies the material factual and legal allegations of the Notice and Complaint and maintains that all of the products it has manufactured, imported, sold, and/or distributed for sale in California, including Covered Products, have been, and are, in compliance with all applicable laws, rules and regulations. 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 Unilever's obligations, responsibilities, and duties under this Consent Judgment.

1.9 Jurisdiction

For purposes of this Consent Judgment and the Complaint only, the Parties stipulate that this Court has jurisdiction over Unilever 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.

The Parties acknowledge that, on April 25, 2023, Unilever sought to stay prosecution of this action based on the preliminary injunction entered in *CalChamber v. Beccera*, E.D.Cal. Case No. No. 2:19-cv-02019-KJM-EFB ("CalChamber), which was stayed by the Ninth Circuit while the injunction was appealed. EHA agrees that entry into this Consent Judgment shall not prejudice Unilever or its affiliates in any way as related to the injunction in the CalChamber case, and Unilever enters into this Consent Judgment made without waiver of Unilever's claim, which EHA disputes, that (i) EHA's prosecution of this action is subject to the injunction in CalChamber, and (ii) EHA's efforts to prosecute

5

6

7

8

9 10 11

13 14

12

15

16 17

18

19 20

21

22

23

24

25

26 27

28

this case should be enjoined in accordance with the orders entered in that case. Unilever consents to the jurisdiction of this Court for the limited purpose of review and entry of the Consent Judgment.

1.10 **Effective Date**

For purposes of this Consent Judgment, the term "Effective Date" means the date on which this Consent Judgment is approved and entered as a judgment of the Court, as discussed in Section 5.

2. INJUNCTIVE RELIEF

2.1 **Reformulation of the Covered Products**

Except as otherwise provided herein, any Covered Products that are manufactured by Unilever on and after the Effective Date that Unilever sells in California or distributes for sale in California shall not exceed 280 parts per billion ("ppb") for acrylamide, as prepared, using the average of three tests performed by a laboratory accredited by the State of California, a federal agency, or a nationally recognized accrediting organization, using LC-MS/MS (Liquid Chromatograph-Mass Spectrometry) unless such Covered Products comply with the warning requirements of Section 2.2. As used in this Section 2, "distributed for sale in California" means to directly ship Covered Products into California or to sell Covered Products to a distributor Unilever know will sell Covered Products in California.

2.2 **Clear and Reasonable Warnings**

For Covered Products that contain Acrylamide in a concentration exceeding the Reformulation Standard set forth in section 2.1 above, and which are distributed or directly sold by Unilever in the State of California on or after the Effective Date, Unilever shall provide one of the following warning statements. Bracketed language can be provided at Unilever's option.

Option 1:

WARNING: This product can expose you to chemicals including Acrylamide, which is known to the State of California to cause cancer [and birth defects or other reproductive harm]. For more information go to www.P65Warnings.ca.gov.

Option 2:

WARNING: Cancer [and Reproductive Harm] – www.P65Warnings.cs.gov

Option 3:

▲ CALIFORNIA WARNING: Consuming this product can expose you to acrylamide, a probable human carcinogen formed in some foods during cooking or processing at high temperatures. Many factors affect your cancer risk, including the frequency and amount of the chemical consumed. For more information including ways to reduce your exposure, see www.P65Warnings.ca.gov/acrylamide."

This warning statement shall be prominently displayed on the Covered Products, on the packing of the Covered Products, or on a placard, shelf tag, or sign provided that the statement is displayed with such conspicuousness, as compared with other words, statements, or designs as to render it likely to be read and understood by an ordinary individual prior to sale. If the warning statement is displayed on the Covered Products' packaging, it must be in a type size no smaller than the largest type size used for other consumer information on the product. In no case shall a warning statement displayed on the Covered Products' packaging appear in a type size smaller than 6-point type. The same warning shall be posted on any websites under the exclusive control of Unilever where Covered Products are sold directly to California consumers. Unilever shall instruct any third-party website to which it directly sells its Covered Products to include the same warning as a condition of selling the Covered Products in California.

2.3 Sell-Through Period

Notwithstanding anything else in this Consent Judgment, Covered Products that are manufactured, packaged, or put into commerce on or after the date this Agreement is executed shall be subject to the release of liability pursuant to this Consent Judgment, without regard to when such Covered Products were, or are in the future, distributed or sold to customers. As a result, the obligations of Unilever, or any Releasees (if applicable), stated in this Section 2 do not apply to Covered Products manufactured between the date this Agreement is executed and the Effective Date.

3. MONETARY SETTLEMENT TERMS

3.1 Settlement Amount

Unilever shall pay fifty thousand dollars (\$50,000.00) in settlement and total satisfaction of all the claims referred to in the Notice(s), the Complaint, and this Consent Judgment. This includes civil

1	penalties in the amount of five thousand dollars (\$5,000.00) pursuant to Health and Safety Code section	
2	25249.7(b) and attorneys' fees and costs in the amount of fourty-five thousand dollars (\$45,000.00)	
3	pursuant to Code of Civil Procedure section 1021.5. However, Unilever may take advantage of a timely	
4	payment credit of two-thousand five hundred dollars (\$2,500) if payment is received within three (3)	
5	days of entry of this Consent Judgment.	
6	3.2 Civil Penalty	
7	The portion of the settlement attributable to civil penalties shall be allocated according to Health	
8	and Safety Code section 25249.12(c)(1) and (d), with seventy-five percent (75%) of the penalty paid	
9	to the California Office of Environmental Health Hazard Assessment ("OEHHA"), and the remaining	
10	twenty-five percent (25%) of the penalty paid to EHA individually. The five thousand dollars	
11	(\$5,000.00) in civil penalties shall be paid as follows:	
12	• One payment of \$3,750.00 to OEHHA, due 14 (fourteen) days after the Effective date.	
13	• One payment of \$1,250.00 to EHA, due 14 (fourteen) days after the Effective date.	
14	All payments owed to EHA shall be delivered to the following address:	
15	Isaas Esymon	
16	Isaac Fayman Environmental Health Advocates	
17	225 Broadway, Suite 2100 San Diego, CA 92101	
18	All payments owed to OEHHA (EIN: 68-0284486) shall be delivered directly to OEHHA	
19	(Memo Line "Prop 65 Penalties") at the following addresses:	
20	For United States Postal Service Delivery:	
21	Mike Gyurics	
22	Fiscal Operations Branch Chief Office of Environmental Health Hazard Assessment	
23	P.O. Box 4010 Sacramento, CA 95812-4010	
24		
25	For Federal Express 2-Day Delivery:	
26	Mike Gyurics Fiscal Operations Branch Chief Office of Environmental Health Hazard Assessment	
27	1001 I Street	
28	Sacramento, CA 95814	

Unilever agrees to provide EHA's counsel with a copy of the check payable to OEHHA, simultaneous with its penalty payment 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:

- "Environmental Health Advocates, Inc." (EIN: 84-2322975) at the address provided above.
- "Office of Environmental Health Hazard Assessment" 1001 I Street, Sacramento, CA 95814.

All payments referenced in this section shall be paid within fourteen (14) days of the date the Court approves EHA's motion to approve this Consent Judgment.

3.3 Attorney's Fees and Costs

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

Unilever shall provide its payment for attorneys' fees and costs to EHA's counsel by physical check or by electronic means, including wire transfers, at Unilever's discretion.

The attorney fee payment in the amount of forty-five thousand dollars (\$45,000.00), less any applicable \$2,500 credit per section 3.1 of this Agreement, shall be made payable to Entorno Law, LLP, and shall be due within fourteen (14) days after the Court approves EHA's motion to approve this Consent Judgment. The address for this entity is:

Noam Glick Entorno Law, LLP 225 Broadway, Suite 1900 San Diego, CA 92101

4. CLAIMS COVERED AND RELEASE

4.1 EHA's Public Release of Proposition 65 Claims

Plaintiff, acting on its own behalf and in the public interest, releases Unilever, and its parents, subsidiaries, affiliated entities under common ownership or control, its directors, officers, principals, agents, employees, attorneys, insurers, accountants, predecessors, successors, and assigns ("Defendant Entities"), each entity to whom Defendant directly or indirectly distributes, ships, or sells the Covered Products, including but not limited to downstream distributors, wholesalers, customers, retailers, and

of the foregoing entities' owners, directors, officers, agents, principals, employees, attorneys, insurers, accountants, representatives, predecessors, successors, and assigns (collectively referred to as the "Releasees") from all claims for violations of Proposition 65 up through the Effective Date based on exposure to Acrylamide from Covered Products as set forth in the Notice(s). Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 with respect to exposures to Acrylamide from Covered Products as set forth in the Notice(s). This Consent Judgment is a full, final, and binding resolution of all claims under Proposition 65 that were or could have been asserted against Unilever and/or Releasees for failure to comply with Proposition 65 for alleged exposure to Acrylamide from Covered Products. This release does not extend to any third-party retailers selling the product on a website who, after receiving instruction from Unilever to include a warning as set forth above in section 2.2, do not include such a warning.

marketplaces franchisees, franchisors, cooperative members, suppliers, licensees, and licensors, and all

4.2 EHA's Individual Release of Claims

EHA, in its individual capacity, also provides a release to Unilever 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, attorneys' fees, damages, losses, claims, liabilities, and demands of every nature, character, and kind, whether known or unknown, suspected or unsuspected, arising out of alleged or actual exposures to Acrylamide in Covered Products manufactured, imported, sold, or distributed by Unilever before the Effective Date.

4.3 Unilever's Release of EHA

Unilever 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 EHA and its attorneys and other representatives, for any and all actions taken or statements made by EHA and its attorneys and other representatives, whether in the course of investigating claims, otherwise seeking to enforce Proposition 65 against them, in this matter or with respect to the Covered Products.

4.4 No Other Known Claims or Violations

5 6 7

9

8

11

12

10

13 14

15 16

17

18 19

20 21

22 23

24

25

26

27

28

8. **ENFORCEMENT**

In any action to enforce the terms of this Consent Judgment, the prevailing party shall be entitled to its reasonable attorneys' fees and costs.

9. **NOTICE**

COURT APPROVAL 5.

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

6. **SEVERABILITY**

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 as applied 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, then Unilever may provide written notice to EHA 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 Covered Products are so affected.

In the event the California Office of Health Hazard Assessment adopts a regulation or safe use determination, or issues an interpretive guideline that exempts Covered Products from meeting the requirements of Proposition 65; or if Acrylamide cases are permanently enjoined by a court of competent jurisdiction; or if Proposition 65 is determined to be preempted by federal law or a burden on First Amendment rights with respect to Acrylamide in Covered Products or Covered Products substantially similar to Covered Products, then Unilever shall be relieved of its obligation to comply with Section 2 herein.

Unless otherwise 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; and (iv) with a copy by email; to the following addresses:

If to EHA:

If to Unilever:

William F. Tarantino
Morrison Foerster LLP
425 Market Street
San Francisco, CA 94105
Wtarantino@mofo.com
Noam Glick
Entorno Law, LLP
225 Broadway, Suite 2100
San Diego, CA 92101
noam@entornolaw.com

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

10. COUNTERPARTS; DIGITAL SIGNATURES

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.

11. POST EXECUTION ACTIVITIES

EHA 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 EHA shall draft and file. In furtherance of obtaining such approval, the Parties agree to mutually employ their reasonable 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.

12. 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.

13. **AUTHORIZATION** 1 The undersigned are authorized to execute this Consent Judgment and acknowledge that they 2 3 have read, understand, and agree to all of the terms and conditions contained herein. 14. GOOD FAITH ATTEMPT TO RESOLVE DISPUTES 4 If a dispute arises with respect to either Party's compliance with the terms of this Consent 5 Judgment entered by the Court, the Parties shall meet and confer in person, or by telephone, and/or in 6 writing and endeavor to resolve the dispute in an amicable manner. No action or motion may be filed 7 8 in the absence of such a good faith attempt to resolve the dispute beforehand. **15.** ENTIRE AGREEMENT 9 This Consent Judgment contains the sole and entire agreement and understanding of the Parties 10 with respect to the entire subject matter herein, and any and all prior discussions, negotiations, 11 commitments, and understandings related hereto. No representations, oral or otherwise, express or 12 13 implied, other than those contained herein have been made by any Party. No other agreements, oral or otherwise, unless specifically referred to herein, shall be deemed to exist or to bind any Party. 14 15 **AGREED TO: AGREED TO:** 16 31 July 2023 Date: 07/31/23 Date: 17 DocuSigned by: 18 By: By: 19 ENVIRONMENTAL HEALTH UNILEVER MANUFACTURING (US) ADVOCATES, INC. INC. 20 21 22 IT IS SO ORDERED. 23 Date: _ 24

25

26

27

28

JUDGE OF THE SUPERIOR COURT