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5	San Diego, California 92101 Tel: (619) 629-0527			
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7	Email: jake@entornolaw.com Email: janani@entornolaw.com			
8	Email: gianna@entornolaw.com			
9	Attorneys for Plaintiff			
10	Environmental Health Advocates, Inc.			
11	SUPERIOR COURT OF THE STATE OF CALIFORNIA			
12	IN AND FOR THE COUNTY OF ALAMEDA			
13	ENVIRONMENTAL HEALTH	Case No. 25CV106776		
14	ADVOCATES, INC.,	[PROPOSED] CONSENT JUDGMENT		
15	Plaintiff,	(Health & Safety Code § 25249.6 <i>et seq.</i> and		
16		Code Civ. Proc. § 664.6)		
17	GOYA FOODS OF CALIFORNIA, INC., a California corporation; NORTH PARK			
18	PRODUCE, INC., a California corporation; and DOES 1 through 100, inclusive,			
19	Defendants.			
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CONSENT JUDGMENT

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1.

INTRODUCTION

1.1 Parties

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

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1.2 General Allegations

EHA alleges that Goya manufactures, imports, sells, and distributes for sale Goya - Frozen Chopped Spinach that contains lead and cadmium. EHA further alleges that Goya does so without providing a sufficient health hazard warning as required by Proposition 65 and related Regulations. Goya denies these allegations and asserts that its products are safe and in compliance with all applicable laws, rules and regulations.

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1.3 Notice of Violation

On or around June 21, 2024, EHA served Defendant Goya, North Park Produce, 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 Goya had violated Proposition 65 by failing to sufficiently warn consumers in California about their exposures to lead in the Covered Products (as defined in section 1.4). This Notice was subsequently amended on August 9, 2024 to properly serve the Chief Executive Officers of the notices parties and add cadmium as a violating chemical.

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

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1.4 Product Description

The products covered by this Consent Judgment are frozen spinach products, including but not limited to Goya - Frozen Chopped Spinach manufactured or processed by Goya that allegedly contain lead and cadmium and are imported, sold, shipped, delivered, or distributed for sale to consumers in California by Releasees (as defined in section 4.1) ("Covered Products").

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1.5 State of the Pleadings

On or around January 14, 2025, EHA filed a Complaint against Goya for the alleged violations of Proposition 65 that are the subject of the Notice ("Complaint").

1.6 No Admission

Goya denies the material factual and legal allegations of the Notice and Complaint and 5 maintains that all of the products it has manufactured, imported, sold, and/or distributed for sale in 6 California, including Covered Products, have been, and are, in compliance with all applicable laws, 7 8 rules and regulations. Nothing in this Consent Judgment shall be construed as an admission of any fact, 9 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 10 of law. This Section shall not, however, diminish or otherwise affect Goya's obligations, 11 responsibilities, and duties under this Consent Judgment. 12

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1.7 Jurisdiction

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

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1.10 Effective Date

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

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1.11 Compliance Date

For purposes of this Consent Judgment, the term "Compliance Date" means 30 days from the date on which this Consent Judgment is approved and entered as a judgment of the Court, as discussed in Section 5.

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2.

INJUNCTIVE RELIEF

Reformulation of the Covered Products 2.1

Beginning on or before the Compliance date, Goya shall be permanently enjoined from 3 4 manufacturing, distributing, or directly selling in the State of California any Covered Product that exposes a person to a "Daily Lead Exposure Level" of more than 0.5 micrograms of lead or a "Daily 5 Cadmium Exposure Level" of more than 4.1 micrograms of cadmium based on a single serving of 6 Covered Products per day, unless such Covered Products comply with the warning requirements of 7 Section 2.2. The "Daily Lead Exposure Level" and "Daily Cadmium Exposure Level" shall be 8 9 calculated as described in Cal. Code Regs, tit. 27, § 25281. As used in this Section 2, "distributed for sale in California" means to directly ship Covered Products into California or to sell Covered Products 10 to a distributor Steel knows will sell Covered Products in California.

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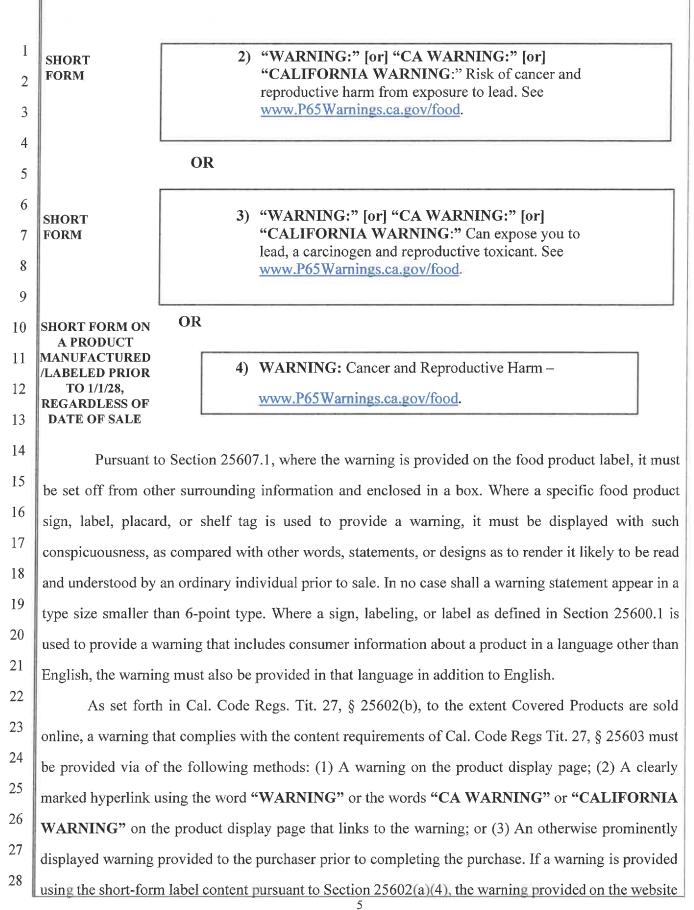
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2.2 **Clear and Reasonable Warnings**

13 For purposes of this Settlement Agreement, a clear and reasonable warning for the Covered Products shall consist of a product-specific warning via one or more of the following methods: (1) A 14 posted sign, shelf tag, or shelf sign for the consumer product at each point of display of the product; 15 (2) Any electronic device or process that automatically provides the warning to the purchaser (not 16 applicable to internet purchases, which are subject to the provisions of § 25602(b)); (3) A warning 17 directly affixed to the product's label or tag; or (4) A short-form warning on the label that complies 18 19 with the content requirements set forth in §§ 25603(b) and 25603(a). Specifically, pursuant to § 25603(a) - (d), one of the following statements must be utilized: 20

1) "WARNING:" [or] "CA WARNING:" [or] "CALIFORNIA WARNING:": Consuming this product can expose you to chemicals including lead, which are 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/food. OR



CONSENT JUDGMENT

may use the same content. For purposes of this section, a warning is not prominently displayed if the 1 purchaser must search for it in the general content of the website. For internet purchases made prior to 2 1/1/28, a retail seller is not responsible under Section 25600.2(e)(4) for conspicuously posting or 3 4 displaying the new warning online until 60 calendar days after the retailer receives a warning or a written notice under Section 25600.2(b) and (c) which updates a short-form warning compliant with Section 5 25603(c) with content compliant with Section 25603(b). These requirements extend to any websites 6 under the exclusive control of Goya where Covered Products are sold into California. In addition, Goya 7 8 shall instruct any third-party website to which it directly sells its Covered Products to include the same online warning, as set forth above, as a condition of selling the Covered Products in California. 9

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2.3 Sell-Through Period

Notwithstanding anything else in this Consent Judgment, Covered Products that are manufactured, packaged, or put into commerce on or before the Effective Date 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 Goya, or any Releasees (if applicable), stated in this Section 2 do not apply to Covered Products manufactured, packaged, or put into commerce between the date this Agreement is executed and the Effective Date.

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MONETARY SETTLEMENT TERMS

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3.1 Settlement Amount

Goya shall pay fifty thoudand 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
penalties in the amount of five thousand dollars (\$5,000.00) pursuant to Health and Safety Code section
25249.7(b) and attorneys' fees and costs in the amount of forty-five thousand dollars (\$45,000.00)
pursuant to Code of Civil Procedure section 1021.5.

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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 EHA individually. The five thousand dollars

1	(\$5,000.00) in civil penalties shall be paid as follows:		
2	• One payment of \$3,750.00 to OEHHA, due fourteen (14) days after the Effective Date.		
3	• One payment of \$1,250.00 to EHA, due fourteen (14) days after the Effective date.		
4	All payments owed to EHA shall be delivered to the following address:		
5			
6	Environmental Health Advocates 225 Broadway, Suite 2100 San Diego, CA 92101		
7	All payments owed to OEHHA (EIN: 68-0284486) shall be delivered directly to OEHHA		
8	(Memo Line "Prop 65 Penalties") at the following addresses:		
9	For United States Postal Service Delivery:		
10	Mike Gyurics		
11	Fiscal Operations Branch Chief		
12	Office of Environmental Health Hazard Assessment P.O. Box 4010		
13	Sacramento, CA 95812-4010		
14	For Federal Express 2-Day Delivery: Mike Gyurics		
15	Fiscal Operations Branch Chief Office of Environmental Health Hazard Assessment		
16	1001 I Street Sacramento, CA 95814		
17	Goya agrees to provide EHA's counsel with a copy of the check payable to OEHHA,		
18	simultaneous with its penalty payment to EHA.		
19	Plaintiff and its counsel will provide completed IRS 1099, W-9, or other tax forms as required.		
20	Relevant information is set out below:		
21	• "Environmental Health Advocates, Inc." (EIN: 84-2322975) at the address provided above.		
22	• "Office of Environmental Health Hazard Assessment" 1001 I Street, Sacramento, CA 95814.		
23	All payments referenced in this section shall be paid within fourteen (14) days of the date the Court		
24	approves EHA's motion to approve this Consent Judgment.		
25	3.3 Attorney's Fees and Costs		
26	The portion of the settlement attributable to attorneys' fees and costs shall be paid to EHA's		
27	counsel, who are entitled to attorneys' fees and costs incurred by it in this action, including but not		
28	limited to investigating potential violations, bringing this matter to Goya's attention, as well as litigating		

and negotiating a settlement in the public interest.

Goya shall provide its payment for civil penalty and for attorneys' fees and costs to EHA's counsel by physical check or by electronic means, including wire transfers, at Goya's discretion, as follows: forty-five thousand dollars (\$45,000.00) in Attorney's Fees and Costs shall be paid as one payment of \$45,000.00, due fourteen (14) days after the Effective Date.

The attorney fee payments shall be made payable to Entorno Law, LLP and delivered to:

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

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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 Goya, and its parents, 12 13 subsidiaries, affiliated entities under common ownership or control, its directors, officers, principals, agents, employees, attorneys, insurers, accountants, predecessors, successors, and assigns ("Defendant 14 Entities"), each entity to whom Defendant directly or indirectly distributes, ships, or sells the Covered 15 Products, including but not limited to downstream distributors, wholesalers, customers, retailers 16 (including but not limited to North Park Produce, Inc.), and marketplaces franchisees, franchisors, 17 cooperative members, suppliers, licensees, and licensors, and all of the foregoing entities' owners, 18 19 directors, officers, agents, principals, employees, attorneys, insurers, accountants, representatives, predecessors, successors, and assigns (collectively referred to as the "Releasees") from all claims for 20 violations of Proposition 65 up through the Effective Date based on exposure to lead and cadmium 21 from Covered Products as set forth in the Notice(s). Compliance with the terms of this Consent 22 23 Judgment constitutes compliance with Proposition 65 with respect to exposures to lead and cadmium 24 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 Goya and/or 25 Releasees for failure to comply with Proposition 65 for alleged exposure to lead and cadmium from 26 Covered Products. This release does not extend to any third-party retailers selling the product on a 27 website who, after receiving instruction from Goya to include a warning as set forth above in section 28

2.2, do not include such a warning.

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4.2 EHA's Individual Release of Claims

EHA, in its individual capacity, also provides a release to Goya 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 (including civil penalties), 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 lead and cadmium in Covered Products manufactured, imported, sold, or distributed by Goya before the Effective Date.

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4.3 Goya's Release of EHA

Goya 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.

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4.4 No Other Known Claims or Violations

EHA and EHA's counsel affirm that they are not presently aware of any actual or alleged
violations of Proposition 65 by Goya or for which Goya bears legal responsibility other than those that
are fully resolved by this Consent Judgment.

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COURT APPROVAL

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. <u>SEVERABILITY</u>

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. /// ///

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7.

GOVERNING LAW

The terms of this Consent Judgment shall be governed by the laws of the state of California as 2 applied within the state of California. In the event that Proposition 65 is repealed, or is otherwise 3 4 rendered inapplicable for reasons, including but not limited to changes in the law; or in the event the California Office of Health Hazard Assessment adopts a regulation or safe use determination, or issues 5 an interpretive guideline that exempts Covered Products from meeting the requirements of Proposition 6 65; or if lead and cadmium cases are permanently enjoined by a court of competent jurisdiction; or if 7 8 Proposition 65 is determined to be preempted by federal law or a burden on First Amendment rights with respect to lead and cadmium in Covered Products or products substantially similar to Covered 9 Products, then Goya may seek relief from the injunctive obligations imposed by this Consent Judgment 10 to the extent any Covered Products are so affected by modifying the agreement via the mechanisms set 11 forth in Section 12. 12 8.

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ENFORCEMENT

In any action to enforce the terms of this Consent Judgment, the prevailing party shall be entitled 14 to its reasonable attorneys' fees and costs actually incurred. 15

9. NOTICE

Unless otherwise specified herein, all correspondence and notice required by this Consent 17 Judgment shall be in writing and sent by: (i) personal delivery; (ii) first-class, registered, or certified 18 mail, return receipt requested; or (iii) a recognized overnight courier; and (iv) with a copy by email; to 19 20 the following addresses:

21 If to Goya: If to EHA: 22 Thomas V. Wynsma Noam Glick Shook, Hardy & Bacon L.L.P. Entorno Law, LLP 23 5 Park Plaza, Suite 1600 225 Broadway, Suite 2100 Irvine, CA 92614 San Diego, CA 92101 24 noam@entornolaw.com twvnsma@shb.com 25 Any Party may, from time to time, specify in writing to the other, a change of address to which 26 notices and other communications shall be sent. 27 111 28

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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.

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11. POST EXECUTION ACTIVITIES

EHA agrees to comply with the reporting form requirements referenced in Health and Safety 6 Code section 25249.7(f). The Parties further acknowledge that, pursuant to Health and Safety Code 7 8 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 9 employ their reasonable best efforts, including those of their counsel, to support the entry of this 10 agreement as judgment, and to obtain judicial approval of their settlement in a timely manner. For 11 purposes of this Section, "best efforts" shall include, at a minimum, supporting the motion for approval, 12 responding to any objection that any third-party may make, and appearing at the hearing before the 13 Court if so requested. 14

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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.

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13.

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.

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14. <u>GOOD FAITH ATTEMPT TO RESOLVE DISPUTES</u>

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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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 agreements, oral or otherwise, unless specifically referred to herein, shall be deemed to exist or to bind any Party.

7	AGREED TO:	AGREED TO:
8		
9	Date: <u>May 5, 2025</u>	Date: May 13, 2025
10	, /ma	
11	By: ENVIRONMENTAL HEALTH	By: GOYA FOODS OF CALIFORNIA, INC.
12	ADVOCATES, INC.	
13		
14	IT IS SO ORDERED.	
15		
16	Date:	
17		JUDGE OF THE SUPERIOR COURT
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