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6	Attorneys for Plaintiff CENTER FOR ENVIRONMENTAL	MARIN COUNTY SUPERIOR COUNTY SUPERIOR COUNTY By: K. Main, Deputy		
7	HEALTH			
8	OLIDEDIAN COLUMN OR STATE			
9	SUPERIOR COURT OF THE STATE OF CALIFORNIA			
10	COUNTY OF MARIN			
11	CENTER FOR ENVIRONMENTAL HEALTH,)	Coso No. CW 0917722		
12	Plaintiff,	Case No. CV-081722 PROPOSED CONSENT JUDGMENT		
13	V.)	AS TO DEFENDANT VAXCEL INTERNATIONAL CO., LTD.		
14) AMERICAN-DE ROSA LAMPARTS, INC., et)			
15	al.,			
16	Defendants.			
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1. INTRODUCTION

- 1.1 On April 9, 2008, plaintiff Center for Environmental Health ("Plaintiff"), acting in the public interest, filed a complaint in Marin County Superior Court, entitled Center for Environmental Health v. American-De Rosa Lamparts, Inc., et al., Marin County Superior Court Case Number CV081722 (the "Action"), for civil penalties and injunctive relief pursuant to the provisions of California Health & Safety Code §25249.5 et seg. ("Proposition 65").
- Vaxcel International Co., Ltd. (identified herein as "Vaxcel") is a 1.2 corporation that employs 10 or more persons and that manufactured, distributed and/or sold light fixtures in the State of California. Plaintiff and Vaxcel are referred to collectively herein as the "Parties."
- 1.3 For purposes of this Consent Judgment, the term "Covered Product" shall mean any lighting fixture that contains lead solder or other lead-containing materials in a manner such that the lead would be touched during ordinary installation, cleaning, maintenance, or use. For purposes of this definition, a "fixture" is any piece of lighting equipment that has been attached to the inside or outside of a building or otherwise attached to real estate.
- On or about January 8, 2008, Plaintiff served Vaxcel and the appropriate public enforcement agencies with the requisite 60-day notice that Vaxcel was in violation of Proposition 65. Plaintiff's notice and the Complaint in this Action allege that Vaxcel exposes individuals who use or otherwise handle the Covered Products to lead and/or lead compounds (referred to interchangeably herein as "Lead"), chemicals known to the State of California to cause cancer, birth defects and other reproductive harm, without first providing clear and reasonable warning to such persons regarding the carcinogenicity and reproductive toxicity of Lead. The notice and Complaint allege that Vaxcel's conduct violates Health & Safety Code §25249.6, the warning provision of Proposition 65.
- 1.5 For purposes of this Consent Judgment only, the parties stipulate that this Court has jurisdiction over the subject matter of the violations alleged in the Complaint and personal jurisdiction over Vaxcel as to the acts alleged in the Complaint, that venue is proper in the County of Marin, and that this Court has jurisdiction to enter this Consent Judgment as a full

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and final resolution of all claims which were or could have been raised in the Complaint against Vaxcel based on the facts alleged therein.

1.6 The Parties enter into this Consent Judgment pursuant to a settlement of certain disputed claims between the Parties as alleged in the Complaint. By executing this Consent Judgment, the Parties do not admit any facts or conclusions of law. It is the Parties' intent that nothing in this Consent Judgment shall be construed as an admission by the Parties of any fact, conclusion of law, issue of law or violation of law, nor shall compliance with the Consent Judgment constitute or be construed as an admission by the Parties of any fact, conclusion of law, issue of law, or violation of law. Nothing in this Consent Judgment shall prejudice, waive or impair any right, remedy, argument or defense the Parties may have in this or any other or future legal proceedings.

2. **COMPLIANCE - REFORMULATION**

- Reformulation Standard. Within sixty days of entry of this Consent Judgment (the "Compliance Date"), Vaxcel shall not manufacture, distribute, ship, or sell in California, or cause to be manufactured, distributed, shipped or sold in California, any Covered Product that contains Lead in concentrations that exceed the Reformulation Standard set forth herein. For purposes of this Consent Judgment only, the Reformulation Standard means that: (a) the solder used on the Covered Products contains no more than 200 ppm Lead; and (b) any other component of the Covered Products that is likely to be touched, contacted or handled by a Covered Product user during ordinary installation, cleaning, maintenance, or use of the Covered Products, including but not limited to the glass plates and metal frames of the Covered Products, contain no more than 600 parts per million ("ppm") Lead.
- 2.2 Certification of level from suppliers. Vaxcel shall obtain written certification with corresponding test results from its suppliers of the Covered Products certifying that the Covered Products meet the Reformulation Standard.
- 2.3 Plaintiff's Confirmatory Testing. Plaintiff may, at its discretion, conduct periodic testing of the Covered Products. Any such testing will be conducted pursuant to the Test Protocol attached hereto as Exhibit A at an independent laboratory. In the event that

Plaintiff's testing demonstrates Lead levels in excess of the Reformulation Standard for one or more Covered Products, Plaintiff shall inform Vaxcel of the violation(s), including information sufficient to permit Vaxcel to identify the Covered Product(s). Plaintiff and Vaxcel shall then meet and confer in an attempt to informally resolve the alleged violation. Should the parties be unable to informally resolve the alleged violation within 30 days, Plaintiff may thereafter file a motion to enforce this Consent Judgment pursuant to Section 5.

2.4 Stipulated Penalties. In addition to any other remedies provided by law, Vaxcel shall be liable for stipulated penalties if it violates the Reformulation Standard. The stipulated penalty shall be as follows for each unit of Covered Product for which Plaintiff produces a test result with Lead levels exceeding the Reformulation Standard:

First Occurrence:

\$250

Second Occurrence:

\$500

Third Occurrence:

\$750

Thereafter:

\$1,000

3. SETTLEMENT PAYMENTS

shall pay the sum of \$16,000 as a settlement payment. This total shall be paid in two separate checks delivered to the offices of the Lexington Law Group, LLP at the address set forth in section 12 below and made payable and allocated as follows. Any failure by Vaxcel to comply with the payment terms herein shall be subject to a stipulated late fee in the amount of \$100 for each day after the delivery date the payment is received. The late fees required under this section shall be recoverable, together with reasonable attorneys' fees, in an enforcement proceeding brought pursuant to section 5 of this Consent Judgment.

3.1.1 Monetary Payment in Lieu of Penalty: \$5,250 shall be paid to CEH in lieu of any penalty pursuant to Health and Safety Code § 25249.7(b). This payment shall be made by check payable to Center for Environmental Health. CEH shall use such funds to continue its work protecting people from exposures to toxic chemicals. As part of this work, CEH intends to conduct periodic testing of the Products as set forth in section 2.3.

3.1.2 Attorneys' Fees and Costs: \$10,750 shall be used to reimburse CEH and its attorneys for their reasonable investigation fees and costs, attorneys' fees, and any other costs incurred as a result of investigating, bringing this matter to Vaxcel's attention, litigating and negotiating a settlement in the public interest. This payment shall be made by check payable to Lexington Law Group, LLP.

4. MODIFICATION OF CONSENT JUDGMENT

4.1 This Consent Judgment may be modified by written agreement of Plaintiff and Vaxcel, or upon motion of Plaintiff or Vaxcel as provided by law.

5. ENFORCEMENT OF CONSENT JUDGMENT

5.1 Plaintiff may, by motion or application for an order to show cause before the Superior Court of the County of Marin, enforce the terms and conditions contained in this Consent Judgment. Should Plaintiff prevail on any motion or application under this section, Plaintiff shall be entitled to its reasonable attorneys' fees and costs associated with such motion or application.

6. APPLICATION OF CONSENT JUDGMENT

6.1 This Consent Judgment shall apply to and be binding upon the parties hereto, their divisions, subdivisions and subsidiaries, and the successors or assigns of any of them.

7. CLAIMS COVERED

7.1 This Consent Judgment is a full, final and binding resolution between Plaintiff and Vaxcel of any violation of Proposition 65 that could have been asserted against Vaxcel in the Complaint based on Vaxcel's failure to warn about exposure to Lead contained in the Covered Products, with respect to any Covered Products manufactured, distributed or sold by Vaxcel on or prior to the date of entry of this Consent Judgment. This release does not limit or effect the obligations of any party created under this Consent Judgment.

8. SEVERABILITY

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

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1	affected.		
2	9.	SPEC	IFIC PERFORMANCE
3	·	9.1	The parties expressly recognize that Vaxcel's obligations under this
4	Consent Judg	ment are	e unique. In the event that Vaxcel is found to be in breach of this Consent
5	Judgment for failure to comply with the provisions of Section 2 hereof, the parties agree that it		
6	would be extremely impracticable to measure the resulting damages and that such breach would		
7	cause irreparable damage. Accordingly, Plaintiff, in addition to any other available rights or		
8	remedies, may sue in equity for specific performance, and Vaxcel expressly waives the defense		
9	that a remedy in damages will be adequate.		
0	10.	GOVI	ERNING LAW
1		10.1	The terms of this Consent Judgment shall be governed by the laws of the
2	State of California.		
3	11,	RETE	ENTION OF JURISDICTION
.4		11.1	This Court shall retain jurisdiction of this matter to implement and enforce
.5	the terms this Consent Judgment.		
6	12.	PROV	VISION OF NOTICE
7	·	12.1	All notices required pursuant to this Consent Judgment and
8	correspondence shall be sent to the following:		
9	For Plaintiff:		
20			Howard Hirsch
21			Lexington Law Group, LLP 1627 Irving Street San Empirica CA 04123
22			San Francisco, CA 94122
23	For Vaxcel:		
24			Dasha Amin, P.C.
25			8700 W. Bryn Mawr, Suite 800 South Chicago, IL 60631
26	13. COURT APPROVAL		
27		13.1	If this Consent Judgment is not approved by the Court, it shall be of no

28 further force or effect.

EXECUTION AND COUNTERPARTS 14. 1 14.1 The stipulations to this Consent Judgment may be executed in 2 counterparts and by means of facsimile, which taken together shall be deemed to constitute one 3 4 document. 5 15. AUTHORIZATION 15.1 Each signatory to this Consent Judgment certifies that he or she is fully 6 authorized by the party he or she represents to stipulate to this Consent Judgment and to enter into and execute the Consent Judgment on behalf of the party represented and legally bind that 8 party. The undersigned have read, understand and agree to all of the terms and conditions of this Consent Judgment. Except as explicitly provided herein, each party is to bear its own fees and 10 11 costs. AGREED TO: 12 13 CENTER FOR ENVIRONMENTAL HEALTH 14 15 Dated: 8/23/08 16 Michael Green, Executive Director 17 Center for Environmental Health 18 VAXCEL INTERNATIONAL CO., LTD. Dated: 19 20 21 22 Printed Name 23 24 Title 25 26 27 28

14. EXECUTION AND COUNTERPARTS

14.1 The stipulations to this Consent Judgment may be executed in counterparts and by means of facsimile, which taken together shall be deemed to constitute one document.

15. AUTHORIZATION

15.1 Each eignatory to this Consent Judgment certifies that he or she is fully anthorized by the party he or she represents to stipulate to this Consent Judgment and to enter into and execute the Consent Judgment on behalf of the party represented and legally bind that party. The undersigned have read, understand and agree to all of the terms and conditions of this Consent Judgment. Except as explicitly provided herein, each party is to bear its own fees and costs.

12 AGREED TO:

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CENTER FOR ENVIRONMENTAL HEALTH

Michael Green, Executive Director Center for Environmental Health

VAXCEL INTERNATIONAL CO., LTD.

Dated: 9/17/63

Dated:

21 ANN MITTE

Printed Name

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FROPOSED] CONSENT JUXOMENT - Case No. OV-081722

ORDER AND JUDGMENT Based upon the stipulated Consent Judgment between Plaintiff and Vaxcel, the settlement is approved and judgment is hereby entered according to the terms herein. OCT 2 9 2008 Dated: TERRENCE R. BOREN Judge, Superior Court of the State of California

1 Exhibit A (Test Methodology) 2 The following protocol shall be applied separately to each component of the Covered 3 Product: 4 a) Comminute a small, representative, and discreet portion of the material to be 5 analyzed. 6 Prepare the sample for analysis using microwave digestion. Microwave digestion b) 7 protocols from either of the following two methods may be used provided that the 8 samples are completely digested: 9 AOAC Official Method 999.10 (Lead, Cadmium, Zinc, Copper, 1. 10 and Iron in Foods) 11 2. NIOSH 7082 (Lead by Flame AAS) Appendix - Microwave 12 Digestion for Lead in Paint Chips (and other matrices) 13 Analyze the sample for total Lead (Pb) content using Graphite Furnace Atomic c) 14 Absorption Spectrophotometry (GFAAS) or Inductively Coupled Plasma Mass 15 Spectrometry (ICP-MS) using standard operating procedures. 16 d) Lead content shall be expressed in parts per million (ppm). 17 18 19 20 21 22 23 24 25 26 27 28