Josh Voorhees, State Bar No. 241436 1 Troy C. Bailey, State Bar No. 277424 SEP 2 6 2012 THE CHANLER GROUP 2 2560 Ninth Street KIM TURNER, Court Executive Officer MARIN COUNTY SUPERIOR COURT 3 Parker Plaza, Suite 214 Berkeley, CA 94710-2565 By: K. Yarborough, Deputy Telephone: (510) 848-8880 Facsimile: (510) 848-8118 4 5 Attorneys for Plaintiff ANTHÔNY E. HELD, PH.D., P.E. б 7 SUPERIOR COURT OF THE STATE OF CALIFORNIA 8 9 **COUNTY OF MARIN** 10 UNLIMITED CIVIL JURISDICTION 11 Case No.: CIV-1103514 ANTHONY E. HELD, PH.D., P.E., 12 Plaintiff, PROPOSED JUDGMENT 13 PURSUANT TO TERMS OF 14 V. **PROPOSITION 65 SETTLEMENT** AND CONSENT JUDGMENT JOE BENBASSET, INC.; et al., 15 Date: September 26, 2012 Defendants. 16 Time: 8:30 a.m. Dept.: B 17 Judge: Hon. Roy O. Chernus 18 Action Filed: July 15, 2011 19 20 21 22 23 24 25 26 27

In the above-entitled action, Plaintiff ANTHONY E. HELD, PH.D., P.E. and Defendant JOE BENBASSET, INC., having agreed through their respective counsel that a judgment be entered pursuant to the terms of the Consent Judgment entered into by the parties in resolution of this Proposition 65 action, and following the issuance of an order approving the Parties' settlement agreement on September 26, 2012:

IT IS HEREBY ORDERED, ADJUDGED AND DECREED that pursuant to Health & Safety Code § 25249.7(f)(4) and Code of Civil Procedure § 664.6, judgment is hereby entered in accordance with the terms of the Consent Judgment attached hereto as Exhibit 1. By stipulation of the parties, the Court will retain jurisdiction to enforce the settlement under Code of Civil Procedure § 664.6. IT IS SO ORDERED.

Dated: SEP 2 6 2012

JUDGE OF THE SUPERIOR COURT

1 2 3 4 5 6 7	Josh Voorhees, State Bar No. 241436 Troy C. Bailey, State Bar No. 277424 THE CHANLER GROUP 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710-2565 Telephone: (510) 848-8880 Facsimile: (510) 848-8118 Attorneys for Plaintiff ANTHONY E. HELD, PH.D., P.E.				
8	SUPERIOR COURT OF THE STATE OF CALIFORNIA				
9	FOR THE COUNTY OF MARIN				
10	UNLIMITED CIVIL JURISDICTION				
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12 13 14 15 16 17	ANTHONY E. HELD, PH.D., P.E., Plaintiff, v. JOE BENBASSET, INC.; and DOES 1-150, inclusive, Defendants. Defendants. Case No. CIV-1103514 [PROPOSED] CONSENT JUDGMENT Dept: Judge: Date: None set Complaint Filed: July 15, 2011				
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1. INTRODUCTION

1.1 Anthony E. Held, Ph.D., P.E. and Joe Benbasset, Inc.

This Consent Judgment is entered into by and between plaintiff Anthony E. Held, Ph.D., P.E. ("Dr. Held" or "Plaintiff") and Joe Benbasset, Inc. ("JBB" or "Defendant"), with Plaintiff and Defendant collectively referred to as the "parties."

1.2 Anthony E. Held, Ph.D., P.E.

Dr. Held is an individual residing in the State of California who seeks to promote awareness of exposure to toxic chemicals and to improve human health by reducing or eliminating hazardous substances contained in consumer and commercial products.

1.3 Joe Benbasset, Inc.

Dr. Held alleges that JBB employs ten or more persons and is a person in the course of doing business for purposes of the Safe Drinking Water and Toxic Enforcement Act of 1986, California Health & Safety Code § 25249.6, et seq. ("Proposition 65").

1.4 General Allegations

Dr. Held alleges that JBB has manufactured, imported, distributed, sold and/or offered for sale in the State of California belts that contain phthalates, including di(2-ethylhexyl)phthalate ("DEHP"), without the requisite Proposition 65 warnings. DEHP is on the Proposition 65 list as known to cause birth defects and other reproductive harm.

1.5 Product Description

The products that are covered by this Consent Judgment are defined as follows: belts containing DEHP including, but not limited to, *Joe Benbasset Skirt with Belt, Style 9208353 (#7 13550 43982 3)*, manufactured, imported, distributed, sold, and/or offered for sale by JBB, hereinafter referred to as the "Products."

1.6 Notice of Violation

On April 19, 2011, Dr. Held served JBB and various public enforcement agencies with a document entitled "60-Day Notice of Violation" (the "Notice") that provided the recipients with notice of alleged violations of California Health & Safety Code § 25249.6 based on JBB's alleged

failure to warn consumers that the Products exposed users in California to DEHP. To the best of the parties' knowledge, no public enforcer has prosecuted the allegations set forth in the Notice.

1.7 Complaint

On July 15, 2011, Dr. Held filed a complaint in the Superior Court in and for the County of Marin against Joe Benbasset, Inc. and Does 1 through 150, Held v. Joe Benbasset, Inc., et al., Case No. CIV-1103514 (the "Action"), alleging violations of California Health & Safety Code § 25249.6, based on the alleged exposures to DEHP contained in certain belts sold by JBB.

No Admission 1.8

JBB denies the material, factual and legal allegations contained in Dr. Held's Notice and Complaint and maintains that all products that it has sold, manufactured, imported, distributed, and/or offered 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 by JBB of any fact, finding, issue of law, or violation of law, nor shall compliance with this Consent Judgment constitute or be construed as an admission by JBB of any fact, finding, conclusion, issue of law, or violation of law. However, this section shall not diminish or otherwise affect JBB's obligations, responsibilities, and duties under this Consent Judgment.

1.9 **Consent to Jurisdiction**

For purposes of this Consent Judgment only, the parties stipulate that this Court has jurisdiction over JBB as to the allegations contained in the Complaint, that venue is proper in the County of Marin and that this Court has jurisdiction to enter and enforce the provisions of this Consent Judgment.

1.10 **Effective Date**

For purposes of this Consent Judgment, the term "Effective Date" shall mean the date the Consent Judgment is entered by the Court.

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2. <u>INJUNCTIVE RELIEF: REFORMULATION</u>

2.1 Reformulation Standards

Reformulated Products are defined as those Products containing DEHP in concentrations less than 0.1 percent (1,000 parts per million) when analyzed pursuant to U.S. Environmental Protection Agency testing methodologies 3580A and 8270C or any other methodology utilized by federal or state agencies for the purpose of determining the DEHP content in a solid substance.

2.2 Reformulation Commitment

As of the Effective Date, all Products manufactured, imported, distributed, sold or offered for sale in the State of California by JBB shall be Products that qualify as Reformulated Products as defined in Section 2.1 above.

3. MONETARY PAYMENTS

3.1 Civil Penalty Payment Pursuant to Health & Safety Code § 25249.7(b)

JBB shall make a payment of \$15,000 to be apportioned in accordance with Health & Safety Code section 25249.12, subdivisions (c)(1) and (d), with 75% of these funds earmarked for the State of California's Office of Environmental Health Hazard Assessment ("OEHHA") and the remaining 25% of these penalty monies earmarked for Dr. Held.

3.2 Reimbursement of Plaintiff's Fees and Costs

The Parties acknowledge that Dr. Held and his counsel offered to resolve this dispute without reaching terms on the amount of fees and costs to be reimbursed to them, thereby leaving this fee issue to be resolved after the material terms of the agreement had been settled. JBB then expressed a desire to resolve the fee and cost issue shortly after the other settlement terms had been finalized. The Parties then attempted to (and did) reach an accord on the compensation due to Dr. Held and his counsel under general contract principles and the private attorney general doctrine codified at California Code of Civil Procedure section 1021.5, for all work performed in this matter, except fees that may be incurred on appeal. Under these legal principles, JBB shall pay the amount of \$30,000 for fees and costs incurred investigating, litigating and enforcing this matter,

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including the fees and costs incurred (and yet to be incurred) negotiating, drafting, and obtaining the Court's approval of this Consent Judgment in the public interest.

3.3 Payment Procedures

3.3.1 Funds Held In Trust: All payments required by Sections 3.1 and 3.2 shall be delivered on or before April 10, 2012, to the attorney of record for JBB pending the Court's approval of this Consent Judgment.

Payments delivered to Mennemeier, Glassman & Stroud shall be made payable, as follows:

- (a) One check made payable to "Mennemeier, Glassman & Stroud LLP in Trust for OEHHA" in the amount of \$11,250;
- (b) One check made payable to "Mennemeier, Glassman & Stroud LLP in Trust for Anthony E. Held, Ph.D., P.E." in the amount of \$3,750; and
- (c) One check made payable to "Mennemeier, Glassman & Stroud LLP in Trust for The Chanler Group" in the amount of \$30,000.

JBB's attorney of record shall (a) confirm in writing, to Plaintiff's attorney of record, within five (5) days of receipt that the funds have been deposited in a trust account; and (b) within ten (10) business days of the Effective Date, deliver the payment to The Chanler Group in three separate checks as follows:

- (a) One check made payable to "The Chanler Group in Trust for OEHHA" in the amount of \$11,250;
- (b) One check made payable to "The Chanler Group in Trust for Anthony E. Held, Ph.D., P.E." in the amount of \$3,750; and
- (c) One check made payable to "The Chanler Group" in the amount of \$30,000.

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3.3.	.2	Issuance of 1099 Forms. After the Consent Judgment has been approved
and the settlement	fur	nds have been transmitted to plaintiff's counsel, JBB shall issue three separate
1099 forms, as fol	low	vs:

- (a) The first 1099 shall be issued to the Office of Environmental Health Hazard Assessment, P.O. Box 4010, Sacramento, CA 95814 (EIN: 68-0284486) in the amount of \$11,250;
- (b) The second 1099 shall be issued to Anthony E. Held, Ph.D., P.E. in the amount of \$3,750, whose address and tax identification number shall be furnished upon request; and
- (c) The third 1099 shall be issued to The Chanler Group (EIN: 94-3171522) in the amount of \$30,000.
- **3.3.3 Payment Address:** All payments to the Chanler Group shall be delivered to the following payment address:

The Chanler Group Attn: Proposition 65 Controller 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710

4. <u>CLAIMS COVERED AND RELEASED</u>

4.1 Dr. Held's Public Release of Proposition 65 Claims

Plaintiff acting on his own behalf and in the public interest releases JBB, its parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees, attorneys, and each entity to whom JBB directly or indirectly distributes or sells Products, including, but not limited, to downstream distributors, wholesalers, customers, retailers, franchisees, cooperative members, and licensees ("Releasees"), from all claims for violations of Proposition 65 up through the Effective Date based on exposure to DEHP from the Products set forth in the Notice.

Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 with respect to exposures to DEHP from the Products as set forth in the Notice.

4.2 Dr. Held's Individual Release of Claims

Plaintiff also, in his individual capacity only and *not* in his representative capacity, provides a release herein which shall be effective as a full and final accord and satisfaction, as a bar to all actions, causes of action, obligations, costs, expenses, attorneys' fees, damages, losses, claims, liabilities and demands of plaintiff of any nature, character or kind, whether known or unknown, suspected or unsuspected, against JBB and Releasees, limited to and arising out of alleged or actual exposures to DEHP in the Products manufactured, distributed or sold by Defendant.

4.3 JBB's Release of Dr. Held

Defendant on behalf of itself, its past and current agents, representatives, attorneys, successors, and/or assignees, hereby waives any and all claims against Plaintiff, his attorneys and other representatives, for any and all actions taken or statements made (or those that could have been taken or made) by Plaintiff and his attorneys and other representatives, whether in the course of investigating claims or otherwise seeking to enforce Proposition 65 against it in this matter 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, for any reason, it is not approved and entered by the Court within one year after it has been fully executed by all parties.

6. SEVERABILITY

If, subsequent to the execution of this Consent Judgment, any of the provisions of this Consent Judgment are held by a court to be unenforceable, the validity of the enforceable provisions remaining 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 and apply within the State of California. In the event that Proposition 65 is repealed, preempted or is otherwise rendered inapplicable by reason of law generally, or if any of the provisions of this Consent Judgment are rendered inapplicable or no longer require as a result of any such repeal or

preemption or rendered inapplicable by reason of law generally as to the Products, then JBB shall provide written notice to Dr. Held of any asserted change in the law, and shall have no further obligations pursuant to this Consent Judgment with respect to, and to the extent that, the Products are so affected. Nothing in this Consent Judgment shall be interpreted to relieve JBB from any obligation to comply with any pertinent state or federal toxics control law.

8. NOTICES

Unless specified herein, all correspondence and notices required to be provided pursuant to this Consent Judgment shall be in writing and personally delivered or sent by: (i) first-class, (registered or certified mail) return receipt requested; or (ii) overnight courier on any party by the other party at the following addresses:

To JBB: To Dr. Held:

Peg Carew Toledo, Esq.

Mennemeier, Glassman & Stroud LLP
980 9th Street, Suite 1700
Sacramento, CA 95814

Proposition 65 Coordinator
The Chanler Group
2560 Ninth Street
Parker Plaza, Suite 214
Berkeley, CA 94710-2565

Any party, from time to time, may specify in writing to the other party 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 or pdf signature, each of which shall be deemed an original, and all of which, when taken together, shall constitute one and the same document. A facsimile or pdf signature shall be as valid as the original.

10. COMPLIANCE WITH HEALTH & SAFETY CODE § 25249.7(f)

Dr. Held and his attorneys agree to comply with the reporting form requirements referenced in California Health & Safety Code § 25249.7(f).

11. ADDITIONAL POST EXECUTION ACTIVITIES

Dr. Held and JBB agree to mutually employ their best efforts to support the entry of this agreement as a Consent Judgment and obtain approval of the Consent Judgment by the Court in a

1	timely manner. The parties acknowledge that, pursuant to California Health & Safety Code						
2	§ 25249.7, a noticed motion is required to obtain judicial approval of this Consent Judgment, which						
3	Dr. Held shall draft and file, and JBB shall join. If any third party objection to the noticed motion i						
4	filed, Dr. Held and JBB shall work together to file a joint reply and appear at any hearing before the						
5	Court. This provision is a material component of the Consent Judgment and shall be treated as such						
6	in the event of a breach.						
7	12.	12. MODIFICATION					
8		This Consent Judgment may be modified	ed only: (1) by written agreement of the parties and				
9	upon entry of a modified Consent Judgment by the Court thereon; or (2) upon a successful motion						
10	of any party and entry of a modified Consent Judgment by the Court.						
11	13.	AUTHORIZATION					
12	The undersigned are authorized to execute this Consent Judgment on behalf of their						
13	respective parties and have read, understood, and agree to all of the terms and conditions of this						
14	Conse	ent Judgment.					
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16	AG	REED TO:	AGREED TO:				
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18	Date	e:4/11/12	Date:				
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20	By.	Plaintiff, Anthony E. Held, Ph.D., P.E.	By:				
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timely manner. The parties acknowledge that, pursuant to California Health & Safety Code § 25249.7, a noticed motion is required to obtain judicial approval of this Consent Judgment, which Dr. Held shall draft and file, and JBB shall join. If any third party objection to the noticed motion is filed, Dr. Held and JBB shall work together to file a joint reply and appear at any hearing before the Court. This provision is a material component of the Consent Judgment and shall be treated as such in the event of a breach.

12. MODIFICATION

This Consent Judgment may be modified only: (1) by written agreement of the parties and upon entry of a modified Consent Judgment by the Court thereon; or (2) upon a successful motion of any party and entry of a modified Consent Judgment by the Court.

13. AUTHORIZATION

The undersigned are authorized to execute this Consent Judgment on behalf of their

The undersigned are authorized to execute this Consent Judgment on behalf of their respective parties and have read, understood, and agree to all of the terms and conditions of this Consent Judgment.

AGREED TO:

Date:

Date:

Plaintiff, Anthony E. Held, Ph.D., P.E.

AGREED TO:

By:

Defendant, Joe Benbasset, Inc.