1 2 3 4 5 6	Josh Voorhees, State Bar No. 241436 Harris A. Weinstein, State Bar No. 282166 THE CHANLER GROUP 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710 Telephone: (510) 848-8880 Facsimile: (510) 848-8118 Attorneys for Plaintiff JOHN MOORE	ENDORSED FILED 2013 MAR - 1 A 9: 31 David H. Verry di Cereta Court Conty di Leza Cea, Callona By Toman Cereta Cea				
7 8	SUPERIOR COURT OF THE STATE OF CALIFORNIA					
9	COUNTY OF SA	NTA CLARA				
10	UNLIMITED CIVIL JURISDICTION					
11						
12	JOHN MOORE,	Case No.: 1-12-CV-227498				
13	Plaintiff,	PROPOSED] JUDGMENT PURSUANT TO TERMS OF				
14	v.)	PROPOSITION 65 SETTLEMENT AND CONSENT JUDGMENT				
15	CROSCILL HOME LLC; et al.,					
16	Defendants.	Date: March 7, 2013 Time: 9:00 a.m.				
17		Dept.: 5 Judge: Hon. Carol Overton				
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JUDGMENT PURSUANT TO TERMS OF PROPOSITION 65 SETTLEMENT AND CONSENT JUDGMENT

In the above-entitled action, plaintiff John Moore and defendant Croscill Home LLC, having agreed through their respective counsel that Judgment be entered pursuant to the terms of their settlement agreement in the form of a Consent Judgment, and following this Court's issuance of an Order approving this Proposition 65 settlement and Consent Judgment on March 7, 2013:

IT IS HEREBY ORDERED, ADJUDGED AND DECREED that, pursuant to California Health & Safety Code § 25249.7(f)(4) and California Code of Civil Procedure § 664.6, Judgment is entered in accordance with the terms of the Consent Judgment attached hereto as **Exhibit A**. 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: _______ MAR -7 2013 Carol Overton

JUDGE OF THE SUPERIOR COURT

1 2 3 4 5 6	Josh Voorhees, State Bar No. 241436 Harris A. Weinstein, State Bar No. 282166 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 JOHN MOORE					
8	SUPERIOR COURT OF THE STATE OF CALIFORNIA					
9	FOR THE COUN	TY OF	SANTA CLARA			
10	UNLIMITED (IVIL JU	URISDICTION			
11	JOHN MOORE,) Ca	se No. 112CV227498			
12	Plaintiff,)				
13	v.) [P.	ROPOSED] CONSENT JUDGMENT			
14	CROSCILL HOME LLC; and DOES 1-150,	`	ept:			
15	inclusive,		dge: ate: None set			
16	Defendants.) A	ction Filed: June 29, 2012			
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1. <u>INTRODUCTION</u>

1.1 John Moore and Croscill Home LLC

This Consent Judgment is entered into by and between plaintiff John Moore ("Moore" or "Plaintiff") and defendant Croscill Home LLC ("Croscill" or "Defendant"), with Plaintiff and Defendant collectively referred to as the "parties."

1.2 John Moore

Moore 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 Croscill Home LLC

Moore alleges that Croscill 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

Moore alleges that Croscill has manufactured, imported, distributed and/or sold curtains 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 curtains containing DEHP including, but not limited to, *Chapel Hill West End Tab Top Panel*, *Style No. 5HO-336AO-9883*, *PN 99319F (#7 62416 07681 8)*, manufactured, imported, distributed and/or sold by Croscill in the State of California, referred to hereinafter as the "Products."

1.6 Notice of Violation

On December 13, 2011, Moore served Croscill 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 Croscill'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 June 29, 2012, Moore filed a complaint (the "Complaint") in the Superior Court in and for the County of Santa Clara against Croscill Home LLC and Does 1 through 150, *Moore v. Croscill Home LLC, et al.*, Case No. 112CV227498 (the "Action"), alleging violations of California Health & Safety Code § 25249.6, based on the alleged exposures to DEHP contained in certain curtains sold by Croscill.

1.8 No Admission

Croscill denies the material, factual and legal allegations contained in Moore's Notice and Complaint and maintains that all products that it has sold, manufactured, imported and/or distributed 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 Croscill 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 Croscill of any fact, finding, conclusion, issue of law or violation of law. However, this section shall not diminish or otherwise affect Croscill'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 Croscill as to the allegations contained in the Complaint, that venue is proper in the County of Santa Clara 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 February 15, 2013.

2. INJUNCTIVE RELIEF: REFORMULATION

2.1 Reformulation Standards

Reformulated Products are defined as those Products containing no DEHP or in the event the Products contain DEHP the Products shall contain DEHP in concentrations less than 0.1 percent (1,000 parts per million) 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 Croscill shall only acquire for potential distribution to or sale in California Reformulated Products as defined in section 2.1 above.

3. MONETARY PAYMENTS

In settlement of all the claims referred to in this Consent Judgment, Croscill shall pay \$19,000 in civil penalties as follows:

3.1 <u>Initial Civil Penalty</u>

Croscill shall make an initial civil penalty payment of \$5,000 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 Moore.

3.2 Final Civil Penalty

Croscill shall make a final payment of \$14,000 on or before April 30, 2013, 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 Moore. As incentive to reformulate the Products, however, the final civil penalty identified in this Section 3.2 shall be waived in its entirety if an Officer of Croscill or its designee certifies in writing that as of April 15, 2013, Croscill will only distribute or sell in California Reformulated Products and will continue to acquire for distribution to or sale in California only Reformulated Products. Such certification must be received by The Chanler Group on or before April 15, 2013.

3.3 Reimbursement of Plaintiff's Fees and Costs

The Parties acknowledge that Moore 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. Croscill 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 Moore 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, Croscill shall pay the amount of \$30,000 for fees and costs incurred investigating, litigating and enforcing this matter, 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.

3.4 Payment Procedures

3.4.1 Funds Held In Trust: All payments required by Sections 3.1 through 3.3 shall be delivered on or before December 21, 2012, to either The Chanler Group or the attorney of record for Croscill, and shall be held in trust pending the Court's approval of this Consent Judgment.

Payments delivered to The Chanler Group shall be made payable, as follows:

- (a) One check made payable to "The Chanler Group in Trust for OEHHA" in the amount of \$3,750;
- (b) One check made payable to "The Chanler Group in Trust for John Moore" in the amount of \$1,250; and
- (c) One check made payable to "The Chanler Group in Trust" in the amount of \$30,000.

Payments delivered to Buchanan Ingersoll & Rooney LLP shall be made payable, as follows:

1	(a)	One check made payable to "Buchanan Ingersoll & Rooney LLP in		
2		Trust for OEHHA" in the amount of \$3,750;		
3	(b)	One check made payable to "Buchanan Ingersoll & Rooney LLP in		
4		Trust for John Moore" in the amount of \$1,250; and		
5	(c)	One check made payable to "Buchanan Ingersoll & Rooney LLP in		
6		Trust for The Chanler Group" in the amount of \$30,000.		
7	If Croscill elects to deliver payments to its attorney of record, such attorney of record shall:			
8	(a) confirm in writing within five days of receipt that the funds have been deposited in a trust			
9	account; and (b) within two days of the date of the hearing on which the Court approves the			
10	Consent Judgment, deliver the payment to The Chanler Group in three separate checks, as follows:			
11	(a)	One check made payable to "The Chanler Group in Trust for		
12		OEHHA" in the amount of \$3,750;		
13	(b)	One check to "The Chanler Group in Trust for John Moore" in the		
14		amount of \$1,250; and		
15	(c)	One check to "The Chanler Group" in the amount of \$30,000.		
16	3.4.2 Issua	nce of 1099 Forms. After the Consent Judgment has been approved		
17	and the settlement funds have been transmitted to plaintiff's counsel, Croscill shall issue three			
18	separate 1099 forms, as follows:			
19	(a)	The first 1099 shall be issued to the Office of Environmental Health		
20		Hazard Assessment, P.O. Box 4010, Sacramento, CA 95814 (EIN:		
21		68-0284486) in the amount of \$3,750;		
22	(b)	The second 1099 shall be issued to John Moore in the amount of		
23		\$1,250, whose address and tax identification number shall be		
24		furnished upon request; and		
25	(c)	The third 1099 shall be issued to The Chanler Group (EIN: 94-		
26	,	3171522) in the amount of \$30,000.		
27				

3.4.3 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. CLAIMS COVERED AND RELEASED

4.1 Moore's Public Release of Proposition 65 Claims

Moore acting on his own behalf and in the public interest releases Croscill from all claims for violations of Proposition 65 up through the Effective Date based on exposure to DEHP from the Products as set forth in the Notice and Complaint. 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 Moore'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, suspect or unsuspected, limited to and arising out of alleged or actual exposures to DEHP in the Products manufactured, distributed or sold by Croscill.

4.3 Croscill's Release of Moore

Croscill on behalf of itself, its past and current agents, representatives, attorneys, successors and/or assignees, hereby waives any and all claims against Moore, his attorneys and other representatives, for any and all actions taken or statements made (or those that could have been taken or made) by Moore 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. <u>COURT APPROVAL</u>

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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 Croscill shall provide written notice to Moore 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 Croscill 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:

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Marc Navarre, President Croscill Home LLC 1500 North Carolina Street Goldsboro, NC 27530

To Moore:

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. COUNTERPARTS; FACSIMILE AND PDF SIGNATURES

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)

Moore 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

Moore and Croscill 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 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 Moore shall draft and file, and Croscill shall join. If any third party objection to the noticed motion is filed, Moore and Croscill 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 respective parties and have read, understood, and agree to all of the terms and conditions of this Consent Judgment. AGREED TO: AGREED TO: Date:___ Joe Granger, Chief Executive Officer Croscill Home LLC

13. <u>AUTHORIZATION</u>

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:

AGREED TO

Joe Granger, Chief Executive Officer Croscill Home LLC

Date:

By: