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Brian Johnson, State Bar No. 235965 1 THE CHANLER GROUP FILED 2 2560 Ninth Street Parker Plaza, Suite 214 **ALAMEDA COUNTY** Berkeley, CA 94710-2565 3 Telephone: (510) 848-8880 Facsimile: (510) 848-8118 SEP 207 2016 . 4 Email: brian@chanler.com E SUPERIOR COURT 5 Attorneys for Plaintiff Deputy 6 WHITNEY R. LEEMAN, PH.D. 7 8 SUPERIOR COURT OF THE STATE OF CALIFORNIA 9 COUNTY OF ALAMEDA 10 UNLIMITED CIVIL JURISDICTION 11 12 13 Case No. RG16816698 WHITNEY R. LEEMAN, PH.D., 14 Plaintiff, [PROPOSED] JUDGMENT PURSUANT **TO TERMS OF PROPOSITION 65** 15 SETTLEMENT AND CONSENT **JUDGMENT** 16 DEE ZEE, INC.; et al., 17 Date: September 13, 2016 Defendants. Time: 3:00 p.m. 18 Dept.: 22 Judge: Hon. Robert McGuinness 19 Reservation No. R-1764579 20 21 22 23 24

In the captioned action, plaintiff Whitney R. Leeman, Ph.D. and defendant Dee Zee, Inc., having agreed through their respective counsel that judgment be entered pursuant to the terms of their settlement agreement in the form of a stipulated judgment ("Consent Judgment"), and following this Court's issuance of an Order approving this Proposition 65 settlement and Consent Judgment on September 13, 2016;

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 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: 9/26/16

JUDGE OF THE SUPERIOR COURT

1 2 3 4 5 6 7 8	Brian C. Johnson, State Bar No. 235965 Josh Voorhees, State Bar No. 241436 THE CHANLER GROUP 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710-2565 Telephone: (510) 848-8880 Facsimile: (510) 848-8118 E-mail: brian@chanler.com E-mail: josh@chanler.com Attorneys for Plaintiff WHITNEY R. LEEMAN, PH.D.	
9	SUPERIOR COURT O	F THE STATE OF CALIFORNIA
10	COUNTY OF ALAMEDA	
11	UNLIMITED CIVIL JURISDICTION	
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13		
14 15	WHITNEY R. LEEMAN, PH.D.,  Plaintiff,	Case No. RG16816698  CROPOSED CONSENT JUDGMENT
16	v.	(Health & Safety Code § 25249.6 et seg. and
17	DEE ZEE, INC.,	Code Civ. Proc. § 664.6)
18	Defendant.	
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---CONSENT JUDGMENT

### 1. INTRODUCTION

#### 1.1 Parties

This Consent Judgment is entered into by and between plaintiff Whitney R. Leeman, Ph.D. ("Leeman"), and Dee Zee, Inc. ("Dee Zee"), with Leeman and Dee Zee each individually referred to as a "Party" and collectively as the "Parties."

#### 1.2 Plaintiff

Leeman is an individual residing in California who 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

Dee Zee employs ten or more individuals and 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

Leeman alleges that Dee Zee imports, sells, or distributes for sale in California vinyl/PVC cables that contain di(2-ethylhexyl)phthalate ("DEHP") without first providing the exposure warning required by Proposition 65. DEHP is listed pursuant to Proposition 65 as a chemical known to cause birth defects or other reproductive harm.

#### 1.5 Product Description

The products covered by this Consent Judgment are vinyl/PVC cables containing DEHP that are imported, sold, or distributed for sale in California by Dee Zee ("Products") including, but not limited to, the cable component of the *DeeZee Portable Safe*, *UPC #0 19023 98201 9*.

### 1.6 Notice of Violation

On August 20, 2015, Leeman served Dee Zee, the California Attorney General, and all other requisite public enforcers with a 60-Day Notice of Violation ("Notice"), alleging that Dee Zee violated Proposition 65 by failing to warn its customers and consumers in California of the health hazards associated with exposures to DEHP from the Products. No public enforcer has commenced and is diligently prosecuting an action to enforce the violations alleged in the Notice.

## 1.7 Complaint

On May 23, 2016, Leeman filed the instant action ("Complaint"), naming Dee Zee as a defendant for the alleged violations of Proposition 65 that are the subject of the Notice.

### 1.8 No Admission

Dee Zee denies the material, factual, and legal allegations contained in the Notice and Complaint, and maintains that all of the products it has sold and distributed 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 of any fact, finding, conclusion of law, issue of law, or violation of law, nor shall compliance with this Consent Judgment constitute or 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 Dee Zee's obligations, responsibilities, and duties under this Consent Judgment.

#### 1.9 Jurisdiction

For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over Dee Zee as to the allegations in the Complaint, that venue is proper in Alameda County, 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 § 664.6.

#### 1.10 Effective Date

For purposes of this Consent Judgment, the term "Effective Date" means the date on which the Motion for Approval of the Consent Judgment is granted by the Court.

# 2. <u>INJUNCTIVE RELIEF: REFORMULATED PRODUCTS</u>

Commencing on the Effective Date and continuing thereafter, Dee Zee agrees to only manufacture for sale, or purchase for sale in California, "Reformulated Products." For purposes of this Consent Judgment, Reformulated Products are Products containing DEHP in a maximum concentration of 1,000 parts per million (0.1%) when analyzed pursuant to U.S. Environmental Protection Agency testing methodologies 3580A and 8270C or equivalent methodologies utilized by state or federal agencies for the purpose of determining DEHP content in a solid substance.

# 3. MONETARY SETTLEMENT TERMS

## 3.1 Civil Penalty Payments

Pursuant to Health and Safety Code § 25249.7(b), and in settlement of all the claims referred to in the Notice, Complaint, and this Consent Judgment, Dee Zee shall pay \$8,000 in civil penalties. Each civil penalty payment shall be allocated according to Health and Safety Code § 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 retained by Leeman. Leeman's counsel shall be responsible for delivering OEHHA's portion of the penalty payment's) made under this Consent Judgment.

## 3.1.1 Initial Civil Penalty Payment

Dee Zee shall make an initial civil penalty payment of \$2,000.

# 3.1.2 Final Civil Penalty Payment

On October 1, 2016, Dee Zee shall make a final civil penalty payment of \$6,000. Pursuant to title 11 California Code of Regulations, § 3203(c), Leeman agrees that the final civil penalty payment shall be waived in its entirety if, no later than September 15, 2016, an officer of Dee Zee provides Leeman with a signed declaration certifying that all of the Products it is selling, shipping for sale, or distributing for sale in California as of the date of its declaration are Reformulated Products as defined by Section 2, and that Dee Zee will continue to offer only Reformulated Products for sale in California in the future. Alternatively, Dee Zee may certify that it is not currently offering the Products for sale in California but, in the event it decides to recommence sales, it agrees to only offer Reformulated Products. The option to certify product reformulation (or a commitment to reformulate future sales) in lieu of making the final civil penalty payment required by this Section is a material term, and time is of the essence.

## 3.2 Reimbursement of Attorney's Fees and Costs

The parties acknowledge that Leeman and her counsel offered to resolve this dispute without reaching terms on the amount of fees and costs to be reimbursed to them, thereby leaving the issue to be resolved after the material terms of this Consent Judgment had been settled. Shortly after the other settlement terms had been finalized, the Parties negotiated the compensation due to Leeman and her counsel under general contract principles and the private attorney general doctrine codified at