Gregory M. Sheffer, State Bar No. 173124 SHEFFER LAW FIRM 81 Throckmorton Ave., Suite 202 Mill Valley, CA 94941 Telephone: 415.388.0911 3 Facsimile: 415,388,9911 4 OCT - 7 2016 Attorneys for Plaintiff JAMES M. KIM. Court Executive Officer MARIN COUNTY SUPERIOR COURT SUSAN DAVIA 5 By: E. Chais, Deputy 6 7 SUPERIOR COURT OF THE STATE OF CALIFORNIA 8 FOR THE COUNTY OF MARIN 9 UNLIMITED CIVIL JURISDICTION 10 11 SUSAN DAVIA, Case No. CIV1504314 12 Plaintiff. **JUDGMENT ON PROPOSITION 65 SETTLEMENT** 13 V. 14 Case Filed: November 30, 2015 Trail Date: None Assigned RED STEER GLOVE COMPANY, 15 ANDERSEN DRIVE BUILDING SUPPLY CO. and DOES 1-150, 16 Defendants. 17 18 19 20 21 22 23 24 25 26 27 28

In the above-entitled action, Plaintiff Susan Davia and Defendant Red Steer Glove Company, having agreed through their respective counsel that a judgment be entered pursuant to the terms of the Settlement Agreement and Consent to 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 and Stipulation to Judgment on this day, 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 Stipulation to 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: 1017 2016

# PAUL M. HAAKENSON

Honorable Paul Haakenson Judge Of The Superior Court

# EXHIBIT A

1	Gregory M. Sheffer, Esq., State Bar No. 173124 SHEFFER LAW FIRM 81 Throckmorton Ave., Suite 202		
3	Mill Valley, CA 94941 Telephone: (415) 388-0911 Facsimile: (415) 388-9911		
4	Attorneys for Plaintiff		
5	SUSAN DAVIA		
6			
7	SUPERIOR COURT OF THE STATE OF CALIFORNIA		
8	FOR THE COUNTY OF MARIN		
9	UNLIMITED CI	VIL JURISDICTION	
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11	SUSAN DAVIA,	Case No. CIV 1504314	
12	Plaintiff, v.	CONSENT TO JUDGMENT AS TO DEFENDANT RED STEER GLOVE COMPANY	
13	RED STEER GLOVE COMPANY,	Action Filed: November 30, 2015	
14	ANDERSEN DRIVE BUILDING SUPPLY CO. and DOES 1-150,	Trial Date: None Assigned	
15	Defendants.		
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# **1.** INTRODUCTION

#### **1.1** The Parties

This Consent to Judgment Settlement Agreement ("Consent Judgment") is entered into by and between Plaintiff Susan Davia, ("Davia" or "Plaintiff") and Defendant Red Steer Glove Company ("RED STEER" or "Settling Defendant"). Plaintiff and Settling Defendant are collectively referred to as the "Parties."

#### **1.2** Plaintiff

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

# **1.3** Defendant

Plaintiff alleges that RED STEER 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

Davia alleges that RED STEER manufactured, imported, distributed and/or sold, in the State of California, certain types of PVC rainwear that exposed users to Di(2-ethylhexyl)phthalate ("DEHP") and Lead without first providing "clear and reasonable warning" under Proposition 65, and certain PVC packaging for such rainwear that exposed users to DEHP without first providing "clear and reasonable warning" under Proposition 65.

DEHP is listed as a reproductive and developmental toxicant pursuant to Proposition 65. Lead is listed as a reproductive toxin and carcinogen pursuant to Proposition 65. Where appropriate, both DEHP and Lead shall be hereafter, collectively, referred to as the "Listed Chemical."

# **1.5** Notice of Violation

On September 1, 2015, and June 7, 2016, Davia served RED STEER and Andersen Building Supply Company ("Andersen") with Proposition 65 60-Day Notices of Violation and requisite Certificates of Merit that provided public enforcers and these entities with notice of alleged

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violations of Health & Safety Code § 25249.6 for failing to warn consumers of the presence of the DEHP and Lead in and on their PVC rainwear and rainwear case products sold in California (AG Notice 2015-00898).

ANDERSEN and RED STEER each received the September 1, 2015, and June 7, 2016, Notices of Violation (hereafter "Notice"). To the best of the Parties' knowledge, no public enforcer is diligently prosecuting a Proposition 65 enforcement action related to the Listed Chemical in the covered products, as identified in the Notice.

#### 1.6 Complaint

On November 30, 2015, Davia, acting in the interest of the general public in California, filed a Complaint in the Superior Court of the State of California for the County of Marin, Case No. CIV 1504314, alleging that RED STEER, ANDERSEN and Does 1-150 violated Health & Safety Code § 25249.6 by exposing California consumers to the Listed Chemical allegedly contained in certain PVC rainwear and rainwear case products without first providing a Proposition 65 warning (the "Complaint").

#### 1.7 No Admission

This Agreement resolves claims that are denied and disputed by Settling Defendant. The Parties enter into this Agreement pursuant to a full and final settlement of any and all claims between the Parties for the purpose of avoiding prolonged litigation. Settling Defendant denies the material factual and legal allegations contained in the Notice and Complaint, maintains that it did not knowingly or intentionally or otherwise expose California consumers to the Listed Chemical through the reasonably foreseeable use of the Covered Product, and contends that all products it has manufactured, distributed and/or sold in California have been and are in compliance with all applicable laws, and are completely safe for their intended use. Nothing in this Agreement shall be construed as an admission by Settling Defendant of any fact, finding, issue of law, violation of law or that Settling Defendant is a person in the course of doing business pursuant to H&S Code Section 2524.11; nor shall compliance with this Agreement constitute or be construed as an admission by Settling Defendant of any fact, finding, conclusion, issue of law, or violation of law, such being specifically denied by Settling Defendant. However, notwithstanding the foregoing,

this section shall not diminish or otherwise affect Settling Defendant's obligations, responsibilities, and duties under this Consent Judgment.

# **1.8** Consent to Jurisdiction

For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over RED STEER as to the allegations contained in the Complaint, that venue is proper in County of Marin, and that this Court has jurisdiction to enter and enforce the provisions of this Consent Judgment. As an express part of this Consent Judgment pursuant to C.C.P. §664.6, the Court in which this action was filed shall retain jurisdiction over the Parties to enforce the Consent Judgment until performance in full of the terms hereof.

# **2.** DEFINITIONS

- **2.1** The term "Complaint" shall mean the November 30, 2015, Complaint, Marin County Superior Court Case No. CIV150314.
- **2.2** The term "Covered Product 1" means any RED STEER brand PVC rainwear product, excluding Covered Product 2, that Settling Defendant manufactures, distributes, and/or offers for sale to California consumers including, but not limited to, Red Steer Glove Company PVC Rainsuit (#046065935055).
- **2.3** The term "Covered Product 2" means any clear PVC single product display/packaging for RED STEER brand PVC rainwear products that Settling Defendant manufactures, distributes, and/or offers for sale to California consumers including, but not limited to, Red Steer Glove Company PVC Rainsuit case (#046065935055).
  - **2.4** The term "Effective Date" shall mean July 22, 2016.
- 2.5 The term "DEHP Free" shall mean less than or equal to 1,000 parts per million ("ppm") of DEHP, in any accessible component of any Covered Product 1 or Covered Product 2, determined through testing by an accredited laboratory using Environmental Protection Agency ("EPA") testing methodologies 3580A and 8270C, or equivalent methodologies utilized by federal or state agencies to determine the presence, and measure the quantity, of DEHP in a solid substance.. The term "Lead Free" shall mean less than or equal to 100 parts per million of Lead in any accessible material or component of any Covered Product 1, determined by a minimum of

duplicate quality controlled tests by an accredited laboratory using EPA testing methodologies 3545 and 8270C, or equivalent methodologies utilized by federal or state agencies to determine the presence, and measure the quantity, of Lead in a solid substance.

**2.6** "Manufactured" and "manufactures" have the meaning defined in Section 3(a)(10) of the Consumer Product Safety Act ("CPSA") [15 U.S.C. § 2052(a)(10)], as amended from time to time.

## **3.** NON-MONETARY RELIEF

- **3.1** Reformulation Commitment
- **3.1.1** No later than July 30, 2016, RED STEER shall provide the DEHP Free phthalate concentration standards of Section 2.5 to its then-current vendors of any Covered Product 1 and Covered Product 2 that will be sold in California, and instruct its vendors not to incorporate any raw or component materials in such products that do not meet the DEHP Free concentration standards of Section 2.5.
- **3.1.2** No later than July 30, 2016, RED STEER shall provide the Lead Free concentration standards of Section 2.5 to its then-current vendors of any Covered Product 1 that will be sold in California, and instruct its vendors not to incorporate any raw or component materials in such products that do not meet the Lead Free concentration standards of Section 2.5.
- **3.1.3** No later than September 15, 2016, RED STEER shall not manufacture or cause to be manufactured, order or cause to be ordered, or distribute or cause to be distributed for sale in California any Covered Product 1 or Covered Product 2 that is not DEHP Free.
- **3.1.4** No later than September 15, 2016, RED STEER shall not manufacture or cause to be manufactured, order or cause to be ordered, or distribute or cause to be distributed in California any Covered Product 1 that is not Lead Free.
- **3.1.5** For every Covered Product 1 and Covered Product 2 ordered, caused to be ordered, manufactured or caused to be manufactured for distribution or sale in California after September 15, 2016, RED STEER shall maintain copies of all testing of such products demonstrating compliance with this section, shall maintain copies of all vendor correspondence relating to the

DEHP Free and Lead Free concentration standards and shall produce such copies to Davia within fifteen (15) days of receipt of written request from Davia.

- **3.2** Previously Obtained or Distributed Covered Products.
- 3.2.1 Customer Notification No later than the Effective Date, RED STEER shall send a letter, electronic or otherwise ("Notification Letter") to: (1) each California customer to which it, after January 1, 2015, supplied any Covered Product 1 or Covered Product 2; (2) each U.S. customer that RED STEER reasonably understands sells Covered Product 1 or Covered Product 2 in California and (3) any other California customer and/or retailer that RED STEER reasonably understands or believes has any inventory of either Covered Product 1 or Covered Product 2 for sale in California. The Notification Letter shall advise the recipient that Covered Product 1 contains DEHP and Lead, and that Covered Product 2 contains DEHP, chemicals listed under California's Proposition 65. The Notification letter shall direct recipient that all Covered Product 1 and Covered Product 2 must be labelled with a clear and reasonable Proposition 65 warning before it is sold in the California market. The Notification Letter shall include a sheet of white background, adhesive Proposition 65 Warning stickers with the following warning in no less than Book Antiqua, point 9 font (or its equivalent):

**WARNING:** this product contains chemicals known to the State of California to cause cancer, birth defects or other reproductive harm

The Notification Letter shall require written confirmation from the recipient, within 15 days of mailing, that all such inventory has been labelled with the warning language identified in this section.

- **3.2.2** Settling Defendant shall maintain records of compliance correspondence, or other communication confirming compliance with § 3.2.1 for one (1) year from the Effective Date and shall produce copies of such records within fifteen (15) days of written request by Davia.
  - **3.3** RED STEER Warning Obligations

RED STEER certifies that it has already commenced a warning program whereby all Covered Product 1 and Covered Product 2 designated for sale into California are labelled with a Proposition 65 warning. As of the Effective Date, and until September 15, 2016, RED STEER shall CONSENT TO JUDGMENT CIV150314

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not sell or ship any Covered Product to a California vendor or retailer, or sell or ship any Covered Product to a vendor or retailer that RED STEER reasonably understands will offer the products for sale in California, unless such Covered Products either meet the Lead free and DEHP free standards of this Consent Judgment or are sold or shipped with one of the clear and reasonable warnings set forth hereafter.

Each warning shall be prominently placed with such conspicuousness as compared with other words, statements, designs, or devices as to render it likely to be read and understood by an ordinary individual under customary conditions *before* purchase or use. Each warning shall be provided in a manner such that the consumer or user understands to which *specific* Covered Product the warning applies, so as to minimize the risk of consumer confusion.

# (a) Retail Store Sales.

(i) **Product Labeling.** For all Covered Products that do not meet the Lead Free and DEHP Free standards of this Consent Judgment sold to any entity that RED STEER reasonably understands will offer the products for sale in California, RED STEER shall affix a warning to the labeling or directly on the Covered Product that states:

**WARNING:** This product contains chemicals known to the State of California to cause cancer, birth defects or other reproductive harm.

- (b) Mail Order Catalog and Internet Sales. For all Covered Products that do not meet the Lead Free and DEHP Free standards of this Consent Judgment sold by RED STEER via mail order catalog or the Internet to California customers, RED STEER shall include a warning in the catalog or within the website, identifying the specific Covered Product to which the warning applies, as specified in Sections 3.2(b)(i) and (ii) below.
- (i) Mail Order Catalog Warning. Any warning provided in a mail order catalog must be in the same type size or larger than the Covered Product description text within the catalog. The following warning shall be provided on the same page and in the same location as the display and/or description of the Covered Product:

**WARNING:** This product contains chemicals known to the State of California to cause cancer, CONSENT TO JUDGMENT CIV150314

# birth defects or other reproductive harm.

**WARNING:** This product contains chemicals known to the State of California to cause cancer, birth defects or other reproductive harm.

Alternatively, the designated symbol may appear adjacent to or immediately following the display,

Where it is impracticable to provide the warning on the same page and in the same location as the display and/or description of the Covered Product, RED STEER may utilize a designated symbol to cross reference the applicable warning and shall define the term "designated symbol" with the following language on the inside of the front or back cover of the catalog or on the same page as any order form for the Old Covered Product(s):

**WARNING:** Certain products identified with this symbol ▼ contain chemicals known to the State of California to cause cancer, birth defects or other reproductive harm.

The designated symbol must appear on the same page and in close proximity to the display and/or description of the Covered Product. On each page where the designated symbol appears, RED STEER must provide a header or footer directing the consumer to the warning language and definition of the designated symbol.

If RED STEER elects to provide warnings in any mail order catalog, then the warnings must be included in all catalogs offering to sell one or more Covered Products in California printed after the Effective Date.

(ii) Internet Website Warning. A warning must be given in conjunction with the sale of any Covered Products by RED STEER that do not meet the Lead Free and DEHP Free standards of this Consent Judgment via the Internet, provided it appears either: (a) on the same web page on which a Covered Product is displayed; (b) on the same web page as the order form for a Covered Product; (c) on the same page as the price for any Covered Product; or (d) on one or more web pages displayed to a purchaser during the checkout process. The following warning statement shall be used and shall appear in any of the above instances adjacent to or immediately following the display, description, or price of the Covered Product for which it is given in the same type size or larger than the Covered Product description text:

description, or price of the Covered Product for which a warning is being given, provided that the following warning statement also appears elsewhere on the same web page, as follows:

**WARNING:** Products identified on this page with the following symbol ▼ contain chemicals known to the State of California to cause cancer, birth defects or other reproductive harm.

# **3.4** Elimination of Warning Option

After September 15, 2016, RED STEER shall not distribute or otherwise sell any Covered Product 1 in California unless it is DEHP and Lead Free and shall not sell any Covered Product 2 in California that is not DEHP Free regardless of whether a Proposition 65 warning accompanies the product.

#### **4.** MONETARY PAYMENTS

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

As a condition of settlement of all the claims referred to in this Consent to Judgment, RED STEER shall pay a total of \$3,500 in civil penalties in accordance with California Health & Safety Code § 25249.12(c)(1) & (d), with 75% of the funds remitted to the California Office of Environmental Health Hazard Assessment ("OEHHA") and the remaining 25% of the penalty remitted to Davia.

# 4.2 Augmentation of Penalty Payments

For purposes of the penalty assessment under this Agreement, Davia is relying entirely upon RED STEER and its counsel for accurate, good faith reporting to Davia of the nature and amounts of relevant sales activity. If within nine (9) months of the Effective Date, Davia discovers and presents to RED STEER evidence that the Covered Products have been distributed by RED STEER in sales volumes to California materially different than those identified by RED STEER prior to execution of this Agreement, then the Parties shall have a period of 30 days to meet and confer concerning such evidence, and RED STEER shall have the opportunity to present to Plaintiff any evidence to the contrary. If the Parties can agree on an appropriate disposition, then RED STEER shall submit payment of any agreed additional civil penalties and attorney's fees related to investigating and alleging sales activity materially different from that disclosed by RED STEER prior to the execution of this Agreement within 30 days in accordance with the method of payment CONSENT TO JUDGMENT CIVI50314

of penalties and fees specified in Sections 4.1 and 4.4. If the Parties cannot agree on an appropriate disposition within 30 days, Davia shall be entitled to file a formal legal claim for additional penalties according to proof for breach of this contract, and should Davia prevail she shall be entitled to her reasonable attorney fees and costs relating to such claim to the extent consistent with California Code of Civil Procedure Section 1021.5. Should RED STEER prevail in opposing any such claim, RED STEER shall be entitled to its reasonable attorney's fees in opposing the claim.

# 4.3 Reimbursement of Plaintiff's Fees and Costs

The Parties acknowledge that Davia 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 this fee issue to be resolved after the material terms of the agreement had been settled. Settling Defendant 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 Davia and her 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, RED STEER shall pay the all-inclusive amount of \$30,500 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.

# 4.4 Payment Timing; Payments Held In Trust

RED STEER shall deliver all settlement payment funds required by this Consent Judgment to its counsel within ten days of the date that this Agreement is fully executed by the Parties. Settling Defendant's counsel shall confirm receipt of settlement funds in writing to plaintiff's counsel and, thereafter, hold the amounts paid in trust until such time as the Court approves this Consent Judgment as contemplated by Section 7.

Within five business days of the date the Court approves the settlement, settling defendant's counsel shall deliver the settlement payments it has held in trust to plaintiff's counsel

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as follows:

- 1. a civil penalty check in the amount of \$2,625 payable to "OEHHA" (EIN: 68-0284486, Memo line "Prop 65 Penalties, 2015-00898");
- 2. a civil penalty check in the amount of \$875 payable to "Susan Davia" (EIN: to be supplied, Memo line "Prop 65 Penalties, 2015-00898"); and
- 3. An attorney fee and cost reimbursement check, pursuant to Section 4.3, in the amount of \$30,500 payable to "Sheffer Law Firm" (EIN 55-08-58910, Memo line "2015-00898")

All penalty payments shall be delivered to the Sheffer Law Firm at the following address:

Sheffer Law Firm Attn: Proposition 65 Controller 81 Throckmorton Ave., Suite 202 Mill Valley, CA 94941

RED STEER shall be liable for payment of interest, at a rate of 10% simple interest, for all amounts due and owing from it under this Section that are not received by Sheffer Law Firm within five business days of the due date for such payment. Plaintiff shall have the sole responsibility for transmitting OEHHA's civil penalty check to OEHHA.

#### CLAIMS COVERED AND RELEASE

- 5.1 Davia's Releases of Settling Defendant
- 5.1.1 This Consent Judgment is a full, final, and binding resolution between Davia, on behalf of herself, and in the public interest, and her past and current agents, representatives, attorneys, successors, and/or assignees, and RED STEER and its attorneys, successors, wholesalers, retailers, licensors, assigns and any party or entity to whom RED STEER has distributed Covered Product 1 or Covered Product 2 who has sold such products in California (including but not limited to Andersen Building Supply and Village Supply)(collectively "Defendant Releasees") of any actual or alleged violation of Proposition 65 that has been or could have been asserted against Defendant Releasees regarding the failure to warn about exposure to any Listed Chemical arising in connection with any Covered Product 1 or Covered Product 2 manufactured, sourced, distributed, or sold by Defendant Releasees prior to the Effective Date. Settling Defendant's

compliance with this Agreement shall constitute compliance with Proposition 65 with respect to the Listed Chemical in the Covered Products manufactured, sourced, distributed, or sold after the Effective Date.

5.1.2 Davia, on behalf of herself, her past and current agents, representatives, attorneys, successors, and/or assignees, and in the interest of the general public, hereby waives with respect to Covered Products all rights to institute or participate in, directly or indirectly, any form of legal action and releases all claims, including, without limitation, all actions, and causes of action, in law or in equity, suits, liabilities, demands, obligations, damages, costs, fines, penalties, losses, or expenses (including, but not limited to, investigation fees, expert fees, and attorneys' fees) of any nature whatsoever, whether known or unknown, fixed or contingent (collectively "claims"), against Defendant Releasees that arise under Proposition 65 or any other statutory or common law claims that were or could have been asserted in the public interest, as such claims relate to Defendant Releasees' alleged failure to warn about exposures to either Listed Chemical contained in any Covered Products.

Davia, in her individual capacity, provides a general release herein, on behalf of herself, her past and current representatives and attorneys, 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 Davia, of any nature, character or kind, known or unknown, suspected or unsuspected, arising out of Covered Products manufactured, distributed or sold by RED STEER or the Defendant Releasees up through the Effective Date. Davia acknowledges that she is familiar with section 1542 of the California civil code, which provides as follows:

A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS WHICH THE CREDITOR DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE, WHICH IF KNOWN BY HIM OR HER MUST HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR.

Davia, in her individual capacity, on behalf of herself, her past and current representatives and attorneys, expressly waives and relinquishes any and all rights and benefits that she may have under, or which may be conferred on her by the provisions of Section 1542 of the California Civil Code as well as under any other state or federal statute or common law principle of similar effect, CONSENT TO JUDGMENT CIV150314

to the fullest extent that he may lawfully waive such rights or benefits pertaining to the released matters. In furtherance of such intention, excepting Section 4.2, the release hereby given shall be and remain in effect as a full and complete release notwithstanding the discovery or existence of any such additional or different claims or facts arising out of the released matters.

This Section 5.1 release as it applies to entities other than RED STEER is expressly limited to any alleged violations that occur prior to April 30, 2016, and does not release any other person, party or entity from any liability for any violation of Proposition 65 regarding any Covered Products that occurs after April 30, 2016.

The Parties further understand and agree that this Section 5.1 release shall not extend upstream to any entities that manufactured any Covered Product or any component parts thereof, or any distributors or suppliers who sold any Covered Products or any component parts thereof to Settling Defendant.

- **5.1.3** Upon court approval of this Consent Judgment, the Parties waive their respective rights to a hearing or trial on the allegations of the Complaint.
  - **5.2** Settling Defendant's Release of Davia
- **5.2.1** Settling Defendant waives any and all claims against Davia, her attorneys, and other representatives for any and all actions taken or statements made (or those that could have been taken or made) by Davia and her attorneys and other representatives, whether in the course of investigating claims or otherwise seeking enforcement of Proposition 65 against it in this matter, and/or with respect to the Covered Products.
- **5.2.2** Settling Defendant also provides a general 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 any Settling Defendant of any nature, character or kind, known or unknown, suspected or unsuspected, arising out of the subject matter of the Action. Settling Defendant acknowledges that it is familiar with Section 1542 of the California Civil Code, which provides as follows:

A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS WHICH THE CREDITOR DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE, WHICH IF KNOWN BY HIM OR HER MUST HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR.

Settling Defendant expressly waives and relinquishes any and all rights and benefits that it may have under, or which may be conferred on it by the provisions of Section 1542 of the California Civil Code as well as under any other state or federal statute or common law principle of similar effect, to the fullest extent that it may lawfully waive such rights or benefits pertaining to the released matters. In furtherance of such intention, the release hereby given shall be and remain in effect as a full and complete release notwithstanding the discovery or existence of any such additional or different claims or facts arising out of the released matters.

# **6.** SEVERABILITY

If, subsequent to court approval of this Consent Judgment, any of the provisions of this Consent Judgment are determined by a court to be unenforceable, so long as all Parties agree, the validity of the enforceable provisions remaining shall not be adversely affected, unless the Court finds that any unenforceable provision is not severable from the remainder of the Agreement.

# **7.** COURT APPROVAL

This Agreement is effective upon execution but must also be approved by the Court. If this Agreement is not approved by the Court in its entirety, the Parties shall meet and confer to determine whether to modify the terms of the Agreement and to resubmit it for approval. In meeting and conferring, the Parties agree to undertake any actions reasonably necessary to amend and/or modify this Agreement in order to further the mutual intention of the Parties in entering into this Agreement.

The Agreement shall become null and void if, for any reason, it is not approved and entered by the Court, as it is executed, within nine months after it has been fully executed by all Parties. If the Agreement becomes null and void after any payment of monies under this agreement, such monies shall be returned to Settling Defendant by payment of such monies to counsel for Settling Defendant in trust for that Settling Defendant.

If this Agreement is not entered by the Court as a Consent Judgment, and the Parties have exhausted their meet and confer efforts pursuant to this Section 7, upon 15 days written notice, the law firm holding Settling Defendant's funds in trust shall refund any and all payments made into its trust account by Settling Defendant as requested.

# 1 8. **GOVERNING LAW** The terms of this Consent Judgment shall be governed by the laws of the State of California. 2 9. **NOTICES** 3 When any Party is entitled to receive any notice under this Agreement, the notice shall be 4 sent by certified mail and electronic mail to the following: 5 For Red Steer Glove Company to: 6 Luke Atwood II, President 7 Red Steer Glove Company 2895 Valpak Rd Ne 8 Salem, OR, US - 97303 9 With copy to their counsel at: 10 J. Robert Maxwell Rogers Joseph O'Donnell PLC 11 311 California Street, 10th Floor San Francisco, CA 94104 12 For Davia to: 13 Proposition 65 Coordinator 14 Sheffer Law Firm 81 Throckmorton Ave., Suite 202 15 Mill Valley, CA 94941 16 Any Party may modify the person and address to whom the notice is to be sent by sending each 17 other Party notice by certified mail and/or other verifiable form of written communication. 18 10. COMPLIANCE WITH HEALTH & SAFETY CODE § 25249.7(F) 19 Davia agrees to comply with the reporting form requirements referenced, in California 20 Health & Safety Code §25249.7(f) and to file a motion for approval of this Agreement. 21 11. **MODIFICATION** 22 This Agreement may be modified only (1) by written agreement of the Parties or (2) upon a 23 successful motion of any party and approval of a modified Agreement by the Court. **12.** ADDITIONAL POST-EXECUTION ACTIVITIES 24 The parties acknowledge that, pursuant to Health & Safety Code §25249.7, a noticed motion 25 is required to obtain judicial approval of this Consent Judgment. In furtherance of obtaining such 26 approval, Davia and Settling Defendant, and their respective counsel, agree to mutually employ CONSENT TO JUDGMENT CIV150314

their best efforts to support the entry of this Consent Judgment by the Court in a timely manner. Any effort by Settling Defendant to impede judicial approval of this Agreement shall subject it to liability for attorney fees and costs incurred by Plaintiff or her counsel in their efforts to meet or oppose such Settling Defendant's impeding conduct.

# **13.** ENTIRE AGREEMENT

This Settlement contains the sole and entire agreement and understanding of the Parties with respect to the entire subject matter hereof, 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 hereto. No other agreements not specifically referred to herein, oral or otherwise, shall be deemed to exist or to bind any of the Parties. No supplementation, modification, waiver, or termination of this Agreement shall be binding unless executed in writing by the Party to be bound. No waiver of any of the provisions of this Agreement shall be deemed or shall constitute a waiver of any of the other provisions whether or not similar, nor shall such waiver constitute a continuing waiver

# **14.** ATTORNEY'S FEES

14.1 Should Davia prevail on any motion, application for order to show cause or other proceeding to enforce a violation of this Agreement, Davia shall be entitled to her reasonable attorney fees and costs incurred as a result of such motion, order or application, consistent with C.C.P. §1021.5. Should Settling Defendant prevail on any motion, application for order to show cause or other proceeding to enforce a violation of this Consent Judgment, Settling Defendant shall be entitled to its reasonable attorney fees and costs incurred as a result of such motion, order or application, or if opposing a motion brought by Davia upon a finding that Davia's prosecution of the motion or application lacked substantial justification. For purposes of this Agreement, the term substantial justification shall carry the same meaning as used in the Civil Discovery Act of 1986, Code of Civil Procedure §§ 2016, et seq.

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**14.2** Except as specifically provided in the above paragraph and in Section 4.3, each Party shall bear its own costs and attorney's fees in connection with this Action and the entry of this Consent Judgment.

**14.3** Nothing in this Section 14 shall preclude a Party from seeking an award of sanctions pursuant to law.

# 15. Neutral Construction

All Parties and their counsel have participated in the preparation of this Agreement and this Agreement is the result of the joint efforts of the Parties. This Agreement was subject to revision and modification by the Parties and has been accepted and approved as to its final form by all Parties and their counsel. Accordingly, any uncertainty or ambiguity existing in this Agreement shall not be interpreted against any Party as a result of the manner of the preparation of this Agreement. Each Party to this Agreement agrees that any statute or rule of construction providing that ambiguities are to be resolved against the drafting Party should not be employed in the interpretation of this Agreement and, in this regard, the Parties hereby waive California Civil Code Section 1654.

### **16.** COUNTERPARTS, FACSIMILE SIGNATURES

This Agreement may be executed in counterparts and by facsimile or portable document format (PDF), each of which shall be deemed an original, and all of which, when taken together, shall constitute one and the same document.

# **17.** AUTHORIZATION

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

#### IT IS SO AGREED

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	Dated: July 12, 2016	Dated: July, 2016
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	Plaintiff Susan Davia	Luke Atwood, President
		Red Steer Glove Company
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4		Red Steer Glove Company
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