Clifford A. Chanler, State Bar No. 135534 1 Warren M. Klein, State Bar No. 303958 2016 NOV 17 AM 9: 39 THE CHANLER GROUP 2 2560 Ninth Street Parker Plaza, Suite 214 3 Berkeley, CA 94710-2565 Telephone: (510) 848-8880 4 Facsimile: (510) 848-8118 Attorneys for Plaintiff RUSSELL BRIMER 6 7 SUPERIOR COURT OF THE STATE OF CALIFORNIA 8 COUNTY OF SANTA CLARA 9 UNLIMITED CIVIL JURISDICTION 10 11 RUSSELL BRIMER, Case No. 16CV294144 12 Plaintiff, [PROPOSED] JUDGMENT PURSUANT **TO TERMS OF PROPOSITION 65** 13 SETTLEMENT AND CONSENT v. **JUDGMENT** 14 SILVER CREEK LEATHER CO., LLC; JO-ANN STORES, LLC; et al., Date: November 17, 2016 15 9:00 a.m. Time: Defendants. Dept.: 7 16 Judge: Hon. Beth McGowen 17 18 19 20 21 22 23 24 25 26 27 28

JUDGMENT PURSUANT TO TERMS OF PROPOSITION 65 SETTLEMENT AND CONSENT JUDGMENT

Plaintiff Russell Brimer and Defendant Silver Creek Leather Co., Inc., 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 their Proposition 65 settlement and Consent Judgment,

IT IS HEREBY ORDERED, ADJUDGED AND DECREED that, pursuant to Health and Safety Code section 25249.7(f)(4) and Code of Civil Procedure section 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 terms of the settlement under Code of Civil Procedure section 664.6.

IT IS SO ORDERED.

NOV 1 7 2016	Beth McGowen
Dated:	JUDGE OF THE SUPERIOR COURT
	JUDGE OF THE SUPERIOR COURT

EXHIBIT 1

1 2 3 4 5	Clifford A. Chanler, State Bar No. 135534 Warren M. Klein, State Bar No. 303958 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	
6	RUSSELL BRIMER	
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8	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
9	COUNTY OF SANTA CLARA	
10	UNLIMITED CIVIL JURISDICTION	
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13	RUSSELL BRIMER,	Case No. 16CV294144
14	Plaintiff,	[PROPOSED] CONSENT JUDGMENT
15	V.	(Health & Safety Code § 25249.6 et seq.)
16	SILVER CREEK LEATHER CO., LLC; JO-ANN STORES, LLC; et al.,	
17	Defendants.	
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1. INTRODUCTION

1.1 Parties

This Consent Judgment is entered into by and between plaintiff Russell Brimer ("Plaintiff"), and Silver Creek Leather Co., LLC, ("Defendant"), with Plaintiff and Defendant each individually referred to as a "Party" and collectively as the "Parties."

1.2 Plaintiff

Plaintiff 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

Defendant 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

Plaintiff alleges that Defendant manufactures, imports, sells, or distributes for sale in California, vinyl/PVC tool grips 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 the State of California to cause birth defects or other reproductive harm.

1.5 Product Description

The products covered by this Consent Judgment are vinyl/PVC tool grips containing DEHP that are manufactured, imported, sold, or distributed for sale in California by Defendant including, but not limited to, *Realeather Crafts Leather Punch*, *T3220*, *2014-12*, *UPC #8 70192 00243 0*, hereinafter the "Products".

1.6 Notice of Violation

On or about January 29, 2016, Plaintiff served Defendant, and certain requisite public enforcement agencies with a "60-Day Notice of Violation" ("Notice") alleging that Defendant violated Proposition 65 by failing to warn its customers and consumers in California that the Products

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expose users to DEHP. To the best of the Parties' knowledge, no public enforcer has commenced and is diligently prosecuting the allegations set forth in the Notice.

1.7 Complaint

On April 20, 2016, Plaintiff filed the instant action ("Complaint") naming Defendant as a defendant for the alleged violations of Health and Safety Code section 25249.6 that are the subject of the Notice.

1.8 No Admission

Defendant 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 Defendant'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 Defendant as to the allegations contained in the Complaint, that venue is proper in the County of Santa Clara, 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 section 664.6.

1.10 **Effective Date**

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

2. INJUNCTIVE RELIEF: REFORMULATION

Reformulated Products 2.1

Commencing on the Effective Date, and continuing thereafter, Defendant 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 concentrations of

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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 other methodology utilized by federal or state government agencies for the purpose of determining DEHP content in a solid substance.

3. MONETARY SETTLEMENT TERMS

3.1 **Civil Penalty Payments**

Pursuant to Health & Safety Code § 25249.7(b), in settlement of all the claims referred to in this Consent Judgment, Defendant shall pay \$2,500 in civil penalties to "Russell Brimer, Client Trust Account." The civil penalty payment shall be allocated according to Health and Safety Code section 25249.12(c)(1) and (d), with seventy-five percent (75%) of the funds paid to the California Office of Environmental Health Hazard Assessment ("OEHHA") by Brimer, and twenty-five percent (25%) of the funds remitted to Brimer.

3.2 Reimbursement of Attorney's Fees and Costs

The parties acknowledge that Plaintiff 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 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, Defendant expressed a desire to resolve Plaintiff's fees and costs. The Parties then attempted to (and did) reach an accord on the compensation due to Plaintiff 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 through the mutual execution of this Consent Judgment. Defendant shall pay \$24,500 for the fees and costs incurred by Plaintiff investigating, bringing this matter to Defendant's attention, litigating and negotiating a settlement in the public interest.

3.3 Payments Held in Trust

All payments due under this Consent Judgment shall be held in trust until such time as the Court approves the Parties' settlement. Within fourteen (14) days of the Effective Date, Defendant's counsel shall send the checks for the initial civil penalty payments and attorneys' fee and costs reimbursements required by Sections 3.1 and 3.2.

3.4 Payment Address

All payments required by this Consent Judgment shall be delivered to the following 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 Plaintiff's Public Release of Proposition 65 Claims

Plaintiff, acting on his own behalf and in the public interest, releases the Defendant and its parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees, and attorneys ("Releasees") and each entity to whom it directly or indirectly distributes or sells the Products including, but not limited to, its downstream distributors, wholesalers, customers, retailers, franchisers, cooperative members, licensors and licensees ("Downstream Releasees") for any violations arising under Proposition 65 for unwarned exposures to DEHP from Products sold by Defendant prior to the Effective Date, as set forth in the Notice. Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 with respect to alleged, unwarned exposures to DEHP from the Products sold by Defendant before the Effective Date, as set forth in the Notice.

4.2 Plaintiff's Individual Release of Claims

Plaintiff, in his individual capacity only and *not* in his representative capacity, also provides a release to Defendant, Releasees, and Downstream Releasees 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, arising out of alleged or actual exposures to phthalates, including DEHP, in the Products sold or distributed for sale by Defendant before the Effective Date.

4.3 Defendant's Release of Plaintiff

Defendant, on their own behalf, and on behalf of their past and current agents, representatives, attorneys, successors, and assignees, hereby waives any and all claims against

Plaintiff and his attorneys and other representatives, for any and all actions taken or statements made by Plaintiff and his attorneys and other representatives, whether in the course of investigating claims, otherwise seeking to enforce Proposition 65 against it in this matter, or 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

6. **SEVERABILITY**

has been fully executed by the Parties.

If, subsequent to the Court's approval and entry of this Consent Judgment as a judgment, any provision is held by a court to be unenforceable, the validity of the remaining provisions 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 as to the Products, then Defendant may provide written notice to Plaintiff of any asserted change in the law, and shall have no further injunctive 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 Defendant from any obligation to comply with any pertinent state or federal toxics control laws.

8. NOTICE

Unless specified herein, all correspondence and notice required by this Consent Judgment shall be in writing and sent by: (i) personal delivery; (ii) first-class, registered, or certified mail, return receipt requested; or (iii) a recognized overnight courier to the following addresses:

Silver Creek Leather Co., LLC 1402 Bell Lane, Unit 2 New Albany, IN 47150

Silver Creek Leather Co., LLC

Greg Sartor, President

Robert H. Eichenberger Middleton Reutlinger 401 South Fourth St, Suite 2600 Louisville, KY 40202

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Stacy Don Law Office of Stacy E. Don 3007 Douglas Blvd., Suite 100 Roseville, CA 95661

Russell Brimer

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

Any Party may, from time to time, specify in writing to the other, 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 portable document format (PDF) signature, each of which shall be deemed an original, and all of which, when taken together, shall constitute one and the same document.

10. POST EXECUTION ACTIVITIES

Plaintiff agrees to comply with the reporting form requirements referenced in Health and Safety Code section 25249.7(f). The Parties further acknowledge that, pursuant to Health and Safety Code section 25249.7(f), a noticed motion is required to obtain judicial approval of the settlement. In furtherance of obtaining such approval, the Parties agree to mutually employ their best efforts, and those of their counsel, to support the entry of this agreement as judgment, and to obtain judicial approval of their settlement in a timely manner. For purposes of this Section, "best efforts" shall include, at a minimum, cooperating on the drafting and filing of the necessary moving papers, supporting the motion, and appearing at the hearing before the Court.

11. MODIFICATION

This Consent Judgment may be modified only by: (i) a written agreement of the Parties and entry of a modified consent judgment by the Court; or (ii) a successful motion or application of any Party, and the entry of a modified consent judgment by the Court.

12. AUTHORIZATION

The undersigned are authorized to execute this Consent Judgment and have read, understood, and agree to all of the terms and conditions contained herein.

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3	AGREED TO:	AGREED TO:
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5	Date: 8/23/16	Date: 9-20-16
6	By:	By: Lug Lata
7	Russell Brimer	Gree Sartor, President Silver Creek Leather Co., LLC
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