

Josh Voorhees, State Bar No. 241436 1 Christopher Tuttle, State Bar No. 264545 THE CHANLER GROUP 2 2560 Ninth Street FILED Parker Plaza, Suite 214 3 **ALAMEDA COUNTY** Berkeley, CA 94710 Telephone: (510) 848-8880 OCT 2 4 2017 Facsimile: (510) 848-8118 josh@chanler.com 5 CLERK, OF THE SUPERIOR COURT ctuttle@chanler.com 6 Attorneys for Plaintiff JOHN MOORE 7 8 SUPERIOR COURT OF THE STATE OF CALIFORNIA 9 COUNTY OF ALAMEDA 10 UNLIMITED CIVIL JURISDICTION 11 12 JOHN MOORE, Case No. RG16830928 13 Plaintiff, JUDGMENT PURSUANT TO TERMS OF PROPOSITION 65 SETTLEMENT AND 14 CONSENT JUDGMENT v. 15 U.S. JACLEAN, INC., et al., October 17, 2017 Date: Time: 3:00 p.m. 16 Defendants. Dept.: 517 Judge: Hon. Stephen Pulido 17 Reservation No. R-1877079 18 19 20 21 22 23

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Plaintiff John Moore and defendant U.S. Jaclean, 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.

Dated: 10-24-2017

JUDGE OF THE SUPERIOR COURT

Stephen Pulido

# EXHIBIT 1

1 2 3 4 5 6 7	Josh Voorhees, State Bar No. 241436 Christopher Tuttle, State Bar No. 264545 THE CHANLER GROUP 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710-2565 Telephone: (510) 848-8880 Facsimile: (510) 848-8118 josh@chanler.com ctuttle@chanler.com Attorneys for Plaintiff JOHN MOORE	
8	JOHN MOOKE	
9	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
10	COUNTY OF ALAMEDA	
11	UNLIMITED CIVIL JURISDICTION	
12		
13	JOHN MOORE,	Case No. RG16830928
14	Plaintiff,	[PROPOSED] CONSENT JUDGMENT
15	v.	(Health & Safety Code § 25249.6 et seq.)
16	U.S. JACLEAN, INC., et al.	
17	Defendants.	
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## 1. <u>INTRODUCTION</u>

#### 1.1 Parties

This Consent Judgment is entered into by and between plaintiff John Moore ("Moore"), and U.S. Jaclean, Inc. ("U.S. Jaclean"), with Moore and U.S. Jaclean each individually referred to as a "Party" and collectively as the "Parties."

#### 1.2 Plaintiff

Moore 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

U.S. Jaclean 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

Moore alleges that U.S. Jaclean has imported, sold or distributed for sale in California, exercise balls 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 exercise balls containing DEHP that are manufactured, imported, sold, or distributed for sale in California by U.S. Jaclean including, but not limited to, U.S. Jaclean, Inc. Exercise Ball, USJ-772, UPC #0 45656 00900 7, hereinafter the "Products."

## 1.6 Notice of Violation

On or about June 14, 2016, Moore served U.S. Jaclean, and certain requisite public enforcement agencies with a "60-Day Notice of Violation" ("Notice") alleging that U.S. Jaclean violated Proposition 65 by failing to warn its customers and consumers in California that the Products

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 September 13, 2016, Moore filed the instant action ("Complaint") naming U.S. Jaclean 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

U.S. Jaclean 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 U.S. Jaclean'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 U.S. Jaclean as to the allegations contained in the Complaint, that venue is proper in the County of Alameda, 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 Court approves this Consent Judgment, including any unopposed tentative ruling granting approval of this Consent Judgment.

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## 2. INJUNCTIVE RELIEF: REFORMULATION

#### 2.1 Commitment to Reformulate or Warn

Commencing no later than thirty (30) days after the Effective Date and continuing thereafter, U.S. Jaclean shall only purchase for sale, or import for sale in California, Products that are either: (a) Reformulated Products as defined by Section 2.2, below; or (b) Products that are offered by U.S. Jaclean with a clear and reasonable warning pursuant to Section 2.3.

#### 2.2 Reformulation Standard

For the purposes of this Consent Judgment, "Reformulated Products" are defined as Products that contain 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 other methodology utilized by federal or state government agencies for the purpose of determining DEHP content in a solid substance.

### 2.3 Clear and Reasonable Warning

Commencing no later than thirty (30) days after the Effective Date and continuing thereafter, for any Products offered for sale in California by U.S. Jaclean that are not Reformulated Products, U.S. Jaclean agrees to only offer such Products for sale with a clear and reasonable warning in accordance with this Section. U.S. Jaclean further agrees that any warning used will be prominently placed in relation to the Product with such conspicuousness when compared with other words, statements, designs, or devises as to render it likely to be read and understood by an ordinary individual under customary conditions of purchase or use. For purposes of this Consent Judgment, a clear and reasonable warning for the Products satisfying these criteria shall consist of a warning affixed directly to a Product or its accompanying labeling or packaging sold in California containing one of the following statements:

WARNING: This product can expose you to chemicals including DEHP, which is known to the State of California to cause cancer and birth defects or other reproductive harm.

WARNING: This product contains DEHP, a chemical known to the State of California to cause birth defects or other reproductive harm.

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## 3. MONETARY SETTLEMENT TERMS

## 3.1 Civil Penalty Payments

Pursuant to Health & Safety Code section 25249.7(b), in settlement of all the claims referred to in this Consent Judgment, U.S. Jaclean shall pay \$2,500 in civil penalties. 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"), and twenty-five percent (25%) of the funds remitted to Moore. U.S. Jaclean shall provide its payment in two checks for the following amounts made payable to: (a) "OEHHA" in the amount of \$1,875; and (b) "John Moore, Client Trust Account" in the amount of \$625; as set forth in Sections 3.3 and 3.4.

## 3.2 Reimbursement of Attorney'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 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, U.S. Jaclean expressed a desire to resolve Moore's fees and costs. 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 through the mutual execution of this Consent Judgment. On or before the Effective Date, U.S. Jaclean shall pay \$26,000 for the fees and costs incurred by Moore investigating, bringing this matter to U.S. Jaclean's attention, litigating and negotiating a settlement in the public interest.

#### 3.3 Payments Held in Trust

All payments due under this agreement shall be delivered within two (2) weeks of the date that this Consent Judgment is fully executed by the Parties, and held in trust by U.S. Jaclean's counsel until the Court grants the motion for approval of this Consent Judgment. U.S. Jaclean's counsel shall confirm receipt of settlement funds in writing to Moore's counsel and, thereafter, hold the amounts paid in trust until the Effective Date. Within two business days of the Court's approval of this Consent Judgment, U.S. Jaclean's counsel shall tender the civil penalty payment 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. <u>CLAIMS COVERED AND RELEASED</u>

## 4.1 Moore's Public Release of Proposition 65 Claims

Moore, acting on his own behalf and in the public interest, releases U.S. Jaclean 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 imported, manufactured, sold, or distributed for sale by U.S. Jaclean 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 exposures to failures to warn about DEHP from the Products sold by U.S. Jaclean before the Effective Date, as set forth in the Notice.

#### 4.2 Moore's Individual Release of Claims

Moore, in his individual capacity only and *not* in his representative capacity, also provides a release to U.S. Jaclean, 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 Moore of any nature, character or kind, whether known or unknown, suspected or unsuspected, arising out of alleged or actual exposures to DEHP in the Products sold or distributed for sale by U.S. Jaclean before the Effective Date.

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#### 4.3 U.S. Jaclean's Release of Moore

U.S. Jaclean, on its own behalf, and on behalf of its past and current agents, representatives, attorneys, successors, and assignees, hereby waives any and all claims against Moore and his attorneys and other representatives, for any and all actions taken or statements made by Moore 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 has been fully executed by the Parties.

## 6. <u>SEVERABILITY</u>

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 U.S. Jaclean may provide written notice to Moore 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 U.S. Jaclean from any obligation to comply with any pertinent state or federal toxics control laws.

### 8. NOTICE

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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:

#### U.S. Jaclean

Minoru Kogure, President U.S. Jaclean, Inc. 1816 West 135th Street Gardena, CA 90249

Alvin B. Sherron, Esq. Law Offices of Alvin B. Sherron 1055 Wilshire Blvd., Suite 1702 Los Angeles, CA 90017 LawOfcsABS@aol.com

#### Moore

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. COUNTERPARTS; FACSIMILE SIGNATURES

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

Moore 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. <u>AUTHORIZATION</u>

Date: 7/6/2017

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

Date:

AGREED TO: AGREED TO:

By: By:

Minora Kogure, President U.S. JACLEAN, INC.