## State of California - Department of Justice - Attorney General's Office - Proposition 65 Enforcement Reporting

FORM JUS 1502 (03-01) Attention: Prop 65 Coordinator, 1515 Clay Street, Suite 2000, Oakland, CA 94612

PRIVATE ENFORCEMENT FILING - Health and Safety Code section 25249.7(e) and (f)

### REPORT OF ENTRY OF JUDGMENT

Please	print or type required information	☐ Original Filing ☐ Supplement	ntal Filing		
	PLAINTIFF(S)				
	DEFENDANT(S) INVOLVED IN JUDGMENT				
PARTIES TO THE ACTION					
<b>ж</b> о	COURT DOCKET NUMBER		COURT NAME		
CASE	SHORT CASE NAME				
	INJUNCTIVE RELIEF				
REPORT INFO	PAYMENT: CIVIL PENALTY	PAYMENT: ATTORNEYS FEES	PAYMENT: OTHER	Á l'O	
R	DATE SUBMITTED TO COURT	IS JUDGMENT PURSUANT TO SETTLEMENT?	IF YES, DATE SETTLEMENT WAS REPORTED TO ATTORNEY GENERA	AI S	
l PC	/ /	☐ Yes ☐ No	/ / /		
RE	СОРУ О	For Internal Use Only			
FILER INFO	NAME OF CONTACT				
	ORGANIZATION			TELEPHONE NUMBER	
	DDRESS			FAX NUMBER	
	CITY	STATE ZIP	E-MAIL ADDRESS		

**FILING INSTRUCTIONS:** This form can be completed online and printed. If electronic filing is not available, mail the completed form with a copy of the judgment to the attention of the Prop 65 Coordinator at the address shown above. If you need additional space to complete this form please use an attachment.

#### 1. INTRODUCTION

- 1.1 This Consent Judgment (the "Consent Judgment") is entered into by and between Shefa LMV Inc. ("Shefa") and Metabo Corporation ("Settling Defendant"), with Shefa and Settling Defendant each individually referred to as a "Party" and collectively as the "Parties."
- 1.2 The products covered by this Consent Judgment (the "Covered Products") are power tool products manufactured, distributed, and/or sold by Settling Defendant that expose users to lead and/or lead compounds ("Lead" or "Pb"), including the W2000 7"angle grinder.
- 1.3 On or about June 27, 2016, Shefa mailed a 60-Day Notice of Violation under Proposition 65 (The Safe Drinking Water and Toxic Enforcement Act of 1986, Health & Safety Code §§ 25249.5, et seq.) to Settling Defendant, the California Attorney General, the District Attorneys of every County in the State of California, and the City Attorneys for every City in the State of California with a population greater than 750,000.
  - 1.4 On March 10, 2017, Shefa filed the Complaint in the instant action.
- 1.5 Shefa alleges that the 60-Day Notice of Violation alleged violations of Proposition 65 with respect to exposure to Lead when consumers use the Covered Products sold, distributed, and/or manufactured by Settling Defendant.
- 1.6 Settling Defendant denies the claims of alleged violations asserted against it in the Complaint and deny that they have any liability under Proposition 65.
- 1.7 Settling Defendant further denies that the normal use of the Covered Products will result in any exposure to lead that would require a warning pursuant to Proposition 65.
- 1.8 For purposes of this Consent Judgment only, the Parties stipulate that: (i) this Court has jurisdiction over the allegations of violations contained in the operative Complaint applicable to Settling Defendant and personal jurisdiction over Settling Defendant as to the acts alleged in the Complaint; (ii) venue is proper in the County of Los Angeles; and, (iii) this Court has jurisdiction to approve this Consent Judgment.
- 1.9 Nothing in this Consent Judgment is or shall be construed as an admission by the Parties of any fact, conclusion of law, issue of law, or violation of law, nor shall compliance with

the Consent Judgment constitute or be construed as an admission by the Parties of any fact, conclusion of law, issue of law, or violation of law.

- 1.10 Nothing in this Consent Judgment shall prejudice, waive, or impair any right, remedy, argument, or defense the Parties may have in any other legal proceeding.
- 1.11 Further, Settling Defendant denies the material, factual, and legal allegations contained in the 60-Day Notices and in the operative Complaint, and maintains that all the products that Settling Defendant has imported, manufactured, distributed, wholesaled, or retailed for sale in California, including the Covered Products, have been and are in compliance with all laws, including but not limited to Proposition 65.
- 1.12 Nothing herein shall be construed as an admission by Settling Defendant 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 Settling Defendant of any fact, finding, conclusion, issue of law, or violation of law.
- 1.13 Except as expressly set forth herein, nothing in this Consent Judgment shall prejudice, waive, or impair any right, remedy, argument, complaint, or defense the Parties may have in any other or future legal proceeding unrelated to this specific proceeding.
- 1.14 This Consent Judgment is the product of negotiation and compromise and is accepted by the Parties for purposes of settling, compromising, and resolving issues disputed in this action.
- 1.15 The term "Effective Date" means the date on which this Consent Judgment is approved and entered by the Court.

#### 2. CLEAR AND REASONABLE WARNINGS

2.1 All Covered Product sold for use in the State of California shall provide clear and reasonable warnings that some uses of those products expose persons to chemicals known to the State of California to cause cancer, birth defects, or other reproductive harm; these warnings shall be given under the circumstances, in the manner, and according to the schedules provided in this Consent Judgment.

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- 2.2 Nothing in this Consent Judgment shall require Settling Defendant to provide warnings on or with any Covered Products other than those it manufactures or sells in packaging bearing its name or trademark. The use of other warning methods, such as labels and in-manual warnings under this Consent Judgment, is consented to by the parties to the Consent Judgment, and shall not be construed to mean that those methods are the only lawful means of compliance with Proposition 65.
- 2.3 For the purposes of this Consent Judgment, a Proposition 65 warning is one that contains the following language: "WARNING: Some dust created by using power tools contains chemicals known to the State of California to cause cancer and birth defects or other reproductive harm." However, nothing in this Consent Judgment shall prevent a party from providing any warning that is or may potentially be required by any law other than Proposition 65, including any regulatory or tort law.
- 2.4 Nothing in this Consent Judgment requires that warnings be given for Covered Products sold for use outside the State of California.
- 2.5 Warnings in manuals. A Settling Defendant required to provide a warning for a Covered Product under subparagraph 2.1 may provide that warning in the owner's manual for that Covered Product if all the following conditions are met:
  - a. Placement of the warning shall be in one of the following places in the owner's manual: the outside of the front cover, the inside of the front cover, the first page other than the cover, or the outside of the back cover. Unless a different warning is approved by the Plaintiff, the warning shall have the exact content as the warning in § 2.3. The warning shall be printed in a font no smaller than the font used for other safety warnings in the manual. Alternatively, the warning may be included in a safety warning section consistent with specifications UL 745-1 or UL 45, issued by Underwriters Laboratories Inc., as amended. The warning may either be printed in the manual or contained in a durable label or sticker affixed to the manual.

- b. the Covered Product contains a durable label or sticker directing the operator's attention to the owner's manual;
- c. Settling Defendant intends the owner's manual to be provided with the original packaging of the Covered Product to the initial consumer/purchaser;
  - d. at least one other safety warning appears in the owner's manual; and
- e. all or a substantial portion of operation instructions, if any, are contained in the Owner's manual.
- 2.6 Warnings on the Product. As an alternative to complying with the requirements of subparagraph 2.3 and 2.5, Settling Defendant may satisfy its obligations under this Consent Judgment by providing warnings on the product. Any such warning may be provided by affixing a durable label containing a warning with the language contained in § 2.3 on the Covered Product in a location that can be seen by the user of the Covered Product under normal circumstances of use of the Covered Product.
- 2.7 **Reporting to the Plaintiff.** Each Settling Defendant responsible for providing one or more warnings under subparagraph 2.3 and 2.5 shall mail one sample copy of a warning, regardless of the number of product types manufactured, together with a certificate stating that the warning requirements under the Consent Judgment have been complied with, to the Plaintiff within one year and 30 days following the entry of this Consent Judgment.

#### 3. PAYMENTS

- 3.1 Within ten (10) business days following the Effective Date, Settling Defendant shall make a Total Settlement Payment of \$27,500.00 by delivering checks payable to "Shefa LMV, LLC" and "Law Office of Daniel N. Greenbaum" as set forth below to counsel for Shefa.
- 3.2 The funds paid by Settling Defendant shall be allocated as follows:
- a. Civil Penalty. A civil penalty in the amount of \$4,000.00 payable to "Shefa LMV, LLC," pursuant to Health & Safety Code § 25249.7(b), with such money to be apportioned and distributed by Shefa in accordance with Health & Safety Code §

25249.12 as follows: 25% to Shefa and 75% to the State of California's Office of Environmental Health Hazard Assessment ("OEHHA").

- b. Attorneys' Fees and Costs. A reimbursement of Shefa's attorney's fees and costs in the amount of \$23,500.00 payable to the "Law Office of Daniel N. Greenbaum."
- 3.3 Shefa shall provide and deliver to Settling Defendant a W-9 for each payment noted above upon request.

#### 4. CLAIMS COVERED AND RELEASED

- **4.1 Full and Binding Resolution of Proposition 65 Allegations:** This Consent Judgment is a full, final, and binding resolution between
- (i) Shefa on behalf of itself and the public interest; and
- (ii) Settling Defendant and their affiliates, their former affiliates, any person or entity who directly or indirectly owns or controls, is owned or controlled by, or is under common ownership or control with Settling Defendant, and their current and past directors, officers, employees, and attorneys ("Defendant Releasees"), and each entity to whom (or from whom) any of them directly or indirectly distribute, receive for distribution, and/or sell the Covered Products, including but not limited to distributors, wholesalers, customers, retailers, franchisees, cooperative members, licensors, and licensees ("Distributor Releasees"), of any violation of Proposition 65 that was or could have been asserted in the Complaint against Settling Defendant, Defendant Releasees, and Distributor Releasees, based on failure to warn about an alleged exposure to Lead from the reasonably foreseeable use of the Covered Products shipped, distributed, or sold by Settling Defendant, Defendant Releasees, and Distributor Releasees prior to 120 days after the Effective Date.
- **4.2** Individual Release: Shefa, on behalf of itself, its past and current agents, representatives, attorneys, and successors and/or assignees, and <u>not</u> in its representative capacity, hereby provides a release that shall be effective as a full and final accord and satisfaction, as a bar to all Claims under Proposition 65 and any other statutory or common law, that are or may

be asserted against Settling Defendant, Defendant Releasees, and Distributor Releasees, whether known or unknown, suspected or unsuspected, arising out of alleged exposures to, and/or failure to warn of alleged exposures to, Lead from the Covered Products shipped, distributed, or sold prior to 120 days after the Effective Date by Settling Defendant, Defendant Releasees, and Distributor Releasees.

4.3 General Release: It is possible that other Claims not known to the Parties which arise out of the facts alleged in the Notices and/or the Complaint will develop or be discovered. Shefa, on behalf of itself, its past and current agents, representatives, attorneys, and successors and/or assigns, and not in its representative capacity, acknowledges that this Consent Judgment is expressly intended to cover and include all such Claims, including all rights of action therefor. Shefa has full knowledge of the contents of Civil Code § 1542. Shefa acknowledges that the Claims released in Sections 4.1 and 4.2 include unknown Claims, and Shefa nevertheless waives Civil Code § 1542 as to any such unknown Claims. Civil Code § 1542 reads 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.

Shefa, on behalf of itself, its past and current agents, representatives, attorneys, and successors and/or assignees, and <u>not</u> in its representative capacity, acknowledges and understands the significance and consequences of this specific waiver of Civil Code § 1542.

- 4.4 Compliance with the terms of this Consent Judgment by Settling Defendant shall constitute compliance with Proposition 65 by Settling Defendant, Defendant Releasees, and Distributor Releasees with respect to any alleged failure to warn about Lead in Covered Products manufactured, distributed, or sold by Settling Defendant, Defendant Releasees, and Distributor Releasees 120 days after the Effective Date.
- 4.5 Nothing in this Section 4 affects Shefa's right to commence or prosecute an action pursuant to Proposition 65 against any person other than Settling Defendant, Defendant Releasees, or Distributor Releasees.

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10.1Shefa shall prepare and file a Motion for Approval of this Consent Jud	gment and
Settling Defendant shall support entry of this Consent Judgment.	

- 10.3 The Parties acknowledge that, pursuant to Health & Safety Code § 25249.7, a noticed motion is required to obtain judicial approval of this Consent Judgment, and Shefa shall draft and file such motion within fifteen (15) days of the date this Consent Judgment is fully executed by the Parties, and Settling Defendant shall not oppose it if such motion is consistent with the terms and conditions of this Consent Judgment.
- 10.4 If the Court does not enter this Consent Judgment, it shall be of no force or effect and shall never be introduced into evidence or otherwise used in any proceeding for any purpose.

#### 11. OTHER TERMS

- 11.1 The laws of the State of California shall govern the terms of this Consent Judgment.
- 11.2 This Consent Judgment shall apply to and be binding upon Shefa, Settling Defendant, its affiliates, and the successors or assigns of any of them.
- 11.3 This Consent Judgment contains the sole and entire agreement and understanding of the Parties with respect to the entire subject matter hereof, and all prior discussions, negotiations, commitments, or understandings related thereto, if any, are hereby merged herein and therein.
- 11.4 There are no warranties, representations, or other agreements between the Parties except as expressly set forth herein.
- 11.5 No representations, oral or otherwise, express, or implied, other than those specifically referred to in this Consent Judgment have been made by any Party hereto.
- 11.6 No other agreements not specifically contained or referenced herein, oral, or otherwise, shall be deemed to exist or to bind any of the Parties hereto.

- 11.8 No waiver of any of the provisions of this Consent Judgment shall be deemed or shall constitute a waiver of any of the other provisions hereof whether similar, nor shall such waiver constitute a continuing waiver.
- 11.9 Nothing in this Consent Judgment shall release, or in any way affect any rights Settling Defendant might have against any other party, whether or not that party is a
- 11.10 This Court shall retain jurisdiction of this matter to implement or modify the
- 11.11 The signatories of this Consent Judgment may execute in counterparts, and by means of facsimile or portable document format (pdf) such separate signatures may be taken together and shall be deemed to constitute one document.
- 11.12 Each signatory to this Consent Judgment certifies that he or she is fully authorized by the relevant Party to consent to this Consent Judgment and to enter and execute the Consent Judgment on behalf of the Party represented and legally to bind that Party.
- 11.13 The terms of this Consent Judgment have been reviewed by the respective counsel for each Party prior to its signing, and each Party has had an opportunity to fully discuss
- 11.14 The Parties agree that, in any subsequent interpretation and construction of this Consent Judgment, no inference, assumption, or presumption shall be drawn, and no provision of this Consent Judgment shall be construed against any Party, since one of the Parties and/or one of the Parties' legal counsel prepared and/or drafted all or any portion of the Consent Judgment.
  - 11.15 It is conclusively presumed that all the Parties participated equally in the

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OSED] CONSENT JUDGMENT

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Please note that on 2-21, 2018 at 8.3, Plaintiff Shefa LMV Inc.'s ("Plaintiff") Motion for Court Approval of Settlement Agreement and Entry of Consent Judgment as to Defendant Metabo Corporation came for hearing before this Court in Department 40, the Honorable David Sotelo presiding. Counsel for Plaintiff did [100] appear; counsel for Defendant did [100] appear. After full consideration of the points and authorities and related pleadings submitted, the GRANTED Plaintiff's Motion pursuant to and in accordance with Health & Safety Code \$25249.7(f)(4). The Court reviewed the above Settlement Agreement and makes the following findings pursuant to Health & Safety Code \$25249.7(f)(4):

- a. The injunctive relief required by the Settlement Agreement complies with Health
  & Safety Code § 25249.7;
- b. The reimbursement of fees and costs to be paid pursuant to the Settlement
  Agreement is reasonable under California law; and
- c. The civil penalty amount to be paid pursuant to Settlement Agreement is reasonable.

The Settlement Agreement is hereby approved, and the clerk is directed to enter judgment in accordance with the terms of the Settlement Agreement above.

2-21-2018

Date

Superior Court Judge

DAVID SOTELO