

		CEIVED				
1	Evan J. Smith, Esquire (SBN 242352) Ryan P. Cardona, Esquire (SBN 302113)	ALAMEDA COUNTY				
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3	Beverly Hills, CA 90212 Telephone: (877) 534-2590	CLERK OF THE SUPPRIOR COURT				
4	Facsimile: (310) 247-0160	ALAMEDA COUNTY Deputy				
5	Attorneys for Plaintiff	OCT 1 7 2019				
6		CLERK OF THE SUPERIOR COURT				
7	SUPERIOR COURT OF THE STATE OF CALIFORNIA					
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9	COUNTY OF ALAMEDA					
10	EMA BELL,	Case No.: RG19019842				
11	Plaintiff,	[PROPOSED] ORDER APPROVING				
12	V.	PROPOSITIÓN 65 SETTLEMENT AND CONSENT JUDGMENT				
13	ABG JUICY COUTURE, LLC, et al.,	Judge: Noel Wise				
14	Defendants.	Dept.: 24 Hearing Date: October 17, 2019				
15		Hearing Time: 9:00 AM Reservation #: R-2107838				
16	Plaintiff Ema Bell and defendant Tri-Coastal Design Group Inc. ("Tri-Coastal" or					
17	"Defendant"), as licensee for ABG Juicy Couture, LLC ("ABG Juicy Couture") have agreed to					
18	the terms of the settlement memorialized in the [Proposed] Consent Judgment attached as					
19	Exhibit A to the Declaration of Evan J. Smith in Support of Motion to Approve Proposition 65					
20	Settlement and Consent Judgment lodged herewith, and Plaintiff has moved this Court for an					
21	Order approving the settlement.					
22	After consideration of the papers submitted and the arguments presented, the Court finds					
23	that the settlement agreement set forth in the Consent Judgment meets the criteria established by					
24	California Health & Safety Code § 25249.7(f)(4), in that:					
25	1. The injunctive relief required by the Consent Judgment complies with					
26	Proposition 65;					
27	2. The reimbursement of fees and costs provided by the Consent Judgment is					
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reasonable under California law; and

1	The civil penalty amount to be paid pursuant to the Consent Judgment is					
2	reasonable.					
3	Accordingly, the Motion for Approval of the Proposition 65 Settlement is GRANTED.					
4	IT IS SO ORDERED.					
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6	Dated: 10/17/19					
7	JUDGE OF THE SUPERIOR COURT					
8	NOËL WISE					
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DENT. 24	1 2 3 4 5 6 7 8	Evan Smith (Bar No. SBN 242352) BRODSKY & SMITH, LLC. 9595 Wilshire Blvd., Ste. 900 Beverly Hills, CA 90212 Tel: (877) 534-2590 Fax: (310) 247-0160  Attorneys for Plaintiff	JERK OF	AUG 2 7 2019  THE SUPERIOR COURT  Deputy	
		SUPERIOR COL	URT OF THE STATE OF CALIFORNIA		
	10	C	OUNTY OF ALAMEDA		
	11	EMA BELL,		Case No.: RG19019842	
	12	Plaintiff,		CONSENT JUDGMENT	
	13	V.			
	14	ABG JUICY COUTURE, LLC, et al.,		Judge: Noel Wise Dept.: 24 Heaving Date: October 17, 2010	
	15	Defendants.		Hearing Date: October 17, 2019 Hearing Time: 9:00 AM Reservation #; R-2107838	
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- 1.1 The Parties. This Consent Judgment is entered into by and between Ema Bell acting on behalf of the public interest (hereinafter, "Bell") and Tri-Coastal Design Group Inc. ("Tri-Coastal" or "Defendant"), as licensee for ABG Juicy Couture, LLC ("ABG Juicy Couture") with Bell and Tri-Coastal collectively referred to as the "Parties" and each of them as a "Party." Bell is an individual residing in California that seeks to promote awareness of exposures to toxic chemicals and improve human health by reducing or eliminating hazardous substances contained in consumer products. Tri-Coastal is alleged to be a person in the course of doing business for purposes of Proposition 65, Cal. Health & Safety Code §§ 25249.6 et seq.
- 1.2 Allegations and Representations. Bell alleges that Tri-Coastal has exposed individuals to di(2-ethylhexyl) phthalate (DEHP) from its sales of Juicy jump ropes without providing a clear and reasonable exposure warning pursuant to Proposition 65. DEHP is listed under Proposition 65 as a chemical known to the State of California to cause cancer and reproductive toxicity.
- Notice of Violation/Complaint. On or about January 15, 2019, Bell served ABG Juicy Couture, and various public enforcement agencies with documents entitled "60-Day Notice of Violation" pursuant to Health & Safety Code §25249.7(d) (the "Notice"), alleging that ABG Juicy Couture, through its licensee Tri-Coastal violated Proposition 65 for failing to warn consumers and customers that use of Juicy jump ropes expose users in California to DEHP. No public enforcer has brought and is diligently prosecuting the claims alleged in the Notice. On May 22, 2019, Bell filed a complaint (the "Complaint") in the matter.
- 1.3.1 This Settlement is entered into by the Parties as a global settlement of all claims brought by Bell pursuant to the Notice served on defendants ABG Juicy Couture and Burlington Coat Factory Warehouse Corp., and their affiliates and subsidiaries regarding alleged exposures to DEHP in Covered Products supplied by Tri-Coastal. To facilitate this global settlement, upon court approval of this Consent Judgment, the Complaint shall be deemed amended to name Bell as a

plaintiff, and Tri-Coastal Design Group Inc. as defendant, and to include claims based on the Notice.

- 1.4 For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over Tri-Coastal as to the allegations contained in the Complaint filed in this matter, that venue is proper in the County of Alameda, and that this Court has jurisdiction to approve, enter, and oversee the enforcement of this Consent Judgment as a full and final binding resolution of all claims which were or could have been raised in the Complaint based on the facts alleged therein and/or in the Notice.
- 1.5 Defendant denies the material allegations contained in the Notice and Complaint and maintains that it has not violated Proposition 65. Nothing in this Consent Judgment shall be construed as an admission by 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 Defendant of any fact, finding, conclusion, issue of law, or violation of law, such being specifically denied by Defendant. However, this section shall not diminish or otherwise affect the obligations, responsibilities, and duties of Tri-Coastal under this Consent Judgment.

### 2. <u>DEFINITIONS</u>

- 2.1 **Covered Products.** The term "Covered Products" means Juicy jump ropes that are manufactured, distributed and/or offered for sale in California by Tri-Coastal, as licensee for ABG Juicy Couture.
- 2.2 **Effective Date.** The term "Effective Date" means the date this Consent Judgment is entered as a Judgment of the Court.

# 3. <u>INJUNCTIVE RELIEF: WARNINGS</u>

Reformulation of Covered Products. As of the date this Consent Judgment is signed by both Parties, and continuing thereafter, Covered Products that are directly manufactured, imported, distributed, sold, and/or offered for sale in California by Tri-Coastal shall either: (a) be Reformulated Products pursuant to § 3.2, below; or (b) be labeled with a clear and reasonable exposure warning pursuant to §§ 3.3 and 3.4, below by Tri-Coastal. For purposes of this Consent

Judgment, a "Reformulated Product" is a Covered Product that is in compliance with the standard set forth in § 3.2 below. The warning requirement set forth in §§ 3.3 and 3.4 shall not apply to any Reformulated Product.

- 3.2 **Reformulation Standard.** "Reformulated Products" shall mean Covered Products that contain concentrations less than or equal to 0.1% (1,000 parts per million (ppm)) of DEHP 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 the phthalate content in a solid substance.
- 3.3 Clear and Reasonable Warning. As of the date this Consent Judgment is signed by both Parties, and continuing thereafter, a clear and reasonable exposure warning as set forth in this §§ 3.3 and 3.4 must be provided by Tri-Coastal for all Covered Products that Tri-Coastal manufacturers, imports, distributes, sells, or offers for sale in California that is not a Reformulated Product. There shall be no obligation for Tri-Coastal to provide a warning for Covered Products that enter the stream of commerce prior to the date this Consent Judgment is signed by both Parties. The warning shall consist of either the Warning or Alternative Warning described in §§ 3.3(a) or (b), respectively:
  - (a) Warning. The "Warning" shall consist of the statement:
  - ⚠ WARNING: This product can expose you to chemicals including di(2-ethylhexyl) phthalate (DEHP), which is known to the State of California to cause cancer and birth defects or other reproductive harm. For more information go to www.P65Warnings.ca.gov.
- (b) Alternative Warning: Tri-Coastal may, but is not required to, use the alternative short-form warning as set forth in this § 3.3(b) ("Alternative Warning") as follows:
  - ⚠ WARNING: Cancer and Reproductive Harm www.P65Warnings.ca.gov.
- 3.4 A Warning or Alternative Warning provided pursuant to § 3.3 must print the word "WARNING:" in all capital letters and in bold font, followed by a colon. The warning symbol to the left of the word "WARNING:" must be a black exclamation point in a yellow equilateral triangle with a black outline, except that if the sign or label for the Covered Product does not use the color yellow, the symbol may be in black and white. The symbol must be in a size no smaller

than the height of the word "WARNING:". The warning shall be affixed to or printed on the Covered Product's packaging or labeling, or on a placard, shelf tag, sign or electronic device or automatic process, providing that the warning is displayed with such conspicuousness, as compared with other words, statements, or designs as to render it likely to be read and understood by an ordinary individual under customary conditions of purchase or use. A warning may be contained in the same section of the packaging, labeling, or instruction booklet that states other safety warnings, if any, concerning the use of the Covered Product and shall be at least the same size as those other safety warnings.

If Tri-Coastal sells Covered Products via an internet website to customers located in California, the warning requirements of this section shall be satisfied if the foregoing warning appears either: (a) on the same web page on which a Covered Product is displayed and/or described: (b) on the same page as the price for the Covered Product; or (c) on one or more web pages displayed to a purchaser prior to purchase during the checkout process. Alternatively, a symbol consisting of a black exclamation point in a yellow or white equilateral triangle may appear adjacent to or immediately following the display, description, price, or checkout listing of the Covered Product, if the warning statement appears clsewhere on the same web page in a manner that clearly associates it with the product(s) to which the warning applies.

- 3.5 Compliance with Warning Regulations. The Parties agree that Tri-Coastal shall be deemed to be in compliance with this Consent Judgment by either adhering to §§ 3.3 and 3.4 of this Consent Judgment or by complying with warning requirements adopted by the State of California's Office of Environmental Health Hazard Assessment ("OEHHA") after the Effective Date.
- 3.6 **Sell-off.** Notwithstanding anything stated herein to the contrary, Tri-Coastal's Downstream and Upstream Releasees, as such parties are defined below, shall have the right to sell-off their remaining inventory of the Covered Products.

### 4. MONETARY TERMS

- 4.1 **Civil Penalty.** Tri-Coastal shall pay \$3,000.00 as a Civil Penalty pursuant to Health and Safety Code section 25249.7(b), to be apportioned in accordance with California Health & Safety Code § 25192, with 75% of these funds remitted to OEHHA and the remaining 25% of the Civil Penalty remitted to Bell, as provided by California Health & Safety Code § 25249.12(d).
- 4.1.1 Within ten (10) days of the Effective Date, Tri-Coastal shall issue two separate checks for the Civil Penalty payment to (a) "OEHHA" in the amount of \$2,250.00; and to (b) "Brodsky & Smith, LLC in Trust for Bell" in the amount of \$750.00. Payment owed to Bell pursuant to this Section shall be delivered to the following payment address:

Evan J. Smith, Esquire Brodsky & Smith, LLC Two Bala Plaza, Suite 510 Bala Cynwyd, PA 19004

Payment owed to OEHHA (EIN: 68-0284486) pursuant to this Section shall be delivered directly to OEHHA (Memo Line "Prop 65 Penalties") at one of the following address(es):

For United States Postal Service Delivery:

Mike Gyurics Fiscal Operations Branch Chief Office of Environmental Health Hazard Assessment P.O. Box 4010 Sacramento, CA 95812-4010

For Non-United States Postal Service Delivery:

Mike Gyurics Fiscal Operations Branch Chief Office of Environmental Health Hazard Assessment 1001 I Street Sacramento, CA 95814

A copy of the check payable to OEHHA shall be mailed to Brodsky & Smith, LLC at the address set forth above as proof of payment to OEHHA.

4.2 Attorneys' Fees. Within ten (10) days of the Effective Date, Tri-Coastal shall pay \$27,000.00 to Brodsky & Smith, LLC ("Brodsky Smith") as complete reimbursement for Bell's attorneys' fees and costs incurred as a result of investigating, bringing this matter to ABG Juicy

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Couture's attention, litigating and negotiating and obtaining judicial approval of a settlement in the public interest, pursuant to Code of Civil Procedure § 1021.5.

### 5. RELEASE OF ALL CLAIMS

- 5.1 This Consent Judgment is a full, final, and binding resolution between Bell acting on her own behalf, and on behalf of the public interest, and ABG Juicy Couture and its licensee, Tri-Coastal, and their respective parents, shareholders, members, directors, officers, managers, employees, representatives, agents, attorneys, divisions, subdivisions, subsidiaries, partners, sister companies, and affiliates, and their predecessors, successors and assigns ("Releasees"), and all entities from whom Tri-Coastal obtains and to whom Tri-Coastal directly or indirectly distribute or sell Covered Products, including but not limited to manufacturers, suppliers, distributors, wholesalers, customers, licensors, licensees retailers, franchisees, and cooperative members, including but not limited to Burlington Coat Factory Warehouse, Corp., and their parents, shareholders, members, directors, officers, managers, employees, representatives, agents, attorneys, divisions, subdivisions, subsidiaries, partners, sister companies, and affiliates ("Downstream and Upstream Releasees"), of all claims for violations of Proposition 65 based on exposure to DEHP from Covered Products as set forth in the Notice, with respect to any Covered Products manufactured, distributed, or sold by Tri-Coastal prior to the Effective Date. This Consent Judgment shall have preclusive effect such that no other person or entity, whether purporting to act in his, her, or its interests or the public interest shall be permitted to pursue and/or take any action with respect to any violation of Proposition 65 that was alleged in the Complaint, or that could have been brought pursuant to the Notice against the Releasees and/or the Downstream and Upstream Releasees of the Covered Products ("Proposition 65 Claims"). Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 with regard to the Covered Products.
- 5.2 In addition to the foregoing, Bell, on behalf of herself, her past and current agents, representatives, attorneys, and successors and/or assignces, and <u>not</u> in her representative capacity, hereby waives all rights to institute or participate in, directly or indirectly, any form of legal action and releases ABG Juicy Couture, its licensee, Tri-Coastal, the Releasees, and Downstream and

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Upstream Releasees from any and all manner of actions, causes of action, claims, demands, rights, suits, obligations, debts, contracts, agreements, promises, liabilities, damages, charges, losses, costs, expenses, and attorneys' fees, of any nature whatsoever, known or unknown, in law or equity, fixed or contingent, now or in the future, with respect to any alleged violations of Proposition 65 related to or arising from Covered Products manufactured, distributed, or sold by ABG Juicy Couture's licensee, Tri-Coastal, Releasees or Downstream and Upstream Releasees. With respect to the foregoing waivers and releases in this paragraph, Bell hereby specifically waives any and all rights and benefits which she now has, or in the future may have, conferred by virtue of the provisions of § 1542 of the California Civil Code, which provides as follows:

A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS THAT THE CREDITOR OR RELEASING PARTY DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE AND THAT, IF KNOWN BY HIM OR HER, WOULD HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT' WITH THE DEBTOR OR RELEASED PARTY.

5.3 Tri-Coastal waives any and all claims against Bell, her attorneys and other representatives, for any and all actions taken or statements made (or those that could have been taken or made) by Bell 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 Covered Products.

#### 6. INTEGRATION

This Consent Judgment contains the sole and entire agreement of the Parties and any and all prior negotiations and understandings related hereto shall be deemed to have been merged within it. No representations or terms of agreement other than those contained herein exist or have been made by any Party with respect to the other Party or the subject matter hereof.

#### **GOVERNING LAW** 7.

The terms of this Consent Judgment shall be governed by the laws of the State of 7.1 California and apply within the State of California. In the event that Proposition 65 is repealed or is otherwise rendered inapplicable by reason of law generally, or as to Covered Products, then

This Consent Judgment shall not be effective until it is approved and entered by the Court and shall be null and void if, for any reason, it is not approved by the Court. In such case, the Parties agree to meet and confer on how to proceed and if such agreement is not reached within 30 days, the case shall proceed on its normal course.

10.3 If the Court approves this Consent Judgment and is reversed or vacated by an appellate court, the Parties shall meet and confer as to whether to modify the terms of this Consent Judgment. If the Parties do not jointly agree on a course of action to take, the case shall proceed on its normal course on the trial court's calendar.

### 11. MODIFICATION

11.1 This Consent Judgment may be modified only by further stipulation of the Parties and the approval of the Court or upon the granting of a motion brought to the Court by either Party.

### 12. <u>ATTORNEY'S FEES</u>

- 12.1 A Party who unsuccessfully brings or contests an action arising out of this Consent Judgment shall be required to pay the prevailing party's reasonable attorney's fees and costs.
- 12.2 Nothing in this Section shall preclude a Party from seeking an award of sanctions pursuant to law.

# 13. RETENTION OF JURISDICTION

13.1 This Court shall retain jurisdiction of this matter to implement or modify the Consent Judgment.

## 14. <u>AUTHORIZATION</u>

14.1 The undersigned are authorized to execute this Consent Judgment on behalf of their respective Parties and have read, understood and agree to all of the terms and conditions of this document and certify that he or she is fully authorized by the Party he or she represents to execute the Consent Judgment on behalf of the Party represented and legally bind that Party. Except as explicitly provided herein each Party is to bear its own fees and costs.

AGREED TO:

Date:

8/14/19

Ву:

TRI-COAS INI, DESIGN GROUP INC.

IT IS SO ORDERED, ADJUDGED AND DECREED:

Dated: /0/17/19

AGREED TO:

Judge of Superior Court

NOËL WISE