

Evan Smith (Bar No. SBN 242352) BRODSKY & SMITH, LLC. 9595 Wilshire Blvd., Ste. 900 2 FILED Beverly Hills, CA 90212 ALAMEDA COUNTY Tel: (877) 534-2590 3 Fax: (310) 247-0160 JUN 2 2 2021 = 1-4 Attorneys for Plaintiff 5 6 7 8 SUPERIOR COURT OF THE STATE OF CALIFORNIA 9 COUNTY OF ALAMEDA 10 11 Case No.: RG19031366 EMA BELL, 12 Plaintiff, **CONSENT JUDGMENT** 13 Judge: Evelio M. Grillo v. Dept.: 15 14 Hearing Date: June 22, 2021 Hearing Time: 1:30 PM ROSS STORES, INC., 15 Reservation #: R-2255008 Defendant. 16 17 18 19 20 21 22 23 24 25 26 27 28

1. INTRODUCTION

- 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 Ross Stores, Inc. ("Ross" or "Defendant") with Bell and Defendant 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. Ross 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 Defendant has exposed individuals to di(2-ethylhexyl) phthalate (DEHP) and diisononyl phthalate (DINP) from its sales of are Minky Accessories Purses and Minky Accessories Fanny Packs without providing a clear and reasonable exposure warning pursuant to Proposition 65. DEHP is listed pursuant to Proposition 65 as a chemical known to the State of California to cause cancer and reproductive toxicity. DINP is listed pursuant to Proposition 65 as a chemical known to the State of California to cause cancer.
- Notices of Violation/Complaints. On or about August 27, 2018 (purse) and November 5, 2019 (fanny pack) Bell served Ross and various public enforcement agencies with documents entitled "60-Day Notice of Violation" pursuant to Health & Safety Code §25249.7(d) (the "Notices"), alleging that Defendant violated Proposition 65 for failing to warn consumers and customers that use of Minky Accessories Purses (DINP) and Minky Accessories Fanny Packs (DEHP) expose users in California to DEHP or DINP. No public enforcer has brought and is diligently prosecuting the claims alleged in the Notices. On August 15, 2019, Bell filed a complaint ("Complaint") in the matter. On March 30, 2021, Bell filed an amended complaint ("Amended Complaint") in the matter. Collectively, the Complaint and Amended Complaint will be referred to herein as (the "Action.")
- 1.4 For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over Defendant as to the allegations contained in the Action 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 Action based on the facts alleged therein and/or in the Notice.

and maintains that it has not violated Proposition 65. Nothing in this Consent Judgment shall be construed as an admission by 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 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 Defendant under this Consent Judgment.

2. <u>DEFINITIONS</u>

- 2.1 Minky Purses. The term "Minky Purses" means Minky Accessories Purse with style number BA-997 manufactured by Minky Trading, Inc. and sold and/or offered for sale in California by Ross.
- 2.2 **Minky Fanny Packs.** The term "Minky Fanny Packs" means Minky Accessories Fanny Pack with style number BA-1252 manufactured by Minky Trading, Inc. and sold and/or offered for sale in California by Ross
- 2.3 **Covered Products.** The term "Covered Products" means Minky Purses and Minky Fanny Packs.
- 2.4 **Listed Chemical.** The term "Listed Chemical" shall mean DINP as to Minky Purses and DEHP as to Minky Fanny Packs.
- 2.5 **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>

3.1 **Reformulation of Covered Products.** As of the Effective Date, Ross shall not purchase Covered Products for sale in California unless the Products are: (a) Reformulated Products pursuant to § 3.2, below; or (b) labeled with a clear and reasonable exposure warning pursuant to

§§ 3.3 and 3.4, below. 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 the Listed Chemical 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 for all Covered Products that Defendant purchases for sale in California that is not a Reformulated Product. There shall be no obligation for Defendant to provide a warning for Covered Products that enter the stream of commerce prior to the Effective Date. The warning shall consist of either the Warning or Alternative Warning described in §§ 3.3(a) or (b), respectively:

(a) Warning.:

For Minky Purses:

⚠ WARNING: This product can expose you to chemicals including Diisononyl Phthalate (DINP), which is known to the State of California to cause cancer. For more information go to www.P65Warnings.ca.gov.

For Minky Fanny Packs:

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::

For Minky Purses:

⚠ WARNING: Cancer - www.P65Warnings.ca.gov.

For Minky Fanny Packs

⚠ WARNING: Cancer and Reproductive Harm - www.P65Warnings.ca.gov.

"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 Ross 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 Products, if the warning statement appears elsewhere 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.** Defendant shall be deemed to be in compliance with the warning requirements of 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

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4.2 **Attorneys' Fees.** Within fifteen (15) business days of the Effective Date, Ross shall pay \$20,500.00 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 Ross 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 Ross, and its parents, shareholders, members, directors, officers, managers, employees, representatives, agents, attorneys, divisions, subdivisions, subsidiaries, partners, sister companies, and affiliates, and their predecessors, successors and assigns ("Defendant Releasees"), and all entities to whom they directly or indirectly distribute or sell Covered Products, including but not limited to, customers, licensors, licensees retailers, franchisees, and cooperative members ("Downstream Releasees"), of all claims for violations of Proposition 65 based on exposure to DEHP and/or DINP from Covered Products as set forth in the Notices, with respect to any Covered Products purchased for sale in California by Ross prior to the Effective Date. It is the Parties' intention that this Consent Judgment shall have preclusive effect such that no other actions by private enforcers, 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 Action, or that could have been brought pursuant to the Notices against Ross and/or the Downstream 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 assignees, 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 Ross, Defendant Releasees, and Downstream 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 distributed or sold by Ross, Defendant Releasees or Downstream 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 δ 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.

6. ENFORCEMENT

- 6.1 The terms of this Consent Judgment shall be enforced exclusively by the Parties hereto. The Parties may, by noticed motion or order to show cause before the Superior Court of California, County of Alameda, giving the required notice, enforce the terms and conditions contained in this Consent Judgment. A Party may enforce any of the terms and conditions of this Consent Judgment only after that Party first provides 60 days' notice to the Party allegedly failing to comply with the terms and conditions of this Consent Judgment and attempts to resolve such Party's failure to comply.
- 6.2 Notice of Violation. Prior to brining any motion, order to show cause, or other proceeding to enforce the terms of this Consent Judgment. Bell shall provide a Notice of Violation ("NOV") to Ross. The NOV shall include the date(s) the alleged violation(s) was observed and the location at which the Covered Product was offered for sale and shall be accompanied by all test data obtained by Bell regarding the Covered Products, and any evidence or support of the allegations in the NOV.
- 6.3 Bell shall take no further action regarding the alleged violation if, within 60 days of receiving such NOV, Ross serves a notice that meets one of the following conditions:

- 6.3.1 The Covered Products purchased by Ross for sale in California before the Effective Date, or
- 6.3.2 Since receiving the NOV, Ross has taken corrective action by either (i) removing the Covered Products identified in the NOV from sale in California, or (ii) providing a clear and reasonable warning for the Covered Products identified in the NOV pursuant to Section 3 above with written confirmation to Bell.

7. INTEGRATION

7.1 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.

8. GOVERNING LAW

8.1 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 or is otherwise rendered inapplicable by reason of law generally, or as to Covered Products, then Defendant shall have no further obligations pursuant to this Consent Judgment with respect to, and to the extent that, Covered Products are so affected.

9. <u>NOTICES</u>

9.1 Unless specified herein, all correspondence and notices required to be provided pursuant to this Consent Judgment shall be in writing and personally delivered or sent by: (i) first-class, (registered or certified mail) return receipt requested; or (ii) overnight courier on any party by the other party at the following addresses:

For Defendant:

General Counsel of Ross Stores, Inc. 1372 Broadway New York, NY 10018

With copy to:

Jeffrey Margulies

. 1	13. ATTORNEY'S PEES				
2		13.1	A Party who unsuccessfully brings	or contests an action arising out of this Consent	
3	Judgn	gment shall be required to pay the prevailing party's reasonable attorney's fees and costs.			
4		13.2	Nothing in this Section shall preclu	de a Party from seeking an award of sanctions	
5	pursu	pursuant to law.			
6	14. <u>RETENTION OF JURISDICTION</u>				
7		14.1	This Court shall retain jurisdiction	n of this matter to implement or modify the	
8	Conse	Consent Judgment.			
9	15.	<u>AUT</u>	<u>HORIZATION</u>		
10		15.1	The undersigned are authorized to e	xecute this Consent Judgment on behalf of their	
	respective Parties and have read, understood and agree to all of the terms and conditions of this				
12	document and certify that he or she is fully authorized by the Party he or she represents to execute				
13	the Consent Judgment on behalf of the Party represented and legally bind that Party, Except as				
14	explic	citly pro	ovided herein each Party is to bear its	own fees and costs.	
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