| ROB BONTA Attorney General of California | EXEMPT FROM FILING FEES GOVERNMENT CODE § 6103 |
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| SUPERIOR COURT OF TH | IE STATE OF CALIFORNIA |
| COUNTY O | F ALAMEDA |
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| COMMUNITIES FOR A BETTER ENVIRONMENT; PEOPLE OF THE STATE OF CALIFORNIA, | LEAD CASE NO. 21CV004188 (Consolidated with No. 22CV007067) |
| ENVIRONMENT; PEOPLE OF THE | |
| ENVIRONMENT; PEOPLE OF THE STATE OF CALIFORNIA, | (Consolidated with No. 22CV007067) |
| ENVIRONMENT; PEOPLE OF THE STATE OF CALIFORNIA, Consolidated Plaintiffs, | |
| ENVIRONMENT; PEOPLE OF THE STATE OF CALIFORNIA, | (Consolidated with No. 22CV007067) [PROPOSED] STIPULATED |
| ENVIRONMENT; PEOPLE OF THE STATE OF CALIFORNIA, Consolidated Plaintiffs, | (Consolidated with No. 22CV007067) (Consent JUDGMENT (Code of Civ. Proc., § 664.6) |
| ENVIRONMENT; PEOPLE OF THE STATE OF CALIFORNIA, Consolidated Plaintiffs, v. MCWANE, INC., an Alabama Corporation, | (Consolidated with No. 22CV007067) (PROPOSED) STIPULATED CONSENT JUDGMENT |
| ENVIRONMENT; PEOPLE OF THE STATE OF CALIFORNIA, Consolidated Plaintiffs, v. | (Consolidated with No. 22CV007067) PROPOSED STIPULATED CONSENT JUDGMENT (Code of Civ. Proc., § 664.6) Dept: 24 Judge: The Honorable Rebekah B. Evenson |
| ENVIRONMENT; PEOPLE OF THE STATE OF CALIFORNIA, Consolidated Plaintiffs, v. MCWANE, INC., an Alabama Corporation, individually and doing business under the | (Consolidated with No. 22CV007067) PROPOSED STIPULATED CONSENT JUDGMENT (Code of Civ. Proc., § 664.6) Dept: 24 Judge: 24 Judge: The Honorable Rebekah B. Evenson |
| ENVIRONMENT; PEOPLE OF THE STATE OF CALIFORNIA, Consolidated Plaintiffs, v. MCWANE, INC., an Alabama Corporation, individually and doing business under the fictitious name of AB&I, | (Consolidated with No. 22CV007067) (PROPOSED) STIPULATED CONSENT JUDGMENT (Code of Civ. Proc., § 664.6) Dept: 24 Judge: The Honorable Rebekah B. Evenson Actions Filed: December 16, 2021 and |
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| 1 | 1. INTRODUCTION | | |
|----|--|--|--|
| 2 | 1.1 This stipulation and proposed Consent Judgment ("Consent Judgment") is entered | | |
| 3 | into between Plaintiffs Communities for a Better Environment ("CBE"), People of the State of | | |
| 4 | California ("People") by and through Attorney General Rob Bonta ("Attorney General"), and | | |
| 5 | Defendant McWane, Inc., doing business under the name of AB&I Foundry ("McWane" and | | |
| 6 | "Defendant") (collectively, the "Parties"). | | |
| 7 | 1.2 This Consent Judgment sets forth the agreement and obligation of the Parties, and | | |
| 8 | it is the Parties' mutual intent that this document constitutes a complete, final, and binding | | |
| 9 | settlement to resolve the allegations set forth in the 60-Day Notice Letter served by CBE ("Notice | | |
| 10 | Letter") and in the Complaints filed by the People and CBE in the two captioned cases, as | | |
| 11 | described more fully in Section 2 below. It is the Parties' mutual intent to fully and finally resolve | | |
| 12 | the Covered Claims, as defined herein. | | |
| 13 | 2. DEFINITIONS | | |
| 14 | 2.1 The People's Complaint and CBE's Complaint (as described in the subsequent | | |
| 15 | Section 3) are hereafter collectively referred to as the "Complaints." | | |
| 16 | 2.2 "Covered Claims" means any and all violations of Proposition 65 for McWane's | | |
| 17 | alleged failure to provide clear and reasonable warnings, the UCL, Government Code sections | | |
| 18 | 12600 to 12612, and any other statutory or common law claims that have been or could have been | | |
| 19 | asserted by one or both Plaintiffs in the Complaints and Notice Letter against McWane pursuant | | |
| 20 | to Proposition 65, the UCL or Government Code sections 12600 to 12612 for McWane's alleged | | |
| 21 | failure to provide clear and reasonable warnings regarding alleged exposure to toxic chemicals | | |
| 22 | arising from the Facility's operations. | | |
| 23 | 2.3 The use of the term "Day" in this Consent Judgment means calendar day, unless | | |
| 24 | otherwise specified. | | |
| 25 | 2.4 The "Effective Date" of this Consent Judgment shall be the date on which the | | |
| 26 | Consent Judgment is entered as a judgment by the Superior Court. | | |
| 27 | 2.5 The "Facility" refers to the foundry and supporting facilities or operations | | |
| 28 | previously operated by McWane under the fictitious name of AB&I Foundry at 7825 San | | |

| 1 | Leandro Drive in Oakland, California, 94621. | | | | |
|----|---|--|--|--|--|
| 2 | 2.6 "Hexavalent Chromium" refers to the chemical listed as a carcinogen and | | | | |
| 3 | developmental and reproductive toxicant by the Office of Environmental Health Hazard | | | | |
| 4 | Assessment ("OEHHA") under Proposition 65. | | | | |
| 5 | 2.7 "Notice Letter" means the letter served by CBE on Defendant McWane on | | | | |
| 6 | October 6, 2021, as described in Section 3.2 below. | | | | |
| 7 | 2.8 "Plaintiffs" refers collectively to CBE and the People. | | | | |
| 8 | 2.9 "Proposition 65" shall mean the Safe Drinking Water and Toxic Enforcement Act | | | | |
| 9 | of 1986, Health and Safety Code section 25249.5 et seq., as amended, including the regulations | | | | |
| 10 | promulgated pursuant thereto. | | | | |
| 11 | 2.10 "Supplemental Environmental Project" or "SEP" means an environmentally | | | | |
| 12 | beneficial cy pres project that McWane voluntarily agrees to fund in settlement of the Complaints | | | | |
| 13 | to partially offset the applicable civil penalties that Plaintiffs would otherwise seek. | | | | |
| 14 | 2.11 The "Unfair Competition Law" or "UCL" shall mean Business and Professions | | | | |
| 15 | Code sections 17200 et seq., as amended. | | | | |
| 16 | 3. BACKGROUND AND GENERAL ALLEGATIONS | | | | |
| 17 | 3.1 CBE is a non-profit corporation dedicated to environmental protection and | | | | |
| 18 | enhancement. One of CBE's objectives is to prevent and reduce toxic hazards to human health | | | | |
| 19 | and the environment, specifically from pollution of air, water, and land in California. | | | | |
| 20 | 3.2 On October 6, 2021, CBE served a Notice of Violation of Proposition 65 on | | | | |
| 21 | Defendant McWane. The Letter alleged that CBE had identified violations of Proposition 65 for | | | | |
| 22 | releases of hexavalent chromium from the Facility into the community without providing a clear | | | | |
| 23 | and reasonable warning. | | | | |
| 24 | 3.3 In CBE's Complaint for Injunctive and Declaratory Relief and Civil Penalties, | | | | |
| 25 | filed on December 16, 2021 in Case No. 21CV004188, CBE alleges that McWane's operation of | | | | |
| 26 | the Facility violated Proposition 65 by knowingly and intentionally exposing individuals in | | | | |
| 27 | California to levels of hexavalent chromium known to the State of California to cause cancer, | | | | |
| 28 | reproductive, and developmental harm without giving clear and reasonable warnings. | | | | |
| | 3 | | | | |

| 1 | 3.4 The State of California has an interest in promoting the health of its residents. To | | | | |
|----|--|--|--|--|--|
| 2 | that end, California's Attorney General seeks to reduce or eliminate the exposure of its | | | | |
| 3 | residents—particularly those in already-vulnerable or overburdened communities—to harmful | | | | |
| 4 | chemicals, including but not limited to hexavalent chromium. | | | | |
| 5 | 3.5 In the People's Complaint for Injunctive Relief and Civil Penalties, filed on | | | | |
| 6 | February 15, 2022 in Case No. 22CV007067, the People allege that McWane's operation of the | | | | |
| 7 | Facility violated Proposition 65 by knowingly and intentionally exposing individuals in | | | | |
| 8 | California to levels of hexavalent chromium and other toxic chemicals known to the State of | | | | |
| 9 | California to cause cancer and developmental harm without giving clear and reasonable warnings. | | | | |
| 10 | The People also allege that McWane engaged in practices that are unlawful, unfair, and/or | | | | |
| 11 | fraudulent, and which constitute unfair competition, in violation of the Unfair Competition Law. | | | | |
| 12 | The People further allege that McWane harmed the natural resources of the State by emitting | | | | |
| 13 | hexavalent chromium and other toxic chemicals into the environment, in violation of Government | | | | |
| 14 | Code sections 12607. | | | | |
| 15 | 3.6 Defendant McWane filed responsive pleadings to both Complaints, denying all | | | | |
| 16 | material allegations and asserting affirmative defenses. | | | | |
| 17 | 3.7 Defendant McWane operated the Facility at all times relevant to the Complaints | | | | |
| 18 | until its permanent closure in October 2022. | | | | |
| 19 | 4. AGREEMENT TO SETTLE DISPUTE | | | | |
| 20 | 4.1 The Parties enter into this Consent Judgment pursuant to a compromise and | | | | |
| 21 | settlement of all of the Covered Claims. | | | | |
| 22 | 4.2 The Parties mutually consent to the entry by this Court of the Consent Judgment. | | | | |
| 23 | 4.3 The Parties are each represented by counsel, and this Consent Judgment was | | | | |
| 24 | negotiated in good faith and at arms' length by the Parties to avoid expensive and protracted | | | | |
| 25 | litigation regarding the alleged violations contained in the Complaints and the Notice Letter, and | | | | |
| 26 | to further the public interest. | | | | |
| 27 | 4.4 The Parties agree that there has been no adjudication of any fact or law. McWane | | | | |
| 28 | denies the factual and legal allegations contained in the Complaints and Notice Letter and | | | | |

| 1 | maintains that AB&I's operations were in compliance with all laws. Neither the Consent | | | | |
|----|---|--|--|--|--|
| 2 | Judgment nor any payment made by McWane pursuant to the Consent Judgment shall constitute | | | | |
| 3 | or be construed as a finding, adjudication, or acknowledgment of any fact, law, or liability, nor | | | | |
| 4 | shall it be construed as an admission of violation of any law, rule or regulation. Except as | | | | |
| 5 | expressly set forth herein, nothing in this Consent Judgment shall prejudice, waive, or impair any | | | | |
| 6 | right, remedy, or defense any Party may have in this or any other legal proceeding. However, | | | | |
| 7 | nothing in this section shall diminish or otherwise affect the obligations, responsibilities, and | | | | |
| 8 | duties of any Party under this Consent Judgment. | | | | |
| 9 | 5. JURISDICTION AND VENUE | | | | |
| 10 | 5.1 The Parties agree and stipulate that, for purposes of this Consent Judgment only, | | | | |
| 11 | this Court has subject matter jurisdiction over the matters alleged in the Complaints, personal | | | | |
| 12 | jurisdiction over McWane, and that venue is proper in Alameda County. | | | | |
| 13 | 5.2 The Parties agree not to challenge this Court's jurisdiction to enforce the terms of | | | | |
| 14 | this Consent Judgment, and this Court maintains jurisdiction over this Consent Judgment for that | | | | |
| 15 | purpose. | | | | |
| 16 | 6. WAIVER OF TRIAL AND ENTRY OF JUDGMENT | | | | |
| 17 | 6.1 By signing this Consent Judgment and consenting to its entry by the Court, the | | | | |
| 18 | Parties waive their right to a hearing and a trial on the matters alleged in the Complaints. | | | | |
| 19 | 6.2 The Parties agree to cooperate in good faith in supporting entry of this Consent | | | | |
| 20 | Judgment, with the Plaintiffs responsible for preparing any necessary motion for entry. | | | | |
| 21 | 7. APPLICABILITY | | | | |
| 22 | 7.1 The provisions of this Consent Judgment shall apply to and be binding on the | | | | |
| 23 | People, CBE, and on McWane and any successors. | | | | |
| 24 | 8. MONETARY SETTLEMENT OBLIGATIONS | | | | |
| 25 | 8.1 The total settlement amount to be paid by McWane in complete resolution of all | | | | |
| 26 | claims raised in the Complaints shall be one million, three hundred thousand dollars (\$1,300,000), | | | | |
| 27 | allocated more specifically into Supplemental Environmental Projects, civil penalties, and | | | | |
| 28 | attorneys' fees and costs, as described here, and set forth in Exhibit A: | | | | |

| 1 | 8.2 <u>Su</u> | upplemental Environmental Projects |
|----|---------------|--|
| 2 | 8.2 | 2.1 To provide cy pres relief to the affected community, McWane shall make |
| 3 | | the following payments, totaling six hundred fifty thousand dollars |
| 4 | | (\$650,000): |
| 5 | | 8.2.1.1 Five hundred thousand dollars (\$500,000) shall be paid to the Roots |
| 6 | | Community Health Center ("Roots") to fund two projects: (1) the |
| 7 | | "Breathe Oakland Project," which will (a) acquire and staff a |
| 8 | | dedicated vehicle to use as a mobile respiratory resource center |
| 9 | | offering medical care, community outreach, and home mitigation |
| 10 | | measures to provide comprehensive respiratory care, with a special |
| 11 | | focus on assisting youth with pediatric asthma in the community; |
| 12 | | and (b) establish a dedicated respiratory clinic in Oakland that will |
| 13 | | offer comprehensive care for hexavalent chromium exposure, |
| 14 | | including pulmonary function testing and inhaler education; and (2) |
| 15 | | the Street Team Outreach Medical Program ("STOMP"), which |
| 16 | | will provide medical care and self-management support to |
| 17 | | unhoused individuals on East Oakland's streets and those living in |
| 18 | | encampments, with a special focus on those diagnosed with a |
| 19 | | respiratory condition, and an emphasis on educating patients on |
| 20 | | how to assess and manage their condition. These funds shall be |
| 21 | | placed and held in a restricted and designated account and may not |
| 22 | | be co-mingled with other funds. Roots shall ensure that these funds |
| 23 | | are expended for the purposes specified. Commencing one year |
| 24 | | after the receipt of payment and each year thereafter until the |
| 25 | | exhaustion of the funds, Roots shall provide an annual report to the |
| 26 | | Plaintiffs, describing the specific use of the funds and the activities |
| 27 | | completed. The report shall be submitted by Roots to the Plaintiffs' |
| 28 | | representatives identified in Section 9 below. Payment to Roots |
| | | 6 |

| 1 | shall be made as set forth in Exhibit A. |
|----|---|
| 2 | 8.2.1.2 One hundred fifty thousand dollars (\$150,000) shall be paid to the |
| 3 | Rose Foundation ("Rose Foundation") to fund the "New Voices are |
| 4 | Rising Project," which encourages Oakland high school students |
| 5 | and students from other East Bay fenceline communities to develop |
| 6 | analytical and leadership skills while advancing important |
| 7 | community-centered air quality projects, such as conducting air |
| 8 | pollution exposure health surveys in East Oakland, leading direct |
| 9 | service projects such as tree planting, and raising awareness to |
| 10 | catalyze change to local, state and federal policy and practice |
| 11 | around community toxin exposure and air quality issues, using |
| 12 | science-supported tools. These funds shall be placed and held in a |
| 13 | restricted and designated account and may not be co-mingled with |
| 14 | other funds. The Rose Foundation shall ensure that these funds are |
| 15 | expended for the purposes specified. Commencing one year after |
| 16 | the receipt of payment and each year thereafter until the exhaustion |
| 17 | of the funds, the Rose Foundation shall provide an annual report to |
| 18 | the Plaintiffs, describing the specific use of the funds and the |
| 19 | activities completed. The report shall be submitted by the Rose |
| 20 | Foundation to the Plaintiffs' representatives identified in Section 9 |
| 21 | below. Payment to the Rose Foundation shall be made as set forth |
| 22 | in Exhibit A. |
| 23 | 8.2.1.3 McWane shall have no responsibility, obligation, liability for, or |
| 24 | standing to object to the use of the SEP funds after McWane makes |
| 25 | payment as provided for in this Consent Judgment. As of the date |
| 26 | of the People's receipt of proof of McWane's payment of the SEP |
| 27 | funds, the People and CBE hereby release and shall be deemed to |
| 28 | have released McWane from any and all claims with respect to the |
| | 7 |

| 1 | administration, allocation, calculation, investment, distribution, or |
|----|--|
| 2 | expenditure of the SEP funds. It is expressly understood and agreed |
| 3 | that after McWane pays the SEP funds, any issues arising in |
| 4 | connection with such funds, including but not limited to issues |
| 5 | regarding the administration, allocation, calculation, investment, |
| 6 | distribution, or expenditure of the SEP funds, shall in no way affect |
| 7 | the validity of this Consent Judgment. |
| 8 | 8.3 <u>Civil Penalties</u> |
| 9 | 8.3.1 Plaintiffs agree to accept the reduced civil penalties described in this |
| 10 | Section based, in part, on McWane's commitment to fund the |
| 11 | aforementioned Supplemental Environmental Projects, which are designed |
| 12 | to provide direct relief to the affected community. |
| 13 | 8.3.2 Pursuant to Health and Safety Code section 25249.12, McWane shall pay |
| 14 | civil penalties totaling one hundred fifty thousand dollars (\$150,000), |
| 15 | which shall be allocated seventy-five percent (75%) to OEHHA, and |
| 16 | twenty-five percent (25%) to be divided evenly between the Attorney |
| 17 | General and CBE (12.5% each), as described below. |
| 18 | 8.3.2.1 Office of Environmental Health Hazard Assessment. A civil penalty |
| 19 | of one hundred twelve thousand, five hundred dollars (\$112,500) |
| 20 | shall be paid to OEHHA as set forth in Exhibit A. |
| 21 | 8.3.2.2 Communities for a Better Environment. A civil penalty of eighteen |
| 22 | thousand, seven hundred and fifty dollars (\$18,750) shall be paid to |
| 23 | CBE as set forth in Exhibit A. |
| 24 | 8.3.2.3 Attorney General. A civil penalty of eighteen thousand, seven |
| 25 | hundred and fifty dollars (\$18,750) shall be paid to the Attorney |
| 26 | General as set forth in Exhibit A. All checks for payment to the |
| 27 | Attorney General shall be made payable to the "California |
| 28 | Department of Justice—Litigation Deposit Fund." The check shall |
| | 8 |

| | bear on its face the case name ("People v. McWane") and the |
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| | internal docket number for this matter (OK2022303785). The |
| | money, and any interest accrued thereon, paid to the Attorney |
| | General pursuant to this Consent Judgment shall be administered by |
| | the California Department of Justice and shall be used by the |
| | Environment Section of the Public Rights Division of the Attorney |
| | General's Office, until all funds are exhausted, for any of the |
| | following purposes: (1) implementation of the Attorney General's |
| | authority to protect the environment and natural resources of the |
| | State pursuant to Government Code section 12600 et seq. and as |
| | Chief Law Officer of the State of California pursuant to Article V, |
| | section 13 of the California Constitution; (2) enforcement of laws |
| | related to environmental protection, including, but not limited to, |
| | Chapters 6.5 and 6.95, Division 20, of the California Health and |
| | Safety Code; (3) enforcement of the Unfair Competition Law, |
| | Business and Professions Code section 17200, et seq., as it relates |
| | to protection of the environment and natural resources of the State |
| | of California; and (4) other environmental actions or initiatives |
| | which benefit the State of California and its citizens as determined |
| | by the Attorney General. Such funding may be used for the costs of |
| | the Attorney General's investigation, filing fees and other court |
| | costs, payment to expert witnesses and technical consultants, |
| | purchase of equipment, laboratory analyses, personnel costs, travel |
| | costs, and other costs necessary to pursue environmental actions or |
| | initiatives investigated or initiated by the Attorney General for the |
| | benefit of the State of California and its citizens. |
| 8.3.3 | Timely payment of the civil penalties and Supplemental Environmental |
| | Projects described herein shall completely resolve any and all claims for |
| | |

[PROPOSED] STIPULATED CONSENT JUDGMENT (Lead Case No. 21CV004188, consolidated with 22CV007067)

| 1 | civil penalties that have been sought or could have been sought in both |
|----|---|
| 2 | Complaints and the Notice Letter. |
| 3 | 8.4 <u>Attorneys' Fees and Costs</u> |
| 4 | 8.4.1 McWane shall pay the following sums to reimburse the attorneys' fees and |
| 5 | costs expended to prosecute these matters. These payments represent |
| 6 | partial compensation for the reasonable fees and costs that the Plaintiffs |
| 7 | have incurred. |
| 8 | 8.4.1.1 Communities for a Better Environment. McWane shall pay CBE |
| 9 | sixty-five thousand, three hundred and thirty-six dollars (\$65,336) |
| 10 | to reimburse the attorneys' fees and costs accrued for investigating |
| 11 | and prosecuting this matter through entry of this Consent Judgment |
| 12 | by this Court. Payment shall be issued as set forth in Exhibit A. |
| 13 | 8.4.1.2 Michael Freund & Associates. McWane shall pay one hundred |
| 14 | seventy-two thousand dollars (\$172,000) to Michael Freund & |
| 15 | Associates to reimburse the attorneys' fees and costs accrued for |
| 16 | investigating and prosecuting this matter through entry of this |
| 17 | Consent Judgment by this Court. Payment shall be issued as set |
| 18 | forth in Exhibit A. |
| 19 | 8.4.1.3 Attorney General. McWane shall pay two hundred sixty-two |
| 20 | thousand, six hundred and sixty-four dollars (\$262,664) to the |
| 21 | Attorney General for partial reimbursement of the People's |
| 22 | attorneys' fees and costs for investigating and prosecuting this |
| 23 | matter through entry of this Consent Judgment by this Court. The |
| 24 | parameters specified in Section 8.3.2.3 apply equally to the |
| 25 | payment described in this Section. Payment shall be issued as set |
| 26 | forth in Exhibit A. |
| 27 | 8.4.2 McWane shall have no responsibility, obligation, liability for, or standing |
| 28 | to object to the use of the attorneys' fees and costs after McWane makes |
| | 10 |

| 1 | | | payment as described in this Consent Judgment. As of the date of the |
|----|----|-------------|---|
| 2 | | | People's receipt of proof of McWane's payment of all the aforementioned |
| 3 | | | attorneys' fees and costs, the People and CBE hereby release and shall be |
| 4 | | | deemed to have released McWane from any and all claims with respect to |
| 5 | | | the administration, allocation, calculation, investment, distribution, or |
| 6 | | | expenditure of the attorneys' fees and costs. It is expressly understood and |
| 7 | | | agreed that after McWane pays the attorneys' fees and costs, any issues |
| 8 | | | arising in connection with such funds, including but not limited to issues |
| 9 | | | regarding the administration, allocation, calculation, investment, |
| 10 | | | distribution, or expenditure of the attorneys' fees and costs shall in no way |
| 11 | | | affect the validity of this Consent Judgment. |
| 12 | | 8.4 | .3 CBE and Michael Freund & Associates agree to provide the Court with |
| 13 | | | documentation in support of the fees and costs they will recoup pursuant to |
| 14 | | | Sections 8.4.1.1 and 8.4.1.2, above. |
| 15 | | 8.4 | .4 Timely payment of the attorneys' fees and costs described herein shall |
| 16 | | | completely resolve any and all claims for attorneys' fees and costs that |
| 17 | | | have been sought or could have been sought in both Complaints and the |
| 18 | | | Notice Letter. |
| 19 | 8. | 5 <u>Ph</u> | otocopies of Checks |
| 20 | | 8.5 | .1 Each and every payment required by this Consent Judgment shall be made |
| 21 | | | through the delivery of checks made payable to the applicable person or |
| 22 | | | entity, as set forth in Exhibit A. |
| 23 | | 8.5 | .2 McWane will cause physical photocopies of each and every check issued |
| 24 | | | pursuant to this Consent Judgment to be emailed to Marie E. Logan, |
| 25 | | | Deputy Attorney General, and Abigail Blodgett, Supervising Deputy |
| 26 | | | Attorney General, at Marie.Logan@doj.ca.gov and |
| 27 | | | Abigail.Blodgett@doj.ca.gov. |
| 28 | 8. | 6 <u>Du</u> | <u>e Date</u> |
| | | | 11 |

| 1 | 8.6.1 Ea | ch and every payment described herein (and as set forth in Exhibit A) is | |
|----|---|--|--|
| 2 | du | e and payable by McWane within thirty (30) calendar days of the | |
| 3 | Ef | fective Date of this Consent Judgment. | |
| 4 | 8.6.2 If | McWane fails to submit proof that it has issued all required payments | |
| 5 | wi | thin forty-five (45) days of the Effective Date of this Consent Judgment, | |
| 6 | М | cWane shall pay interest at a rate of 10% per year, which is due and | |
| 7 | ac | crues (in addition to, and on top of, the total amounts specified in Exhibit | |
| 8 | A) | for each Day that the requisite payment to that particular recipient under | |
| 9 | thi | is Consent Judgment is late. | |
| 10 | | 9. NOTICE | |
| 11 | 9.1 When any | Party is entitled to receive any notice under this Consent Judgment, the | |
| 12 | notice shall be sent to the person and address set forth below via (i) first class mail and (ii) email: | | |
| 13 | To Defen | dants: | |
| 14 | McWane, Inc. | | |
| 15 | Attn: General Counsel | | |
| 16 | 2900 Highway 280, Suite 300 Birmingham, AL 35223 | | |
| 17 | <u>chartman(</u> | <u>a)mcwane.com</u> | |
| 18 | With a copy to: | | |
| 19 | Ruben Ca | | |
| 20 | RAF Law 133 Vista | Lane | |
| 21 | | lle, CA 95076 @raflawgroup.com | |
| 22 | To the Pe | | |
| 23 | | - | |
| 24 | | gan, Deputy Attorney General Department of Justice | |
| 25 | | v Street, 20 th Floor | |
| 26 | Oakland, | CA 94612 | |
| 20 | Marie.Log | gan@doj.ca.gov | |
| 28 | With a cop | by to: | |
| 20 | ll | | |

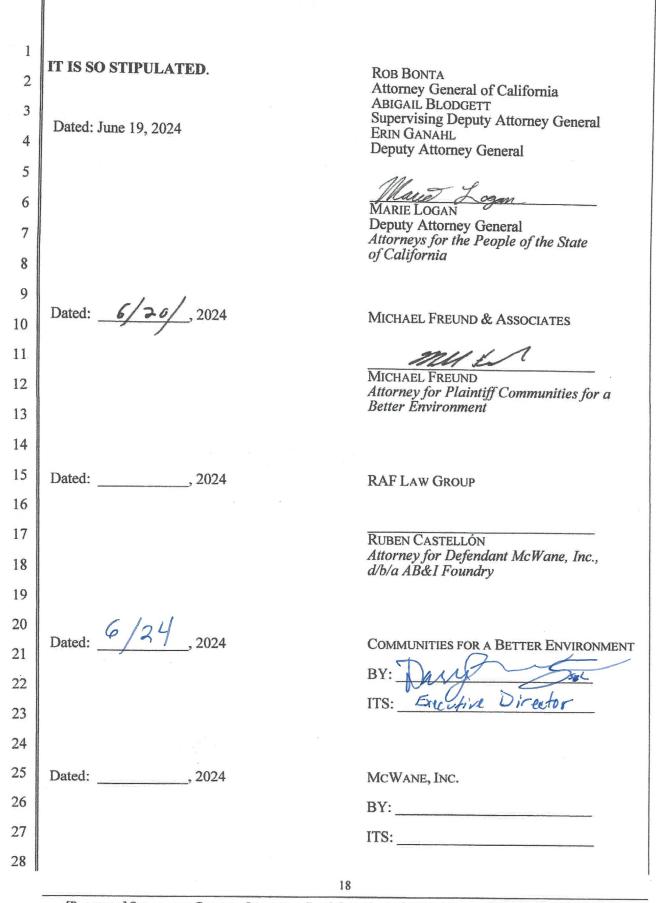
| 1 | Abigail Blodgett, Supervising Deputy Attorney General | | |
|----------|---|--|--|
| 2 | California Department of Justice | | |
| 2 | 1515 Clay Street, 20 th Floor P.O. Box 70550 | | |
| 3 | Oakland, CA 94612 | | |
| 4 | <u>Abigail.Blodgett@doj.ca.gov</u> | | |
| 5 | To CBE: | | |
| 6 | Shana Lazerow | | |
| 7 | Communities for a Better Environment | | |
| 8 | 100 Hegenberger Road #270 Oakland, CA 94621 | | |
| 0 | slazerow@cbecal.org | | |
| 9 | | | |
| 10 | With a copy to: | | |
| 11 | Michael Freund & Associates | | |
| | 1919 Addison Street, Suite 104 | | |
| 12 | Berkeley, CA 94704 Freund1@aol.com | | |
| 13 | | | |
| 14 | 9.2 Any Party may modify the person and address to whom the notice is to be sent by | | |
| 15 | sending all other Parties notice by email. Such a change shall take effect one calendar day after | | |
| 16 | the date the email is sent. | | |
| 17 | 10. MODIFICATION OF CONSENT JUDGMENT | | |
| 18 | 10.1 After the Effective Date, this Consent Judgment may be modified only by: (1) | | |
| 19 | express written agreement of the Parties with the approval of the Court; (2) an order of this Court | | |
| 20 | on noticed motion by the People, CBE, or McWane in accordance with law, for good cause | | |
| 21 | shown; or (3) the Court, pursuant to its inherent authority upon considering a motion or request | | |
| 22 | from a Party or the Parties. | | |
| 23 | 10.2 Before filing any application with the Court for a modification to this Consent | | |
| 24 | Judgment, the Party seeking the modification shall meet and confer with the other Parties | | |
| 25 | pursuant to the process set forth in Section 12 to determine whether such modification may be | | |
| 23 26 | achieved by consent. | | |
| 20 27 | 10.3 If the Parties agree upon a proposed modification, then one or more Parties will | | |
| | present the modification to the Court by means of a stipulated modification to the Consent | | |
| 28 | | | |
| | 13 | | |

1 Judgment, after giving notice to all other Parties. 2 11. **RETENTION OF JURISDICTION** 3 11.1 This Court shall retain jurisdiction over these matters to implement and enforce the 4 Consent Judgment, and to resolve any disputes that may arise as to its implementation. 5 12. **ENFORCEMENT AND MEET-AND-CONFER OBLIGATIONS** 6 12.1 This Consent Judgment may be enforced by one or more of the Parties in 7 accordance with the terms herein. 8 Any Party seeking to modify or enforce this Consent Judgment shall provide 12.2 9 fourteen (14) calendar days' advance written notice of any alleged issue, violation, or dispute. 10 The Parties shall meet and confer during this fourteen-day period in a good faith effort to try to 11 reach agreement on an appropriate remedy for the alleged issue, violation, or dispute. 12 12.3 After the 14-day period has expired, if an agreement is not reached, the Party 13 seeking to modify or enforce the Consent Judgment may proceed by noticed motion or order to 14 show cause before the Court to enforce the terms and conditions contained in this Consent 15 Judgment. 16 12.4 In any enforcement proceeding filed pursuant to this Consent Judgment, any Party 17 that successfully pursues enforcement may seek whatever fines, costs, penalties, or remedies are 18 provided by law for failure to comply with the Consent Judgment. 19 12.5 When an alleged violation of this Consent Judgment would result in irreparable 20 harm if immediate relief is not obtained, the Party may immediately seek relief in Superior Court 21 without pursuing the meet-and-confer process. 12.6 The failure of any Party to enforce any provision of this Consent Judgment shall 22 not: (1) be deemed a waiver of that provision; (2) in any way affect the validity of the Consent 23 24 Judgment or the Parties' enforcement authority; or (3) preclude any Party from later enforcing the same or other provisions. 25 12.7 No right of enforcement is afforded to any non-Party to the Consent Judgment. 26 12.8 No oral advice, guidance, suggestions, or comments by the People or CBE, or by 27 people or entities acting on behalf of any of them, regarding matters covered in this Consent 28

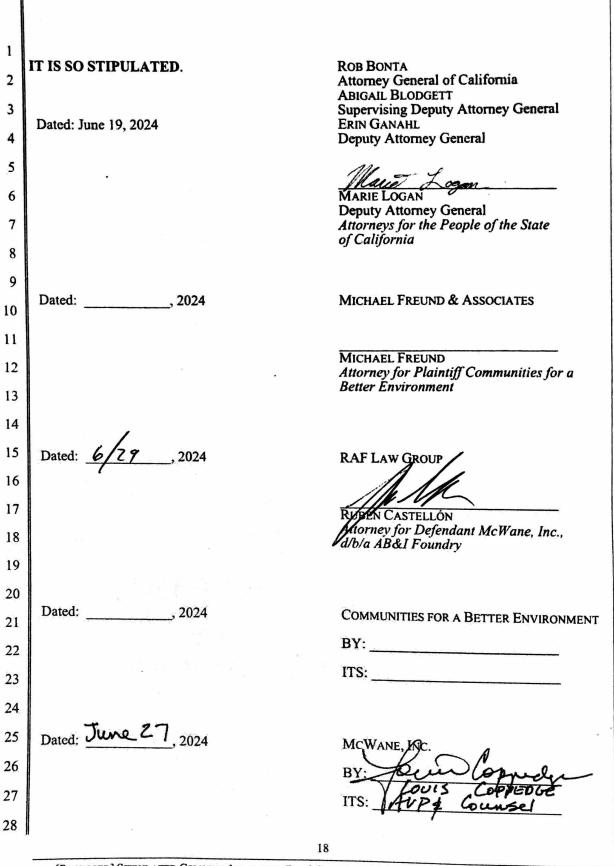
| 1 | Judgment, shall be construed to relieve McWane of its obligations under this Consent Judgment. | | |
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| 2 | 13. AUTHORITY TO STIPULATE TO CONSENT JUDGMENT | | |
| 3 | 13.1 Each signatory to this Consent Judgment certifies that they are fully authorized by | | |
| 4 | the Party they represent: (1) to stipulate to this Consent Judgment; (2) to enter into the Consent | | |
| 5 | Judgment on behalf of the Party they represent; and (3) to legally bind that Party. | | |
| 6 | 14. CLAIMS COVERED | | |
| 7 | 14.1 This Consent Judgment is a complete, final, and binding resolution between all | | |
| 8 | Parties for the Covered Claims. | | |
| 9 | 14.2 This Consent Judgment does not resolve any claims that Plaintiffs have asserted or | | |
| 10 | may assert with respect to (i) operations at any location of McWane other than the Facility, or (ii) | | |
| 11 | laws other than Proposition 65, the UCL, and Government Code sections 12600 to 12612. | | |
| 12 | 14.3 Following the Effective Date of this Consent Judgment, compliance by McWane | | |
| 13 | with all of the requirements of this Consent Judgment and McWane's full cooperation in the | | |
| 14 | implementation of this Consent Judgment shall constitute resolution of the Covered Claims. | | |
| 15 | 14.4 McWane shall not frustrate or interfere with the implementation of any provision | | |
| 16 | of this Consent Judgment. | | |
| 17 | 14.5 Except as expressly provided herein, nothing in this Consent Judgment is intended | | |
| 18 | to, nor shall it be construed to, preclude any federal, state or local agency, department, board or | | |
| 19 | other entity—other than the Parties—from exercising their applicable authority or rights under | | |
| 20 | any federal, state, or local law, statute, or regulations. Except as expressly provided herein, | | |
| 21 | McWane retains all of its defenses, and it reserves the right to assert any and all defenses to any | | |
| 22 | subsequent enforcement or regulatory action, in response to the exercise of the aforementioned | | |
| 23 | authority. | | |
| 24 | 15. COURT APPROVAL | | |
| 25 | 15.1 Supporting documentation regarding the Supplemental Environmental Projects, | | |
| 26 | civil penalties, and attorneys' fees outlined in Section 8 shall be provided to the Court at the time | | |
| 27 | that Plaintiffs move for entry of the Consent Judgment. | | |
| 28 | 15.2 This Consent Judgment shall be submitted to the Court for entry by the Court. If | | |

| 1 | this Consent Judgment is not entered by the Court, it shall be of no force or effect, and may not be | | |
|----|--|--|--|
| 2 | used by the Parties, or any other person or entity, for any purpose whatsoever. | | |
| 3 | 16. ENTIRE AGREEMENT | | |
| 4 | 16.1 This Consent Judgment contains the sole and entire agreement and understanding | | |
| 5 | of the Parties with respect to the entire subject matter hereof, and any and all prior discussions, | | |
| 6 | negotiations, commitments, and understandings related hereto. No representations, oral or | | |
| 7 | otherwise, express or implied, other than those contained herein have been made by any Party | | |
| 8 | hereto. No other agreements, other than those specifically agreed to herein, shall be deemed to | | |
| 9 | exist or to bind any of the Parties. | | |
| 10 | 17. SEVERABILITY | | |
| 11 | 17.1 If, subsequent to the entry of this Consent Judgment, any of its provisions are held | | |
| 12 | by any court to be unenforceable, the validity of the enforceable provisions remaining shall not be | | |
| 13 | adversely affected. | | |
| 14 | 18. EQUAL AUTHORSHIP | | |
| 15 | 18.1 The Parties stipulate that this Consent Judgment shall be deemed to have been | | |
| 16 | drafted equally by the Parties hereto. The Parties agree that the rule of construction holding that | | |
| 17 | ambiguity is construed against the drafting party shall not apply to the interpretation of this | | |
| 18 | Consent Judgment. | | |
| 19 | 19. EXECUTION IN COUNTERPARTS | | |
| 20 | 19.1 This Consent Judgment may be executed in counterparts and by means of | | |
| 21 | facsimile or scanned electronic copies, which taken together shall be deemed to constitute one | | |
| 22 | document. | | |
| 23 | 20. GOVERNING LAW | | |
| 24 | 20.1 The terms of this Consent Judgment shall be governed by the laws of the State of | | |
| 25 | California. | | |
| 26 | 21. REQUEST FOR FINDINGS, APPROVAL OF SETTLEMENT, AND ENTRY OF CONSENT JUDGMENT | | |
| 27 | | | |
| 28 | 21.1 This Consent Judgment has come before the Court upon the request of the Parties. | | |

| 1 | The Parties request the Court to fully review the Consent Judgment, and, being fully informed | | | |
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| 2 | regarding the matters which are the subject of this action, to: | | | |
| 3 | (1) Find that the terms and provisions of this Consent Judgment represent a | | | |
| 4 | fair and equitable settlement of all matters raised by the allegations in the Complaints and Notice | | | |
| 5 | Letter, that the matter has been diligently prosecuted, and that the public interest is served by such | | | |
| 6 | a settlement; | | | |
| 7 | (2) Make the findings pursuant to California Health and Safety Code section | | | |
| 8 | 25249.7, subdivision (f)(4), approve the settlement, and approve this Consent Judgment; and | | | |
| 9 | (3) Retain jurisdiction, pursuant to Section 664.6 of the Code of Civil | | | |
| 10 | Procedure, after the Consent Judgment is entered, to enforce, modify, or terminate this Consent | | | |
| 11 | Judgment. | | | |
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[PROPOSED] STIPULATED CONSENT JUDGMENT (Lead Case No. 21CV004188, consolidated with 22CV007067)



[PROPOSED] STIPULATED CONSENT JUDGMENT (Lead Case No. 21CV004188, consolidated with 22CV007067)

| 1 | |
|----------|---|
| 2 | IT IS SO ORDERED AND ADJUDGED. |
| 3 | |
| 4 | Ribickh Evennen |
| 5 | Dated: $\underline{R} \upharpoonright \hat{A} + \underline{E}$, 2024 JUDGE OF THE SUPERIOR COURT |
| 6 | Rebekah Evenson / Judge |
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| 28 | OK2022303785 McWane Consent Judgment - AGO signed.docx |

| 1 | | EXHIBIT A | | | | |
|----------|---|--|-------------------------------|-----------------------|--|--|
| 2 | | EAHIBIT A | | | | |
| 3 | Payment Detail | | | | | |
| 4 | Payee | Address | Description | Amount | | |
| 5 | Office of | Office of Environmental Health | Civil Deneltry | \$112,500 | | |
| 6 7 | Environmental Health Hazard Assessment (OEHHA) | Office of Environmental Health Hazard Assessment (OEHHA) ATTN: Accounting Unit P.O. Box 4010 Sacramento, CA 95812-4010 | Civil Penalty | \$112,500 | | |
| 8 | | | | ¢10.750 | | |
| 9 | California Department of Justice (Office of | California Department of Justice Litigation Deposit Fund | Civil Penalty Fees / Costs | \$18,750 \$262,664 | | |
| 10 11 | the Attorney General) | Accounting Office P.O. Box 944255 Sacramento, CA 94244-2550 | Total | \$281,414 | | |
| 12 | | Note: Check must indicate <i>People v</i> . <i>McWane</i> and include reference number: OK2022303785. | | | | |
| 13 | ~ | | | | | |
| 14 | Communities for a Better Environment | 100 Hegenberger Road Suite 270 | Civil Penalty Fees / Costs | \$18,750 \$65,336 | | |
| 15 | (CBE) | Oakland, CA 94621 | Total | \$84,086 | | |
| 16 17 | Michael Freund & Associates | Michael Freund & Associates 1919 Addison Street, Suite 104 Berkeley, CA 94704 | Fees / Costs | \$172,000 | | |
| 18 | | 1 | | | | |
| 19 20 | Roots Community Health Center | Roots Community Health Center 7272 MacArthur Blvd. Oakland, CA 94605 | Cy Pres / SEP | \$500,000 | | |
| 21 | | | | | | |
| 21 | Rose Foundation for Communities and the Environment | 201 4th St., Suite 102 Oakland, CA 94607 | Cy Pres / SEP | \$150,000 | | |
| 23 | | | | | | |
| 24 | | above, photocopies of each and every and <u>Abigail.Blodgett@doj.ca.gov</u> . | check shall be ema | iled to | | |
| 25 | | | | | | |
| 26 | | | | | | |
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| 28 | | 20 | | | | |

| SUPERIOR COURT OF CALIFORNIA COUNTY OF ALAMEDA | Reserved for Clerk's File Stamp FILED Superior Court of California County of Alameda 08/01/2024 | |
|---|---|--|
| COURTHOUSE ADDRESS: Rene C. Davidson Courthouse 1225 Fallon Street, Oakland, CA 94612 | | |
| PLAINTIFF/PETITIONER: Communities For A Better Environment et al | Chad Flike, Executive Officer/Clerk of the Courl By:Deputy | |
| DEFENDANT/RESPONDENT: Micwane, Inc et al | A Rios | |
| CERTIFICATE OF ELECTRONIC SERVICE CODE OF CIVIL PROCEDURE 1010.6 | CASE NUMBER: 21CV004188 | |

I, the below named Executive Officer/Clerk of Court of the above-entitled court, do hereby certify that I am not a party to the cause herein, and that on this date I served one copy of the Stipulated Judgment entered herein upon each party or counsel of record in the above entitled action, by electronically serving the document(s) from my place of business, in accordance with standard court practices.

Erin Ganahl CA Department of Justice - LA erin.ganahl@doj.ca.gov

Michael Bruce Freund Michael Freund & Associates freundl@aol.com Marie Elizabeth Logan Office of the Attorney General marie.logan@doj.ca.gov

Ruben Alonso Castellon CASTELLON & FUNDERBURK, LLP rcastellon@candffirm.com

Shana D. G. Lazerow Communities for a Better Environment slazerow@cbecal.org

Chad Finke, Executive Officer / Clerk of the Court

Dated: 08/01/2024

By:

A. Rios, Deputy Clerk

CERTIFICATE OF ELECTRONIC SERVICE CODE OF CIVIL PROCEDURE 1010.6