

Plaintiff, Audrey Kallander, and defendants, Central Garden & Pet Company and its subsidiary Kaytee Products, Inc., having agreed through their respective counsel that Judgment be entered pursuant to the terms of their settlement agreement in the form of a stipulated judgment ("Consent Judgment"), and following this Court's issuance of an order approving their Proposition 65 settlement and Consent Judgment, and for good cause being shown,

IT IS HEREBY ORDERED, ADJUDGED AND DECREED that, pursuant to Health and Safety Code section 25249.7(f)(4) and Code of Civil Procedure section 664.6, judgment is hereby entered in accordance with the terms of the Consent Judgment attached hereto as Exhibit 1. By stipulation of the parties, the Court will retain jurisdiction to enforce the terms of the settlement under Code of Civil Procedure section 664.6.

IT IS SO ORDERED.

7/28/2023 5:00:31 PM Dated:

JUDGE OF THE SUPERIOR COURT

EXHIBIT 1

- 1					
1	Troy C. Bailey, State Bar No. 277424 David Joshua Voorhees, State Bar No. 241436				
2					
3	VOORHEES & BAILEY, LLP 535 Ramona Street; Suite 5				
4	Palo Alto, CA 94301 Telephone: (650) 313-2154				
5	Facsimile: (650) 618-1606 josh@voorheesbailey.com				
6	troy@voorheesbailey.com				
7	Attorneys for Plaintiff AUDREY KALLANDER				
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9					
10	SUPERIOR COURT OF THE STATE OF CALIFORNIA				
11	CITY AND COUNTY OF SANTA CLARA				
12	UNLIMITED CIVIL JURISDICTION				
13					
14					
15	AUDREY KALLANDER,				
16	Plaintiff,	Case No. 23CV409997			
17	V.	[PROPOSED] CONSENT JUDGMENT			
18	KAYTEE PRODUCTS INCORPORATED; CENTRAL GARDEN & PET COMPANY;	(Health & Safety Code § 25249.6 et seq. and			
19	and DOES 1-150, inclusive,	Code of Civil Procedure § 664.6)			
20					
21	Defendants.				
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[PROPOSED] CONSENT JUDGMENT AS TO DEFENDANT CENTRAL GARDEN & PET COMPANY

1. <u>INTRODUCTION</u>

1.1 Parties

This Consent Judgment is entered into by and between plaintiff Audrey Kallander ("Kallander") and defendants Central Garden & Pet Company and its subsidiary Kaytee Products, Inc. ("Central Garden"), with Kallander, and Central Garden each referred to individually as a "Party" and collectively as the "Parties."

1.2 Plaintiff

Kallander is a resident of the State of California who seeks to promote awareness of exposures to toxic chemicals, and to improve human health by reducing or eliminating harmful substances contained in consumer and commercial products.

1.3 Defendant

Central Garden employs ten or more persons and is a person in the course of doing business for purposes of the Safe Drinking Water and Toxic Enforcement Act of 1986, California Health and Safety Code section 25249.6 *et seq.* ("Proposition 65").

1.4 General Allegations

Kallander alleges that Central Garden manufactures, sells, and distributes for sale in California glass chew proof water bottles with exterior decorations containing lead. Central Garden has tested the product and discovered it also contains trace amounts of cadmium. Lead and cadmium are listed pursuant to Proposition 65 as chemicals known to cause birth defects and other reproductive harm. Kallander alleges that Central Garden failed to provide the health hazard warnings required by Proposition 65 for exposures to lead.

1.5 Product Description

The products covered by this Consent Judgment are glass water bottles used to provide water to caged rodents. The products have exterior decorations containing lead and cadmium. The products include, and are exemplified by, but are not limited to, the "Kaytee Products Chew Proof Water Bottle" UPC: 0 45125 61982 9 (hereinafter "Covered Products").

1.6 Notices of Violation

On May 16, 2022, Kallander served Kaytee Products Incorporated, Central Garden & Pet Company, Western Feed & Pet Supply, Inc., and the requisite public enforcement agencies with a 60-Day Notice of Violation, alleging that Central Garden and Western Feed & Pet Supply, Inc. violated Proposition 65 when they failed to warn their customers and consumers in California of the health hazards associated with exposures to lead in the Covered Products. No public enforcer has commenced and is diligently prosecuting the allegations set forth in the Notice.

1.7 Complaint

On January 17, 2023, Kallander commenced the instant action, naming Kaytee Products Incorporated and Central Garden & Pet Company as the defendants for the alleged violations of Proposition 65 related to the Covered Products.

1.8 No Admission

Central Garden denies the material, factual, and legal allegations contained in the Notice and Complaint and maintains that all of the products that it has sold and distributed in California, including the Covered Products, have been, and are, in compliance with all laws. Nothing in this Consent Judgment shall be construed as an admission by Central Garden of any fact, finding, conclusion, issue of law, or violation of law, nor shall compliance with this Consent Judgment constitute or be construed as an admission by Central Garden of any fact, finding, conclusion, issue of law, or violation of law, such being specifically denied by Central Garden. This Section shall not, however, diminish or otherwise affect Central Garden's obligations, responsibilities, and duties under this Consent Judgment.

1.9 Jurisdiction

For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over Central Garden as to the allegations contained in the Complaint, that venue is proper in the County of Santa Clara, and that the Court has jurisdiction to enter and enforce the provisions of this Consent Judgment pursuant to Proposition 65 and Code of Civil Procedure section 664.6.

1.10 Effective Date

For purposes of this Consent Judgment, the term "Effective Date" shall mean the date that the Court grants the motion for approval of this Consent Judgment contemplated by Section 5, including the date of any unopposed tentative ruling approving this Consent Judgment that becomes the order of the Court.

2. INJUNCTIVE RELIEF: REFORMULATION/WARNINGS

2.1 Reformulation Commitment

After receipt of the Notice, Central Garden voluntarily ceased purchase of water bottles with painted logos and explored alternatives to the existing painted logos. Central Garden shall not sell or offer Covered Products for sale in the State of California after 180 days from the Effective Date unless they are Reformulated Products ("Reformulation Commitment Date"). Central Garden's voluntary commitment to provide Reformulated Products, in lieu of Covered Products with a warning, is a material factor considered by the parties in reaching an agreement on the civil penalty set forth in Section 3. In no event shall Releasees or Downstream Releasees, as defined hereinafter as Section 4.1, be deemed in violation of this Consent Judgment or Proposition 65 where Covered Products subject to this Consent Judgment were distributed or sold by Central Garden before the Reformulation Commitment Date, which sales are included and accounted for in the civil penalty assessed in Section 3.1 (even if stocked in shelves sold to consumers or otherwise within the chain of distribution).

The forgoing not withstanding, it is anticipated that Central Garden may have some unsold "Remaining Covered Products" in inventory as of the Reformulation Commitment Date. Central Garden retains the right to either destroy those Remaining Covered Products or to label them as set forth in Section 2.3 below.

2.2 Reformulation Standards

"Reformulated Products" are defined as those products that: (a) contain no more than 90 parts per million ("ppm") lead or more than 85 ppm of cadmium in any painted or decaled decoration, colored artwork, designs and/or marking on the surface of the Reformulated Products when analyzed pursuant to U.S. Environmental Protection Agency testing methodologies 3050B or

equivalent methodologies utilized by federal or state agencies for the purpose of determining lead content in a solid substance, and (b) yield no more than 1.0 microgram of lead on any surface sampled and analyzed pursuant to the NIOSH 9100 testing protocol.

If the decoration, colored artwork, designs and/or marking on the surface of the Reformulated Products is tested after it is affixed to the glass substrate, the percentage of the lead or cadmium by weight must related only to the decorating materials and must not include any quantity attributable to non-decorating material (e.g., glass substrate).

2.3 To the extent that Remaining Covered Products are sold after the Reformulation Commitment Date, Central Garden shall only sell them if, and only if, they display a clear and reasonable warning pursuant to Proposition 65 law and regulations which shall consist of the "warning" described hereinafter.

(a) Warning:

⚠ WARNING: This product can expose you to chemicals including lead and cadmium, which are 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.

A warning provided pursuant to section 2.3 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 bold black outline, except that if the sign or label for the Covered Products 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 prominently displayed on a label, labeling or sign and must be displayed with such conspicuousness, as compared with other words, statements, designs or devices as to render it likely to be read and understood by an ordinary individual under customary conditions of purchase or use.

2.4 Compliance with the terms of this Consent Judgment shall constitute compliance with Proposition 65 with respect to exposures to lead from the Covered Products.

3. MONETARY SETTLEMENT TERMS

3.1 Civil Penalty Payment

Pursuant to Health and Safety Code section 25249.7(b)(2), and in settlement of all claims alleged in the Notice or referred to in this Consent Judgment, Central Garden agrees to pay \$3,000 in civil penalties within five (5) business days of the Effective Date. The penalty payment will be allocated in accordance with California Health and Safety Code section 25249.12(c)(1) & (d), with 75% of the penalty amount remitted to the California Office of Environmental Health Hazard Assessment ("OEHHA") and the remaining 25% of the penalty amount paid to Kallander and delivered to the address in Section 3.3 herein. Central Garden will provide its payment in two checks as follows: (1) "OEHHA" in the amount of \$2,250; and (2) "Audrey Kallander" in the amount of \$750.

3.2 Attorney's Fees and Costs

The Parties acknowledge that Kallander and her counsel offered to resolve this dispute without reaching terms on the amount of fees and costs to be reimbursed to Kallander's counsel, thereby leaving the issue to be resolved after the material terms of the agreement had been settled. Shortly after the other settlement terms had been reached, Central Garden expressed a desire to resolve Kallander's fees and costs. The Parties reached an accord on the compensation due to Kallander's counsel under general contract principles and the private attorney general doctrine codified at Code of Civil Procedure section 1021.5 for all work performed in this matter. Under these legal principles, within five (5) business days of the Effective Date, Central Garden agrees to pay \$24,000, in the form of a check made payable to "Voorhees & Bailey, LLP," for all fees and costs incurred investigating, bringing this matter to the attention of Central Garden's management, and negotiating a settlement in the public interest, but exclusive of fees and costs on appeal, if any.

3.3 Payment Address

All payments under this Consent Judgment shall be delivered to the following address:

Voorhees & Bailey, LLP 990 Amarillo Avenue Palo Alto, CA 94303

4. <u>CLAIMS COVERED AND RELEASED</u>

4.1 Kallander's Release of Proposition 65 Claims

Kallander, acting on her own behalf and in the public interest, releases Central Garden and its parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees, and attorneys ("Releasees") and each entity to whom Central Garden directly or indirectly distributes or sells the Covered Products including, but not limited to, its downstream distributors, wholesalers, customers, retailers including without limitation, Western Feed & Pet Supply, Inc. franchisers, cooperative members, licensors and licensees, ("Downstream Releasees") for any violations arising under Proposition 65 for unwarned exposures to lead in the Covered Products manufactured, imported, distributed or sold by Central Garden prior to the Reformulation Commitment Date.

4.2 Kallander's Individual Release of Claims

Kallander, in her individual capacity only and not in her representative capacity, also provides a release to Central Garden, Releasees, and Downstream Releasees which shall be effective as a full and final accord and satisfaction, as a bar to all actions, causes of action, obligations, costs, expenses, attorneys' fees, damages, losses, claims, liabilities and demands of Kallander, of any nature, character or kind, whether known or unknown, suspected or unsuspected, arising out of alleged or actual exposures to lead or cadmium in the Covered Products, manufactured, imported, distributed or sold by Central Garden before the Reformulation Commitment Date.

4.3 Central Garden's Release of Kallander

Central Garden, on its own behalf and on behalf of its past and current agents, representatives, attorneys, successors and/or assignees, hereby waive any and all claims against Kallander and her attorneys and other representatives, for any and all actions taken or statements made (or those that could have been taken or made) by Kallander and her attorneys and other representatives, whether in the course of investigating claims, seeking to enforce Proposition 65 against it in this matter, or with respect to the Covered Products.

5. <u>COURT APPROVAL</u>

This Consent Judgment is not effective until it is approved and entered by the Court and shall be null and void if, for any reason, it is not approved and entered by the Court within one year after it has been fully executed by all Parties. Kallander and Central Garden agree to support the entry of this agreement as a judgment, and to obtain the Court's approval of their settlement in a timely manner. The Parties acknowledge that, pursuant to California Health and Safety Code section 25249.7(f), a noticed motion is required for judicial approval of this Consent Judgment, which motion Kallander shall draft and file and Central Garden shall support, appearing at the hearing if so requested. If any third-party objection to the motion is filed, Kallander and Central Garden agree to work together to file a reply and appear at any hearing. This provision is a material component of the Consent Judgment and shall be treated as such in the event of a breach.

6. **SEVERABILITY**

If, subsequent to the execution of this Consent Judgment, any provision of this Consent Judgment is deemed by a court to be unenforceable, the validity of the remaining provisions shall not be adversely affected.

7. GOVERNING LAW

The terms of this Consent Judgment shall be governed by the laws of the State of California and apply within the State of California. In the event that Proposition 65 is repealed or is otherwise rendered inapplicable by reason of law generally, or as to the Covered Products, then Central Garden may provide written notice to Kallander of any asserted change in the law and shall have no further injunctive obligations pursuant to this Consent Judgment with respect to, and to the extent that, the Covered Products are so affected.

8. NOTICE

Unless specified herein, all correspondence and notice required to be provided pursuant to this Consent Judgment shall be in writing and sent by: (a) personal delivery; (b) first-class, registered or certified mail, return receipt requested; or (c) a recognized overnight courier on any Party by the other at the following addresses:

1	For Central Garden:		For Kallander:
2	Daniel Rapaport Fennemore Wendel		Voorhees & Bailey, LLP Proposition 65 Coordinator
3	1111 Broadway, 24 Oakland, CA 94607	th Floor	990 Amarillo Avenue Palo Alto, CA 94303
4	4 Cakianu, CA 94007		1 tilo 11110, C/1 74303
5	Any Party may, from time to time, specify in writing to the other a change of address to which all		
6	notices and other communications shall be sent.		
7	9. <u>COUNTERPARTS; FACSIMILE AND PDF SIGNATURES</u>		
8	This Consent	Judgment may be exec	cuted in counterparts and by facsimile or portable
9	document format (PDF) signature, each of which shall be deemed an original, and all of which,		
10	when taken together, shall constitute one and the same document.		
11	10. COMPLIANCE WITH HEALTH & SAFETY CODE § 25249.7(f)		
12	Kallander and her attorneys agree to comply with the reporting form requirements		
13	referenced in California Health and Safety Code section 25249.7(f).		
14	11. MODIFICA	<u>TION</u>	
15	This Consent	Judgment may be mod	dified only by: (i) a written agreement of the Parties and
16	the entry of a modified Consent Judgment by the Court thereon; or (ii) upon a successful motion of		
17	any party and the entry of a modified Consent Judgment by the Court thereon.		
18	12. <u>AUTHORIZATION</u>		
19	The undersigned are authorized to execute this Consent Judgment on behalf of their		
20	respective Parties and have read, understand, and agreed to all of the terms and conditions of this		
21	Consent Judgment.		
22			
23	AGREED TO:		AGREED TO:
24	Date: 01-26-23		Date:
25			
26	By:		By: mall Cantin
27	AUDREY KALL	ANDER	CENTRAL GARDEN & PET COMPANY
28			