

#### **INTRODUCTION** 1.

<b>Parties</b>

This Consent Judgment is entered into by and between plaintiff, Michael DiPirro 3 ("DiPirro"), and Defendant WHITNEY MUSEUM OF AMERICAN ART ("Defendant" or 4 "Whitney"), with DiPirro and Defendant individually referred to as a "Party" and collectively as 5 the "Parties." 6

#### 1.2 Plaintiff

DiPirro is an individual residing in California who seeks to promote awareness of 8 exposures to toxic chemicals and improve human health by reducing or eliminating hazardous 9 substances contained in consumer products. 10

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#### 1.3 Defendant

Defendant employs ten or more persons and is a person in the course of doing business 12 for purposes of the Safe Drinking Water and Toxic Enforcement Act of 1986, Health and Safety 13 Code section 25249.6 et seq. ("Proposition 65"). 14

#### 1.4 **General Allegations**

DiPirro alleges that Defendant sells or distributes for sale in the State of California 16 Upcycled Banner Pouches that expose users to Diethylhexyl phthalate ("DEHP"), a toxic 17 chemical, without first providing the clear and reasonable exposure warnings required by 18 Proposition 65. DEHP is listed pursuant to Proposition 65 as a chemical that is known to the 19 State of California to cause cancer and birth defects or other reproductive harm (hereinafter the 20 21 "Listed Chemical"). 22 1.5 **Product Description** 

The products covered by this Consent Judgment are Upcycled Banner Pouches that are

sold or distributed for sale in California by Defendant (the "Products"). 24

#### **Notices of Violation** 1.6

On or about May 28, 2024, DiPirro served Defendant and certain requisite public 26 enforcement agencies with a "60-Day Notice of Violation" ("Notice"), a document that informed 27

the recipients of DiPirro's allegation that Defendant violated Proposition 65 by failing to warn its 28

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customers and consumers in California that the Products that the Products expose users to the
 Listed Chemical. To the best of DiPirro's knowledge, no public enforcer has commenced and is
 diligently prosecuting the allegations set forth in the Notice.

1.7 Complaint

On or about October 23, 2024, DiPirro filed the instant action against Defendant for the alleged violations of Health & Safety Code § 25249.6 that are the subject of the May 28, 2024, Notice.

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### .8 No Admission

9 The Parties enter into this Settlement Agreement to settle disputed claims between them as 10 set in the Complaint concerning Defendant's compliance with Proposition 65. Defendant 11 explicitly denies all material, factual, and legal allegations contained in the Notice and Complaint 12 and maintain that all of the products it has manufactured, sold, or distributed for sale in California, including the Products, have been, and are, in compliance with all applicable laws and 13 regulations. Nothing in this Consent Judgment shall be construed as an admission by Defendant 14 15 of any fact, finding, conclusion of law, issue of law, or violation of law; nor shall compliance 16 with this Consent Judgment constitute or be construed as an admission by the Defendant of any 17 fact, finding, conclusion of law, issue of law, or violation of law, the same being specifically 18 denied by the Defendant. This section shall not, however, diminish or otherwise affect 19 Defendant's obligations, responsibilities, and duties under this Consent Judgment.

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### 1.9 Consent to Jurisdiction

For purposes of this Consent Judgment only, the Parties stipulate that this Court has
jurisdiction over Defendant as to the allegations in the Complaint, that venue is proper in
Alameda County, and that this Court has jurisdiction to enter and enforce the provisions of this
Consent Judgment.

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### **1.10 Effective Date**

For purposes of this Consent Judgment, the term "Effective Date" shall mean the date on which Notice is served that the Court approves this Consent Judgment.

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### **INJUNCTIVE RELIEF**

2 2.1 Product Warnings. Commencing within thirty (30) days of the Effective Date 3 ("Compliance Date") for any of the Defendant's Products that contain more than 0.1 percent 4 (1,000 parts per million) of the Listed Chemical (which Defendant will determine through its 5 own independent testing using a laboratory accredited by the State of California, a federal agency, the National Environmental Laboratory Accreditation Program, or similar nationally 6 7 recognized accreditation program) and are shipped to any California resident consumer, or any agent, distributor, or affiliated company working on behalf of Defendant, for potential 8 9 sale to California consumers. Defendant shall provide a clear and reasonable warning on the 10 label of each Product as set forth in Section 2.3. Each warning shall be prominently placed 11 with such conspicuousness as compared with other words, statements, designs, or devices as 12 to render it likely to be read and understood by an ordinary individual under customary 13 conditions before purchase or use. Each warning shall be provided in a manner such that the 14 consumer or user understands to which specific Product the warning applies, so as to 15 minimize the risk of consumer confusion.

Internet Warnings. For all Products that Defendant offer for sale directly to 16 2.2 consumers located in California via the internet, the warning requirements of this Section 2 shall be 17 satisfied if the warning set forth below in Section 2.3 appears on one or more of the following: 18 (a) on the same web page on which a Product is displayed; (b) on the same web page as the 19 order form for a Product; (c) on the same web page as the price for any Product; or (d) on one 20 or more web pages displayed to a purchaser with a California delivery address prior to or during 21 22 the checkout process. The internet warning described above can also be delivered through a hyperlink using the word "[California Prop 65] WARNING" (language in brackets optional) 23 which then takes the user to a display of the warning set out in Paragraph 2.3. 24

25 2.3 Text of the Warning. Defendant shall use one of the warning options
26 set forth below, which shall include a symbol consisting of a black exclamation point in a
27 yellow equilateral triangle with a bold black outline as shown below (the symbol may be

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1	black or white if the color yellow is otherwise not used on the Product's packaging or		
2	webpage):		
3			
4	WARNING: This product can expose you to chemicals including diethylhexyl phthalate (DEHP), which is known to the State of California to		
5	cause cancer and birth defects or other reproductive harm. For more information go to <u>www.P65Warnings.ca.gov.</u>		
6			
7	OR		
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9	WARNING: Cancer and Reproductive Harm – www.P65Warnings.ca.gov.		
10	Beginning no later than January 1, 2028, when current changes to California law go into		
11	effect, Defendant shall use one of the following forms if using the short form warning. Defendant		
12	may use the above short form warning for Products manufactured and labeled prior to January 1,		
13	2028:		
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15	WARNING [CA WARNING] [CALIFORNIA WARNING]: Risk of cancer and reproductive harm from exposure to diethylhexyl phthalate (DEHP).		
16	See www.P65Warnings.ca.gov.		
17	or		
18	WARNING [CA WARNING] [CALIFORNIA WARNING]: Can expose you to diethylhexyl phthalate (DEHP), a carcinogen and reproductive toxicant. See www.P65Warnings.ca.gov.		
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20	Foreign Language Requirement. Where a product sign, label or shelf tag used to provide a		
21	warning includes consumer information in a language other than English, the Warning must		
22	also be provided in that language in addition to English.		
23	2.4 Changes in Warning Regulations or Statutes. In the event that the Office of		
24	Environmental Health Hazard Assessment ("OEHHA") promulgates one or more regulations		
25	requiring or permitting Proposition 65 warning text and/or methods of transmission		
26	applicable to the Products and the chemical at issue, which are different than those set forth		
27	above, the Noticed Party shall be entitled to use, at its discretion, such other warning text		
28	and/or method of transmission without being deemed in breach of this Settlement Agreement.		

Likewise, the Noticed Party shall amend the warning to comply with the regulation if
 additional requirements or changes are promulgated by OEHHA.

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### PENALTIES PURSUANT TO HEALTH & SAFETY CODE § 25249.7(b)

5 Civil Penalty Payment Pursuant to Health & Safety Code § 25249.7(b). Defendant shall make a civil penalty payment of \$ 6000.00, as a component of this settlement. The penalty 6 payment will be allocated by in accordance with California Health & Safety Code § 7 25249.12(c)(1) & (d), with 75% of the penalty funds remitted to the California Office of 8 Environmental Health Hazard Assessment ("OEHHA") and the remaining 25% of the penalty 9 remitted to DiPirro. DiPirro's counsel shall be responsible for delivering OEHHA's portion of 10 any penalty payment made under this Consent Judgment. The penalty payment shall be remitted 11 in accordance with the procedure set out in Section 5. 12

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### 4. REIMBURSEMENT OF FEES AND COSTS

In addition to the Penalties in Section 3, the Parties reached an agreement on the
compensation due to DiPirro and his counsel under general contract principles and the private
attorney general doctrine codified at California Code of Civil Procedure § 1021.5, for all work
performed through the mutual execution of this agreement. Defendant shall pay a total of \$59,000
for fees and costs incurred as a result of investigating, working with toxicology experts, bringing
this matter to the Defendant's attention, document preparation, negotiating a settlement in the
public interest, and post judgment compliance audit.

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### PAYMENT AND FORM 1099

**Payment**. The complete settlement payment in the amount of \$65,000 shall be 22 5.1 delivered within ten (10) business days of the Effective Date and after Defendant is provided with 23 all relevant W-9 forms, to the bank account of Jeremy Fietz, Attorney at Law (via wire transfer, 24 or ACH payment) or by physical check to the office of Jeremy Fietz, Attorney at Law, 4241 25 Montgomery Drive, #123, Santa Rosa CA 95405, and for the latter option shall be in the form of 26 a check made payable to: "Jeremy Fietz, Attorney at Law". For any payment that is returned for 27 any reason, including insufficient funds, a payment must be made by Defendant in form of a 28 - 6 -

cashier's check within three (3) calendar days of notification of insufficient funds, plus a 10% 2 service fee paid to DiPirro's attorneys. Any payment that is not actually received by the due date 3 will also be subject to a 10% late fee.

- 4 5.2 Issuance of 1099 Form. Defendant shall provide DiPirro's counsel, Jeremy 5 Fietz, Attorney-at-Law, with one 1099 form for the entire settlement amount. Such 1099 6 shall be made on the Form 1099 MISC with the amount reported in box 10 ("Gross proceeds 7 paid to an attorney"). The Noticed Party acknowledges that 1099 shall NOT be issued under 8 form 1099 NEC. A W9 shall be provided by Jeremy Fietz, Attorney-at-Law before or 9 promptly after the Effective Date.
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### **CLAIMS COVERED AND RELEASED**

### 6.1 DiPirro's Public Release of Proposition 65 Claims.

12 This Consent Judgment is a full, final, and binding resolution of the claims between 13 DiPirro and Defendant regarding Proposition 65 that was or could have been asserted by DiPirro, 14 on behalf of himself, or on behalf of his past and current agents, representatives, attorneys, 15 successors, and assignees. DiPirro, acting on his own behalf and in the public interest, and on 16 behalf of his past and current agents, representatives, attorneys, successors and assignees, 17 releases Defendant, its parents, subsidiaries, affiliated entities under common ownership, trustees, 18 directors, officers, employees, attorneys, agents, successors, assigns and each entity to whom 19 they directly or indirectly obtains, distributes or sells the Products ("Releasees") ("Defendant 20 Releasees"), including its downstream distributors and retailers, but not including its upstream suppliers and manufacturers, ("Downstream Releasees"), from all claims for violations of 21 Proposition 65 for unwarned exposures to the Listed Chemical from the Products manufactured, 22 distributed, sold or distributed for sale to consumers in the State of California by Defendant 23 24 Releases prior to the Effective Date.

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#### 6.2 **DiPirro's Individual Release**

In further consideration of the promises and agreements herein contained, including 26 27 for the payments to be made pursuant to Section 5 above, DiPirro, on his own behalf and on 28 behalf of his past and current agents, representatives, attorneys, successors, and/or assignees,

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hereby covenants not to sue and waives all rights to institute or participate in, directly or 1 indirectly, any form of legal action, and releases all claims that he may have against 2 Defendant and Releasees, including, without limitation, all actions and causes of action in law 3 and in equity, suits, liabilities, demands, obligations, damages, costs, fines, penalties, losses, 4 or expenses, including, without limitation, investigation fees, expert fees, and attorneys' fees 5 arising under Proposition 65 for exposures to the Listed Chemical from Products distributed, 6 sold, or distributed for sale in California by the Noticed Party prior to the Effective Date. 7

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#### 6.3 **Defendant's Release of DiPirro**

Defendant, on its own behalf and on behalf of its past and current agents, 9 representatives, attorneys, successors, and assignees, hereby waives any and all claims that it 10 may have against DiPirro and his attorneys and other representatives, for any and all actions 11 taken or statements made (or those that could have been taken or made) by DiPirro and his 12 attorneys and other representatives, whether in the course of investigating claims, otherwise 13 seeking to enforce Proposition 65 against it in this matter, or with respect to the Products. 14

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#### **Compliance with Proposition 65** 6.4

Defendant's compliance with the terms of this Consent Judgment constitutes 16 17 compliance with Proposition 65 with respect to warning obligations for the Products.

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## **COURT APPROVAL**

This Consent Judgment is not effective until it is approved and entered by the Court 19 and shall be null and void if, for any reason, it is not approved and entered by the Court. If 20 this Consent Judgment is not entered by the Court, it shall be of no force or effect and shall 21 22 not be introduced into evidence or otherwise used in any proceeding for any purpose.

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### **SEVERABILITY**

If, subsequent to the entry of this Consent Judgment, any provision of this Consent Judgment is held by a court to be unenforceable, the validity of the remaining provisions shall not 25 26 be adversely affected.

27 9. **GOVERNING LAW** 

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The terms of this Consent Judgment shall be governed by the laws of the State of

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1	California and apply within the State of California. In the event that Proposition 65 is		
2	repealed or is otherwise rendered inapplicable by reason of law generally, or as to the		
3	Products, then Defendant may move for modification of the Consent Judgment and have the		
4	Court approve the modification to relieve it of any further duties pursuant to the Consent		
5	Judgment. Nothing in this Consent Judgment shall be interpreted to relieve Defendant from		
6	any obligation to comply with any pertinent state or federal toxics control laws.		
7	10. <u>NOTICES</u>		
8	Unless specified herein, all correspondence and notices required to be provided		
9	pursuant to this Settlement Agreement shall be in writing and sent by: (i) personal delivery; (ii)		
10	first-class, registered or certified mail, return receipt requested; or (iii) a recognized overnight		
11	courier on any party by the other party at the following addresses:		
12	For Whitney Museum of American Art:		
13	Nicholas S. Holmes		
14	Whitney Museum of American Art 99 Gansevoort St.		
15	New York, NY, 10014		
16	With copy to:		
17	Lauren Michals, Esq. Nixon Peabody LLP		
18	One Embarcadero Center, 32nd Floor San Francisco, CA 94111		
19	AND		
20	For Michael DiPirro:		
21	Jeremy Fietz, Attorney-at-Law		
22	4241 Montgomery Drive, #123 Santa Rosa CA 95405		
23 24	Any party may, from time to time, specify in writing to the other party a change of		
24 25	address to which all notices and other communications shall be sent.		
25 26	11. COUNTERPARTS; FACSIMILE SIGNATURES		
20	This Settlement Agreement may be executed in counterparts, and by facsimile or		
28	portable document format (PDF) signature, each of which shall be deemed an original, and all		
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1 of which, when taken together, shall constitute one and the same document.

### 12. POST-EXECUTION ACTIVITIES

DiPirro agrees to comply with the reporting form requirements referenced in Health and 3 Safety Code section 25249.7(f) and to distribute the portion of the civil penalties owed to the 4 State of California. The Parties further acknowledge that, pursuant to Health & Safety Code 5 Section 25249.7(f), a noticed motion is required to obtain judicial approval of the settlement. 6 DiPirro's counsel shall prepare and file a Motion for Approval of this Consent Judgment. In 7 furtherance of obtaining such approval, DiPirro and Defendant agree to mutually employ their 8 best efforts, and that of their counsel, to support the entry of this agreement as a Consent 9 Judgment, and to obtain judicial approval of the settlement in a timely manner. 10

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### 13. MODIFICATION

This Consent Judgment may be modified only by a written agreement of the parties to this agreement and upon entry of a modified consent judgment by the Court thereon; or (ii) upon a successful motion or application of any Party and the entry of a modified consent judgment by the Court.

### 16 14. BENEFICIARIES

This Consent Judgment shall be binding upon and shall benefit the Parties and their
respective owners, principals, shareholders, members, managers, officers, directors, employees,
subsidiaries, customers, distributors, wholesalers, retailers, and their successors and assigns.

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### 15. RETENTION OF JURISDICTION AND ENFORCEMENT

This Court shall retain jurisdiction of this matter to implement or modify this Consent
Judgment. Public agency prosecutors may enforce the settlement under H&S 25249.7(c), and
private party prosecutors acting "in the public interest" may enforce the settlement under H&S
25249.7(d).
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## 16. <u>AUTHORIZATION</u>

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2 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 3 this Settlement Agreement. 4 5 6 **AGREED TO: AGREED TO:** 7 Date: Date: May 7, 2025 8 By: By: 9 Michael DiPirro I.D. Aruede Deputy Director 10 Whitney Museum of American Art 11 12 13 14 15 SO ORDERED: 16 DATED: 05/27/2025 17 18 19 ALAMEDA SUPERIOR COURT JUDGE Sarah Sandford-Smith / Judge 20 21 22 23 24 25 26 27 28 - 11 -- [PROPOSED] SECOND AMENDED CONSENT JUDGMENT

SUPERIOR COURT OF CALIFORNIA COUNTY OF ALAMEDA	Reserved for Clerk's File Stamp
COURTHOUSE ADDRESS: Rene C. Davidson Courthouse 1225 Fallon Street, Oakland, CA 94612	FILED Superior Court of California County of Alameda 05/30/2025
PLAINTIFF/PETITIONER: Michael DiPirro	Chad Flike, Executive Officer / Clerk of the Courd By: Deputy
DEFENDANT/RESPONDENT: Whitney Museum of American Art	E.Zhong
CERTIFICATE OF ELECTRONIC SERVICE CODE OF CIVIL PROCEDURE 1010.6	CASE NUMBER: 24CV097032

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 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.

Jeremy Fietz Jeremy Fietz, Attorney-At-Law jeremy@superawesomelawyer.com Lauren Marian Michals Nixon Peabody LLP Imichals@nixonpeabody.com

drbush@drbushlaw.com

Chad Finke, Executive Officer / Clerk of the Court

Dated: 05/30/2025

By:

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E. Zhong, Deputy Clerk