SUPERIOR COURT OF THE STATE OF CALIFORNIA COUNTY OF SAN FRANCISCO UNLIMITED CIVIL JURISDICTION  JOHN MOORE, Case No. CGC-11-514766 Plaintiff, Plaintiff, V. [PROPOSED] CONSENT JUDGMENT	1 2 3 4 5	Josh Voorhees, State Bar No. 241436 Brian C. Johnson, State Bar No. 235965 THE CHANLER GROUP 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710 Telephone: (510) 848-8880 Facsimile: (510) 848-8118					
8 SUPERIOR COURT OF THE STATE OF CALIFORNIA 9 COUNTY OF SAN FRANCISCO 10 UNLIMITED CIVIL JURISDICTION 11 12 JOHN MOORE, Case No. CGC-11-514766 13 Plaintiff, [PROPOSED] CONSENT JUDGMENT	6	Attorneys for Plaintiff JOHN MOORE					
COUNTY OF SAN FRANCISCO UNLIMITED CIVIL JURISDICTION  11 12 JOHN MOORE, Case No. CGC-11-514766  Plaintiff, Ploposed Consent JUDGMENT		GUIDEDIOD COURT OF THE	CTATE OF CALIFORNIA				
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Plaintiff, v. [PROPOSED] CONSENT JUDGMENT	11						
14 v. [PROPOSED] CONSENT JUDGMENT	12	JOHN MOORE,	Case No. CGC-11-514766				
	13	Plaintiff,	[PROPOSED] CONSENT				
15	14	· <b>v</b> .	JUDGMENT				
C & S WHOLESALE GROCERS, INC.; et al., Health & Safety Code § 25249.6 et seq.	15	C & S WHOLESALE GROCERS, INC.; et al.,	Health & Safety Code § 25249.6 et seq.				
Defendants.		Defendants.					
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# 1. INTRODUCTION

#### 1.1 Parties

This Consent Judgment is entered into by and between John Moore ("Moore" or "Plaintiff") and C & S Wholesale Grocers, Inc. ("C & S" or "Defendant"), with Moore and C & S collectively referred to as the "parties."

#### 1.2 Plaintiff

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

#### 1.3 Defendant

C & S 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 & Safety Code § 25249.6 *et seq.* ("Proposition 65").

# 1.4 General Allegations

Moore alleges that C & S sold or distributed for sale in California footwear containing excessive amounts of di(2-ethylhexyl)phthalate ("DEHP") and di-n-butyl phthalate ("DBP") without the first providing the "clear and reasonable" exposure warnings required by Proposition 65. DEHP and DBP are listed pursuant to Proposition 65 as chemicals known to the state of California to cause birth defects and other reproductive harm.

# 1.5 Product Description

The product that is covered by this Consent Judgment, and to which this Consent Judgment is specifically limited, is the *Caribbean Cartel Lds Metallic Flex Zori*, *Article #1200W (#8 02668 01200 1)* model of footwear which contains DBP and/or DEHP and was manufactured and supplied to C & S by Touchsport Footwear USA, Inc., and sold or distributed for sale in California by C & S (hereaft the "Product").

#### 1.6 Notice of Violation

On April 8, 2011, Moore served C & S and various public enforcement agencies with a 60-Day Notice of Violation ("Notice"), a document that informed the recipients of Moore's allegation

that C & S was allegedly in violation of Proposition 65 for failing to warn its customers and consumers in California that the Product exposes users to DEHP and DBP.

# 1.7 Complaint

On September 30, 2011, Moore filed the instant action ("Complaint") against C & S for the violations of Health & Safety Code § 25249.6 alleged in the Notice.

#### 1.8 No Admission

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

#### 1.9 Consent to Jurisdiction

For purposes of this Consent Judgment only, the parties stipulate that this Court has jurisdiction over C & S as to the allegations in the Complaint, that venue is proper in the county of San Francisco, and that this Court has jurisdiction to enter and enforce the provisions of the Consent Judgment.

#### 1.10 Effective Date

For purposes of this Consent Judgment, the term "Effective Date" shall mean March 9, 2011.

# 2. <u>INJUNCTIVE RELIEF</u>

Commencing on the Effective Date and continuing thereafter, C & S shall not ship, sell, or distribute for sale in California, any Product that contains either DEHP or DBP in a concentration exceeding 1,000 parts per million (0.1%) when analyzed pursuant to U.S. Environmental Protection Agency testing methodologies 3580A and 8270C.

### 3. MONETARY PAYMENTS

# 3.1 Civil Penalty Payment Pursuant to Health & Safety Code § 25249.7(b)

Pursuant to Health & Safety Code § 25249.7(b), C & S shall pay a civil penalty of \$3,500. This amount reflects a credit of \$5,500 agreed to by Moore in response to C & S's commitment to Proposition 65 compliance, including only selling or distributing for sale in California a Product that complies with the DEHP and DBP content standards established by Section 2.

The penalty payment shall be allocated according to Health & Safety Code § 25249.12(c)(1) & (d), with seventy-five percent (75%) of the penalty amount earmarked for the California Office of Environmental Health Hazard Assessment ("OEHHA") and the remaining twenty-five percent (25%) earmarked for Moore.

#### 3.2 Reimbursement of Plaintiff's Fees and Costs

The Parties acknowledge that Moore and his counsel offered to resolve this dispute without reaching terms on the amount of fees and costs to be reimbursed to them, thereby leaving the issue to be resolved after the material terms of the agreement had been settled. C & S then expressed a desire to resolve the fee and cost issue shortly after the other settlement terms had been finalized. The Parties then attempted to (and did) reach an accord on the compensation due to Moore 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 in this matter, exclusive of fees on appeal, if any. Under these legal principles, C & S shall pay \$28,500, for all fees and costs incurred investigating, litigating and enforcing this matter, including the fees and costs incurred (and yet to be incurred) drafting, negotiating, and obtaining the Court's approval of this Consent Judgment in the public interest.

# 3.3 Payment Address

All payments required to be transmitted pursuant to this section shall be delivered to within five days of date of the hearing for judicial approval of this Consent Judgment to Moore's counsel at the following address:

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The Chanler Group Attn: Proposition 65 Controller 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710

# 4. CLAIMS COVERED AND RELEASED

# 4.2 Moore's Public Release of Proposition 65 Claims

Moore, acting on his own behalf and in the public interest, releases Defendant from all claims for violations of Proposition 65 up through the Effective Date based on exposures to DEHP and/or DBP from the Product as set forth in the Notice. Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 with respect to exposures to the Listed Chemical from the Product as set forth in the Notice.

#### 4.3 Moore's Individual Release of Claims

Moore, in his individual capacity only and *not* in his representative capacity, also provides a release herein 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 plaintiff of any nature, character, or kind, whether known or unknown, suspected or unsuspected, arising out of alleged or actual exposures to DEHP and/or DBP contained in the Product sold or distributed for sale in California by C & S.

#### 4.4 C & S's Release of Moore

C & S on behalf of itself, its past and current agents, representatives, attorneys, successors, and/or assignees, hereby waives any and all claims against Moore and his attorneys and other representatives, for any and all actions taken or statements made (or those that could have been taken or made) by Moore and his 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 Product.

# 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 within one year after it has been fully executed by the Parties, in which event any monies that have been provided to Moore or his counsel pursuant to sections 3.1 and/or 3.2 shall be refunded within fifteen days of receiving

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written notice from C & S that the one-year period has expired and the Consent Judgment has not been approved and entered by the Court.

### 6. SEVERABILITY

If, subsequent to the execution of this Consent Judgment, any of its provisions are held 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, preempted, or is otherwise rendered inapplicable by reason of law generally, or as to the Product, then C & S shall have no further obligations pursuant to this Consent Judgment, with respect to, and to the extent that, the Product is so affected.

# 8. <u>NOTICES</u>

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

#### For C & S:

Daniel Fox, Esq. K&L Gates 4 Embarcadero Center, Suite 1200 San Francisco, CA 94111

#### For Moore:

Proposition 65 Coordinator The Chanler Group 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710

Any party may, from time to time, specify in writing to the other party a change of address to which all notices and other communications shall be sent.

# 11. MODIFICATION

This Consent Judgment may only be modified by: (i) written agreement of the Parties and upon entry of a modified consent judgment by the Court; or (ii) upon a successful motion or application of any party and entry of a modified consent judgment by the Court.

# 12. <u>AUTHORIZATION</u>

The undersigned are authorized to execute this Consent Judgment and have read, understood, and agree to all of the terms and conditions of this Consent Judgment.

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8	AGREED TO:	AGREED TO:
10 11 12	By: John Moore	By:Bryan Granger, Vice President of Compliance & Government Relations, C & S WHOLESALE GROCERS, INC
13 14	Date: MARCH 13, 2012	Date:

1	11.	MODIFICATION				
2	This Consent Judgment may only be modified by: (i) written agreement of the Parties and					
3	upon entry of a modified consent judgment by the Court; or (ii) upon a successful motion or					
4	application of any party and entry of a modified consent judgment by the Court.					
5	12. <u>AUTHORIZATION</u>					
6	The undersigned are authorized to execute this Consent Judgment and have read,					
7	understood, and agree to all of the terms and conditions of this Consent Judgment.					
8	ACD	EED TO.	AGREED-TO:			
9	AGK	EED TO:	AGREEU 10:			
10	Ву:	OHN MOORE	By Brow Congar	Vice President of		
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