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8	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
9	COUNTY OF SAN FRANCISCO	
10	UNLIMITED CIVIL JURISDICTION	
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12	RUSSELL BRIMER	Case No. CGC-14-542200
13	Plaintiffs,	[PROPOSED] CONSENT JUDGMENT AS TO DEFENDANT TAYLOR PRECISION
14	v.	PRODUCTS, INC.
15	TAYLOR PRECISION PRODUCTS, INC., et al.	(Health & Safety Code § 25249.6 et seq. and Code of Civil Procedure § 664.6)
16	Defendants.	· ·
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CONSENT JUDGMENT AS TO DEFENDANT TAYLOR PRECISION PRODUCTS, INC.

1. INTRODUCTION

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1.1 Parties

This Consent Judgment is entered into by and between plaintiff Russell Brimer ("Brimer") and defendant Taylor Precision Products, Inc. ("Taylor"), with Brimer and Taylor each referred to individually as a "Party" and collectively as the "Parties."

1.2 Plaintiff

Brimer 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

Taylor 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 25249.5 *et seq.* ("Proposition 65").

1.4 General Allegations

Brimer alleges that Taylor manufactures, imports, sells and/or distributes, for sale in California, glass shakers with exterior designs that contain lead without providing the health hazard warning required by Proposition 65. Lead is listed pursuant to Proposition 65 as a chemical that is known to cause birth defects and other reproductive harm.

1.5 Product Description

The products covered by this Consent Judgment are glass shakers with exterior designs containing lead including, but not limited to, the *Metrokane Rabbit Flip-Top Boston Shaker, Item* # 9902, UPC #0 22578 10394 5 (collectively, "Products").

1.6 Notices of Violation

On June 20, 2014, Brimer served Taylor and the requisite public enforcement agencies with a 60-Day Notice of Violation ("Notice"), alleging that Taylor violated Proposition 65 when it failed to warn its customers and consumers in California of the health hazards associated with exposures to lead in the Products.

Thereafter, on February 27, 2015, Brimer served Taylor, its retail customer in California, Ross Stores, Inc., and the same requisite public enforcement agencies with a Supplemental 60-Day Notice of Violation ("Supplemental Notice"), alleging that Taylor violated Proposition 65 when it failed to warn its customers and consumers in California of the health hazards associated with exposures to lead in the Products. The Notice and Supplemental Notice are referred to collectively hereinafter as the "Notices." To the best of the Parties' knowledge, no public enforcer has commenced and is diligently prosecuting an action to enforce the allegations set forth in the Notices.

1.7 Complaint

On October 15, 2014, Brimer commenced the instant action ("Complaint"), naming Taylor as a defendant for the alleged violations of Proposition 65 that are the subject of the Notice.

1.8 No Admission

Taylor denies the material, factual, and legal allegations contained in the Notice and Complaint, and maintains that all of the products that it has sold or distributed for sale in California, including the Products, have been and are in compliance with all laws. Nothing in this Consent Judgment shall be construed as an admission by Taylor 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 by Taylor of any fact, finding, conclusion of law, issue of law, or violation of law. This Section shall not, however, diminish or otherwise affect Taylor'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 Taylor as to the allegations in the Complaint, that venue is proper in San Francisco County, 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.

2. <u>INJUNCTIVE SETTLEMENT TERMS</u>

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Commencing on the Effective Date and continuing thereafter, Taylor shall only manufacture for sale, or purchase for sale in California, "Reformulated Products". For purposes of this Consent Judgment, "Reformulated Products" are Products that contain (a) a maximum of 90 parts per million lead content by weight when analyzed pursuant to EPA testing methodologies 3050B and 6010B; and (b) no more than 1.0 micrograms of lead when sampled and analyzed pursuant to the NIOSH 9100 testing protocol. In addition to the above methodologies, the Parties may use equivalent methodologies utilized by federal or state agencies for the purpose of determining lead content in a solid substance.

3. MONETARY SETTLEMENT TERMS

3.1 Payments Pursuant to Health and Safety Code § 25249.7(b)(2)

Pursuant to Health and Safety Code section 25249.7(b)(2), and in settlement of all the claims referred to in this Consent Judgment, Taylor shall pay \$22,000 in civil penalties in accordance with this Section. Each penalty payment will be allocated in accordance with California Health & Safety Code § 25249.12(c)(1) & (d), with 75% of the funds remitted to the California Office of Environmental Health Hazard Assessment ("OEHHA") and the remaining 25% of the penalty remitted to Brimer. Brimer's counsel shall be responsible for remitting Taylor's penalty payment(s) under this Consent Judgment to OEHHA.

- 3.1.1 Initial Civil Penalty. Taylor shall make an initial civil penalty payment of \$6,000. Taylor shall provide its payment in a single check made payable to "Russell Brimer Client Trust Account" to be delivered to the address provided in Section 3.4, below.
- 3.1.2 Final Civil Penalty; Waiver for Early Reformulation. On March 1, 2016, Taylor shall make a final civil penalty payment of \$16,000. Pursuant to title 11 California Code of Regulations, section 3203(c), Brimer agrees that the final civil penalty payment shall be waived in its entirety if, no later than February 15, 2016, an officer of Taylor provides Brimer with a signed declaration certifying that all of the Products it ships for sale or distributes for sale in California as of the date of its certification are Reformulated Products, and that Taylor will continue to offer only Reformulated Products in California in the future. The option to provide a declaration certifying its

complete early reformulation of the Products in lieu of making the final civil penalty payment otherwise required by this Section is a material term, and time is of the essence.

3.2 Reimbursement of Attorneys' Fees and Costs

The Parties acknowledge that Brimer 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. After finalizing the other settlement terms the Parties then negotiated a resolution of the compensation due to Brimer 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 and the Court's approval of the same, but exclusive of fees and costs on appeal, if any, Taylor shall reimburse Brimer and his counsel \$31,000. Taylor's payment shall be in the form of a check payable to "The Chanler Group." The reimbursement covers all fees and costs incurred by Brimer investigating, bringing this matter to Taylor's attention, litigating, and negotiating a settlement of the matter in the public interest and obtaining court approval of the same.

3.3 Payments Held In Trust

With the exception of the final civil penalty payment required by Section 3.1.2, Taylor shall deliver all payments required by this Consent Judgment to its counsel within one week of the date that this agreement is fully executed by the Parties. Taylor's counsel shall confirm receipt of settlement funds in writing to Brimer's counsel and, thereafter, hold the amounts paid in trust until such time as the Court grants the motion for approval of the Parties' settlement. Within two days of the Effective Date, Taylor's counsel shall deliver all settlement payments it has held in trust to Brimer's counsel at the address provided in Section 3.4. In the event the final civil penalty payment required by Section 3.1.2 becomes due prior to the Effective Date, then Taylor shall deliver the final civil penalty payment to its attorney to be held in trust until, and disbursed within two days after, the Effective Date.

3.4 Payment Address

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

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

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

4.1 Brimer's Release of Proposition 65 Claims

Brimer, acting on his own behalf and in the public interest, releases Taylor and its parents, subsidiaries, affiliated entities under common ownership directors, officers, employees, and attorneys ("Releasees") and each entity to whom Taylor directly or indirectly distributes or sells the Products including, but not limited to, its downstream distributors, wholesalers, customers (including, without limitation, Ross Stores, Inc.), retailers, franchisers, cooperative members, licensors and licensees ("Downstream Releasees") for any violations arising under Proposition 65 for unwarned exposures to lead from the Products manufactured, imported, distributed or sold by Taylor prior to the Effective Date, as set forth in the Notice. Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 by Taylor with respect to exposures to lead from Products manufactured, sold or distributed for sale by Taylor after the Effective Date.

4.2 Brimer's Individual Release of Claims

Brimer, in his individual capacity only and *not* in his representative capacity, also provides a release to Defendants, 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 Brimer of any nature, character or kind, whether known or unknown, suspected or unsuspected, arising out of alleged or actual exposures to lead in Products manufactured, imported, distributed or sold by Taylor before the Effective Date.

4.3 Taylor's Release of Brimer

Taylor, on its own behalf and on behalf of its past and current agents, representatives, attorneys, successors and/or assignees, hereby waives any and all claims against Brimer and his attorneys and other representatives for any and all actions taken or statements made by Brimer and his attorneys and other representatives in the course of investigating claims, seeking to enforce Proposition 65 against it in this matter, or with respect to the 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. Brimer and Taylor 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 Brimer shall draft and file and Taylor shall support, appearing at the hearing if so requested. If any third-party objection to the motion is filed, Brimer and Taylor 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 Court's approval and entry of this Consent Judgment as a judgment, any provision of this Consent Judgment is 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, pre-empted, or is otherwise rendered inapplicable by reason of law generally, or as to the Products, then Taylor may provide Brimer with written notice of any asserted change in the law, and shall have no further obligations pursuant to this Consent Judgment, with respect to, and to the extent that, the Products

are so affected. Nothing in this Consent Judgment shall be interpreted to relieve Taylor from its 1 2 obligation to comply with any pertinent state or federal law or regulation. 3 NOTICE Unless specified herein, all correspondence and notice required by this Consent Judgment 4 5 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 to any Party by the other at the 6 7 following addresses: 8 To Brimer: To Taylor: Donald Robinson, Chief Executive Officer Attn: Proposition 65 Coordinator Taylor Precision Products, Inc. The Chanler Group 10 2311 West 22nd Street 2560 Ninth Street 11 Oak Brook, IL 60523 Parker Plaza, Suite 214 Berkeley, CA 94710-2565 12 with a copy to: 13 Walter J. Lipsman, Esq. Morris Polich & Purdy LLP 14 1055 West Seventh Street, 24th Floor 15 Los Angeles, CA 90017 16 Any Party may, from time to time, specify in writing to the other Party a change of address to 17 which all notices and other communications shall be sent. 18 9. COUNTERPARTS, FACSIMILE AND PDF SIGNATURES 19 This Consent Judgment may be executed in counterparts and by facsimile or portable 20 document format (pdf) signature, each of which shall be deemed an original and, all of which, when 21 taken together, shall constitute one and the same document. 22 10. COMPLIANCE WITH REPORTING REQUIREMENTS 23 Brimer and his counsel agree to comply with the reporting form requirements referenced in 24 California Health and Safety Code section 25249.7(f). 25 26

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11. MODIFICATION

This Consent Judgment may be modified only by: (i) a written agreement of the Parties and the 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 thereon.

12. <u>AUTHORIZATION</u>

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 this Consent Judgment.

AGREED TO:

AGREED TO:

RUSSELL BRIMER

Date: 8/24/2015

TAYLOR PRECISION PRODUCTS

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