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6	Attorneys for Plaintiff		
7	WHITNEY R. LEEMAN, PH.D.		
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9			
10	SUPERIOR COURT OF THE STATE OF CALIFORNIA		
11	COUNTY OF MARIN		
12	UNLIMITED CIVIL JURISDICTION		
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15 16	WHITNEY R. LEEMAN, PH.D.,	Case No. CIV1600639	
17	Plaintiff,	[PROPOSED] CONSENT JUDGMENT	
18	v.	(Health & Safety Code § 25249.6 et seq.)	
19	UNITERS NORTH AMERICA, LLC; et al.,		
20	Defendants.		
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1. <u>INTRODUCTION</u>

1.1 Parties

This Consent Judgment is entered into by and between Whitney R. Leeman, Ph.D. ("Leeman") and Uniters North America, LLC ("Uniters"), with Leeman and Uniters each individually referred to as a "Party" and collectively as the "Parties."

1.2 Plaintiff

Leeman 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

Uniters 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, Health and Safety Code section 25249.6 *et seq.* ("Proposition 65").

1.4 General Allegations

Leeman alleges that Uniters manufactures, imports, sells, or distributes for sale in California, vinyl/PVC bags containing di(2-ethylhexyl)phthalate ("DEHP"), without first providing the exposure warning required by Proposition 65. DEHP is listed pursuant to Proposition 65 as a chemical known to the State of California to cause birth defects and other reproductive harm.

1.5 Product Description

Uniters's products that are covered by this Consent Judgment are defined as vinyl/PVC bags containing DEHP including, without limitation, the *Uniters Pure Home Care Essentials, UPC #6*48951 04675 5, which are manufactured, imported, distributed, sold and/or offered for sale by Uniters in the State of California, hereinafter the "Product[s]."

1.6 Notice of Violation

On September 15, 2015, Leeman served Uniters and certain requisite public enforcement agencies with a "60-Day Notice of Violation" ("Notice") alleging that Uniters violated Proposition 65

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users to DEHP.

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1.7 **Complaint**

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On or about February 19, 2016, Leeman filed the instant action ("Complaint"), naming Uniters as defendant for its alleged violations of Health and Safety Code section 25249.6 that are the subject of the Notice.

when they failed to warn their customers and consumers in California that vinyl/PVC bags expose

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No Admission

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Uniters denies the material, factual, and legal allegations contained in the Notice and Complaint, and maintain that all of the products that they have sold and 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 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. This Section shall not, however, diminish or otherwise affect Uniter'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 Uniters as to the allegations in the Complaint, that venue is proper in the County of Marin, and that this Court has jurisdiction to enter and enforce the provisions of this Consent Judgment.

1.10 **Effective Date**

For purposes of this Consent Judgment, the term "Effective Date" means the date that this Consent Judgment is approved by the Court, including any unopposed tentative rulings.

2. INJUNCTIVE RELIEF: REFORMULATION AND WARNINGS

2.1 **Reformulated Products**

Commencing on the Effective Date, and continuing thereafter, Uniters shall only purchase for sale, manufacture for sale, import, sell, or distribute for sale in California "Reformulated Products,"

7	2.2 Product Warnings	
6	a solid substance.	
5	methodology utilized by federal or state agencies for the purpose of determining the DEHP content i	
4	Environmental Protection Agency testing methodologies 3580A and 8270C, or any other	
3	concentrations of less than 0.1 percent (1,000 parts per million) when analyzed pursuant to U.S.	
2	purposes of this Consent Judgment, "Reformulated Products" are products that contain DEHP in	
1	or Products that are sold with a clear and reasonable warning pursuant to Section 2.2 below. For	

2.2 **Product Warnings**

Commencing on the Effective Date, Uniters shall provide clear and reasonable warnings for all Products as set forth in subsections 2.2(a) and (b) for all products that do not currently have warnings and that do not qualify as Reformulated Products. Each warning shall be prominently placed 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 before purchase or use. Each warning shall be provided in a manner such that the consumer or user understands to which *specific* Product the warning applies, so as to minimize the risk of consumer confusion.

Retail Store Sales. (a)

(i) **Product Labeling.** Uniters shall affix a warning to the packaging, labeling, or directly on each Product packaging provided for sale in retail outlets in California that states:

> **WARNING**: This product contains DEHP, a chemical known to the State of California to cause birth defects and other reproductive harms.

(ii) **Point-of-Sale Warnings.** Alternatively, Uniters may provide warning signs in the form below to its customers in California with instructions to post the warnings in close proximity to the point of display of the Products. Such instruction sent to Uniters customers shall be sent by certified mail, return receipt requested.

> **WARNING**: This product contains DEHP, a chemical known to the State of California to cause birth defects and other reproductive harms.

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1	Where more than one Product is sold in proximity to other like items or to those that do not		
2	require a warning (e.g., Reformulated Products as defined in Section 2.1), the following statement		
3	shall be used: ¹		
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5	WARNING: The following products contain DEHP, a chemical known to the State of California to cause birth defects and other reproductive harms:		
6	[list products for which warning is required]		
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8	(b) Mail Order Catalog and Internet Sales. In the event that Uniters sells Products via		
9	mail order catalog and/or the internet, to customers located in California, after the Effective Date, that		
10	are not Reformulated Products, Uniters shall provide warnings for such Products sold via mail order		
11	catalog or the internet to California residents. Warnings given in the mail order catalog or on the		
12	internet shall identify the <i>specific</i> Product to which the warning applies as further specified in		
13	Sections 2.2(b)(i) and (ii).		
14	(i) Mail Order Catalog Warning. Any warning provided in a mail order catalog		
15	shall be in the same type size or larger than the Product description text within the catalog. The		
16	following warning shall be provided on the same page and in the same location as the display and/or		
17	description of the Product:		
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19	WARNING: This product contains DEHP, a chemical known		
20	to the State of California to cause birth defects and other reproductive harms.		
21	SWIELD PASSENCE TO LIMITED.		
22	Where it is impracticable to provide the warning on the same page and in the same location as		
23	the display and/or description of the Product, Uniters may utilize a designated symbol to cross		
24	reference the applicable warning and shall define the term "designated symbol" with the following		
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	¹ For purposes of the Settlement Agreement, "sold in proximity" shall mean that the Product and another similar product		
27	are offered for sale close enough to each other that the consumer, under customary conditions of purchase, could not reasonably determine which of the two products is subject to the warning sign.		
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1	language on the inside of the front cover of the catalog or on the same page as any order form for the			
2	Product(s):			
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4	WARNING : Certain products identified with this symbol ▼			
5	and offered for sale in this catalog contain DEHP, a chemical known to the State of California to cause birth defects and other reproductive harms.			
6	The designated symbol must appear on the same page and in close proximity to the display			
7	and/or description of the Product. On each page where the designated symbol appears, Uniters must provide a header or footer directing the consumer to the warning language and definition of the			
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9	designated symbol. (ii) Internet Website Warning. A warning shall be given in conjunction with the			
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11	sale of the Products via the internet, which warning shall appear either: (a) on the same web page on which a Product is displayed; (b) on the same web page as the order form for a Product; (c) on the			
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14	during the checkout process. The following warning statement shall be used and shall appear in any			
15	of the above instances adjacent to or immediately following the display, description, or price of the			
16	Product for which it is given in the same type size or larger than the Product description text:			
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18	WARNING: This product contains DEHP, a chemical known			
19	to the State of California to cause birth defects and other reproductive harms.			
20	and other reproductive narms.			
21	Alternatively, the designated symbol may appear adjacent to or immediately following the			
22	display, description, or price of the Product for which a warning is being given, provided that the			
23	following warning statement also appears elsewhere on the same web page, as follows:			
24	WARNING: This product contains DEHP, a chemical known			
25	to the State of California to cause birth defects and other reproductive harms.			
26	other reproductive nations.			
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3. MONETARY SETTLEMENT TERMS

3.1 Civil Penalty Payments

Pursuant to Health and Safety Code section 25249.7(b), in settlement of all the claims referred to in this Consent Judgment, Uniters shall pay \$16,500 in civil penalties. Each civil penalty payment shall be allocated according to Health and Safety Code section 25249.12(c)(1) and (d) with seventy-five percent (75%) of the funds paid to the California Office of Environmental Health Hazard Assessment ("OEHHA") and twenty-five percent (25%) of the funds allocated to Leeman.

3.1.1 Initial Civil Penalty

Within ten (10) days of the mutual execution of this Consent Judgement, Uniters shall issue a check for its initial civil penalty payment in the amount of \$4,500 to "Adams, Nye, Becht LLP, c/o Barbara R. Adams, Esq." Adams, Nye, Becht LLP shall provide The Chanler Group with written confirmation within five days of receipt that the funds have been deposited in a trust account. Within five (5) days of the date the Court approves this Consent Judgment, including any unopposed tentative rulings, Adams, Nye, Becht LLP shall issue a check for the initial civil penalty payment to "Whitney R. Leeman, Ph.D., Client Trust Account." Leeman subsequently will direct 75% of the initial civil penalty to OEHHA.

3.1.2 Final Civil Penalty

On or before November 30, 2016, Uniters shall make a final civil penalty payment of \$12,000. Leeman agrees that the final civil penalty payment shall be waived in its entirety if, no later than November 15, 2016, an officer of Uniters provides Leeman with written certification that it is no longer offering or distributing for sale in California the Products, or is only offering for sale and distributing for sale in California, Reformulated Products as defined in section 2.1, above. The option to certify reformulation in lieu of making the final civil penalty payment required by this Section is a material term and time is of the essence.

3.2 Reimbursement of Fees and Costs

The parties acknowledge that Leeman and her 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 this Consent Judgment had been settled. Shortly after the
other settlement terms had been finalized, Uniters expressed a desire to resolve Leeman's fees and
costs. The Parties then attempted to (and did) reach an accord on the compensation due to Leeman's
and her counsel under general contract principles and the private attorney general doctrine codified at
California Code of Civil Procedure section 1021.5 for all work performed through the mutual
execution of this Consent Judgment. Uniters shall, within ten (10) days of the mutual execution of
this Consent Judgment, issue a check payable to "Adams, Nye, Becht LLP, c/o Barbara R. Adams" in
the amount of fees and costs of \$31,100 to be held in trust by Adams, Nye, Becht LLP for The
Chanler Group. Adams, Nye, Becht LLP shall provide The Chanler Group with written confirmation
within five days of receipt that the funds have been deposited in a trust account. Within five (5) days
of the date the Court approves this Consent Judgment, including any unopposed tentative rulings,
Adams, Nye, Becht LLP shall issue a check payable to "The Chanler Group" to the address found in
Section 3.3.1 below.
3.3 Payment Procedures
Except for the final civil penalty payment required by Section 3.1.2, all payments due under
this Consent Judgment are to be delivered within ten (10) days of the mutual execution of this

Consent Judgment, to Adams, Nye, Becht LLP, and released to The Chanler Group and Leeman within five (5) days of the date the Court approves this Consent Judgment, including any unopposed

tentative rulings, according to the following subsections.

3.3.1 Payment Address

All payments and tax documentation for OEHHA, Leeman, and her counsel shall be delivered to:

> 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 Leeman's Public Release of Proposition 65 Claims

Leeman, acting on her own behalf and in the public interest, releases Uniters and its parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees, and attorneys ("Releasees") and each entity to whom it directly or indirectly distributes or sells the Products, including but not limited to its downstream distributors, wholesalers, customers, retailers, franchisers, cooperative members, licensors, and licensees ("Downstream Releasees") for violations arising under Proposition 65 for unwarned exposures to DEHP from the Products sold by Uniters prior to the Effective Date, as set forth in the Notice.

4.2 Leeman's Individual Release of Claims

Leeman, in her individual capacity only and *not* in her representative capacity, also provides a release to Uniters, 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 Leeman of any nature, character or kind, arising out of alleged or actual exposures to DEHP from the Products sold or distributed for sale by Uniters before the Effective Date.

4.3 Uniters' Release of Leeman

Uniters, on its own behalf, and on behalf of its past and current agents, representatives, attorneys, successors, and assignees, hereby waives any and all claims against Leeman and her attorneys and other representatives, for any and all actions taken or statements made by Leeman and her attorneys and other representatives, whether in the course of investigating claims, otherwise 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 the Parties.

6. <u>SEVERABILITY</u>

If, subsequent to the Court's approval and entry of this Consent Judgment as a judgment, any provision 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, preempted, or is otherwise rendered inapplicable by reason of law generally, or as to the Products, then Uniters may provide written notice to Leeman 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 Uniters from any obligation to comply with any pertinent state or federal toxics control laws.

8. NOTICE

Unless specified herein, all correspondence and notice required by 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 to the following addresses:

For Uniters:

Barbara R. Adams, Esq. Adams, Nye, Becht, LLP 222 Kearny Street, 7th Floor San Francisco, California 94108

For Leeman:

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

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

9. <u>COUNTERPARTS; FACSIMILE SIGNATURES</u>

This Consent Judgment may be executed in counterparts and by facsimile or portable document format (PDF) signature, each of which shall be deemed an original, and all of which, when taken together, shall constitute one and the same document.

10. POST EXECUTION ACTIVITIES

Leeman agrees to comply with the reporting form requirements referenced in Health and Safety Code section 25249.7(f). The Parties further acknowledge that, pursuant to Health and Safety Code section 25249.7(f), a noticed motion is required to obtain judicial approval of the settlement. In furtherance of obtaining such approval, Leeman and Uniters agree to mutually employ their best efforts, and that of their counsel, to support the entry of this agreement as judgment, and to obtain judicial approval of their settlement in a timely manner. For purposes of this Section, "best efforts" shall include, at a minimum, cooperating with the drafting and filing of the necessary moving papers, and supporting the motion for judicial approval.

11. MODIFICATION

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

12. AUTHORIZATION

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

AGREED TO:	AGREED TO:
3/24/16 Date:	Date:
By: WHITNEY R. LEEMAN, PH.D.	By: Mickey Gechele, President Uniters North America, LLC

1 This Consent Judgment may be executed in counterparts and by facsimile or portable 2 document format (PDF) signature, each of which shall be deemed an original, and all of which, when 3 taken together, shall constitute one and the same document. 4 10. POST EXECUTION ACTIVITIES 5 Leeman agrees to comply with the reporting form requirements referenced in Health and 6 Safety Code section 25249.7(f). The Parties further acknowledge that, pursuant to Health and Safety 7 Code section 25249.7(f), a noticed motion is required to obtain judicial approval of the settlement. In 8 furtherance of obtaining such approval, Leeman and Uniters agree to mutually employ their best 9 efforts, and that of their counsel, to support the entry of this agreement as judgment, and to obtain 10 judicial approval of their settlement in a timely manner. For purposes of this Section, "best efforts" 11 shall include, at a minimum, cooperating with the drafting and filing of the necessary moving papers, 12 and supporting the motion for judicial approval. 13 11. MODIFICATION 14 This Consent Judgment may be modified only by: (i) a written agreement of the Parties and 15 entry of a modified consent judgment by the Court; or (ii) a successful motion or application of any 16 Party, and the entry of a modified consent judgment by the Court. 17 12. AUTHORIZATION The undersigned are authorized to execute this Consent Judgment and have read, understood, 18 19 and agree to all of the terms and conditions contained herein. 20 AGREED TO: AGREED TO: 21 22 Date: 23 24 Bv: WHITNEY R. LEEMAN, PH.D. Claude Bonvouloir, COO 25 Uniters North America, LLC 26 27