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7	GUDEDIOD COUDT OF				
8	SUPERIOR COURT OF THE STATE OF CALIFORNIA				
9	COUNTY OF ALAMEDA				
10	UNLIMITED C	CIVIL JURISDICTION			
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12	JOHN MOORE,	Case No. RG 16830936			
13	Plaintiff,	[PROPOSED] CONSENT JUDGMENT			
14	v.	(Health & Safety Code § 25249.6 et seq. and			
15	HUNTER'S SPECIALTIES, INC.; and	Code of Civil Procedure § 664.6)			
16	DOES 1-150, inclusive,				
17	Defendants.				
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1. <u>INTRODUCTION</u>

1.1 Parties

This Consent Judgment is entered into by and between plaintiff John Moore ("Moore") and defendant Hunter's Specialties, Inc. ("HSI"), with Moore and HSI each referred to individually as a "Party" and collectively as the "Parties."

1.2 Plaintiff

Moore 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

HSI 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

Moore alleges that HSI manufactures, imports, sells and/or distributes for sale in California, products containing di(2-ethylhexyl)phthalate ("DEHP"), and that it does so without first providing a health hazard warning required by Proposition 65.

1.5 Product Description

The products covered by this Consent Judgment are vinyl/PVC tool grips containing DEHP that are manufactured, imported, sold, or distributed for sale in California by HSI including, but not limited to, *Hunter's Specialties Saw & Ratchet Pruner, Model 00633, Z00633, UPC #0 21291 00633 5*, hereinafter the "Products."

1.6 Notice of Violation

On May 26, 2016, Moore served HSI and the requisite public enforcement agencies with a 60-Day Notice of Violation (the "Notice"), alleging that HSI violated Proposition 65 when it failed to warn its customers and consumers in California that the Products expose users to DEHP. 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 Notice.

1.7 Complaint

On September 13, 2016, Moore filed a complaint in the Superior Court in and for the County of Alameda against HSI and Does 1 through 150, *Moore v. Hunter's Specialties, Inc., et al.*, Case No. RG 16830936 ("Complaint"), alleging violations of Proposition 65, based on the alleged exposure to DEHP contained in certain vinyl/PVC tool grips manufactured, imported, sold or distributed for sale in California by HSI.

1.8 No Admission

HSI 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 HSI 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 HSI of any fact, finding, conclusion of law, issue of law, or violation of law. This Section shall not, however, diminish or otherwise affect HSI'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 HSI as to the allegations contained in the Complaint, that venue is proper in the County of Alameda, 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, including any unopposed Tentative Ruling.

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

2.1 Reformulation Standards

"Reformulated Products" are defined as those Products containing DEHP in concentrations less than 0.1 percent (1,000 parts per million) when analyzed pursuant to U.S. Environmental

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Protection Agency testing methodologies 3580A and 8270C or other methodology utilized by federal or state government agencies for the purpose of determining DEHP content in a solid substance.

2.2 Reformulation Commitment

As of the Effective Date all Products manufactured, imported, distributed, sold and/or offered for sale in the State of California by HSI shall be Products that qualify as Reformulated Products as defined in Section 2.1, or shall carry appropriate health hazard warnings per section 2.3, below.

2.3 Product Warnings

Commencing on or before the Effective Date, HSI shall provide clear and reasonable warnings for all Products as set forth in subsections 2.3(a) and (b) for all Products 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.

(a) Retail Store Sales.

(i) Product Labeling. HSI shall affix a warning to the packaging, labeling, or directly on each Product 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 harm.

(b) Mail Order Catalog and Internet Sales. In the event that HSI sells Products via mail order catalog and/or the internet to customers located in California after the Effective Date that are not Reformulated Products, HSI shall provide warnings for such Products sold via mail order catalog or the internet to California residents. Warnings given in the mail order catalog or on the internet shall identify the *specific* Product to which the warning applies as further specified in Sections 2.3(b)(i) and (ii).

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(i) Mail Order Catalog Warning. Any warning provided in a mail order catalog shall be in the same type size or larger than the Product description text within the catalog. The following warning shall be provided on the same page and in the same location as the display and/or description of the Product:

WARNING: This product contains DEHP, a

chemical known to the State of California

to cause birth defects and other reproductive harm.

Where it is impracticable to provide the warning on the same page and in the same location as the display and/or description of the Product, HSI may utilize a designated symbol to cross reference the applicable warning and shall define the term "designated symbol" with the following language on the inside of the front cover of the catalog or on the same page as any order form for the Product(s):

> WARNING: Certain products identified with this symbol ▼ and offered for sale in this catalog contain DEHP. a chemical known to the State of California to cause birth defects and other reproductive harm.

The designated symbol must appear on the same page and in close proximity to the display and/or description of the Product. On each page where the designated symbol appears, HSI must provide a header or footer directing the consumer to the warning language and definition of the designated symbol.

(ii) Internet Website Warning. A warning shall be given in conjunction with the 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 same page as the price for any Product; or (d) on one or more web pages displayed to a purchaser during the checkout process. The following warning statement shall be used and shall appear in any of the above instances adjacent to or immediately following the display, description, or price of the Product for which it is given in the same type size or larger than the Product description text:

> WARNING: This product contains DEHP, a

chemical known to the State of California

to cause birth defects and other reproductive harm.

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Alternatively, the designated symbol may appear adjacent to or immediately following the display, description, or price of the Product for which a warning is being given, provided that the following warning statement also appears elsewhere on the same web page, as follows:

WARNING: Certain products identified with this symbol ▼ and offered for sale in this

catalog contain DEHP, a chemical

known to the State of California to cause birth

defects and other reproductive harm.

3. MONETARY SETTLEMENT TERMS

3.1 Payments Pursuant to Health and Safety Code section 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, HSI shall pay \$4,000 in civil penalties in accordance with this Section. Each penalty payment will be allocated in accordance with California Health & Safety Code section 25249.12(c)(1) & (d), with 75% of the funds remitted to the California Office of Environmental Health Hazard Assessment ("OEHHA") by Moore. HSI shall provide its payment in a check made payable to "John Moore, Client Trust Account" in the amount of \$1,000, and a check made payable to "OEHHA" in the amount of \$3,000, to be delivered to the address provided in Section 3.3, within two (2) business days of the Effective Date. Moore's counsel shall be responsible for remitting HSI's penalty payment(s) under this Consent Judgment to OEHHA.

3.2 Reimbursement of Attorneys' 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. Shortly after the other settlement terms had been finalized, HSI expressed a desire to resolve Moore's fees and costs. The Parties then negotiated a resolution of 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 section 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, HSI shall reimburse Moore and his counsel \$23,000. The reimbursement shall cover all fees and

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costs incurred by Moore investigating, bringing this matter to HSI's attention, litigating, and negotiating a settlement of the matter in the public interest.

3.3 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. CLAIMS COVERED AND RELEASED

4.1 Moore's Release of Proposition 65 Claims

Moore, acting on his own behalf and in the public interest, releases HSI and its parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees, and attorneys ("Releasees") and each entity to whom HSI 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 any violations arising under Proposition 65 for unwarned exposures to DEHP from the Products manufactured, imported, distributed or sold by HSI 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 HSI with respect to the alleged or actual failure to warn about exposures to DEHP from Products manufactured, sold or distributed for sale by HSI after the Effective Date.

4.2 Moore's Individual Release of Claims

Moore, in his individual capacity only and *not* in his representative capacity, also provides a release to HSI, 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 Moore of any nature, character or kind, whether known or unknown, suspected or unsuspected, arising out of alleged or actual

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27 28 exposures to DEHP in Products manufactured, imported, distributed or sold by HSI before the Effective Date.

4.3 **HSI's Release of Moore**

HSI, 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 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 in the course of investigating claims, seeking to enforce Proposition 65 against it in this matter, or with respect to the Products.

COURT APPROVAL

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. Moore and HSI 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 Moore shall draft and file and HSI shall support, appearing at the hearing if so requested. If any third-party objection to the motion is filed, Moore and HSI agree to work together to file a reply and appear at any hearing. This provision is a material component of this Consent Judgment and shall be treated as such in the event of a breach.

SEVERABILITY 6.

If, subsequent to the Court's approval and entry of this Consent Judgment as a judgment, any provision of this Consent Judgment is Moore 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 HSI may

provide Moore 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 HSI from its obligation to comply with any pertinent state or federal law or regulation.

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 any Party by the other at the following addresses:

To HSI: To Moore:

Sandra A. Edwards, Esq.
Farella Braun + Martel LLP
The Chanler Group
235 Montgomery Street
17th Floor
Parker Plaza, Suite 214
San Francisco, CA 94104
Berkeley, CA 94710-2565

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.

9. COUNTERPARTS, FACSIMILE AND PDF SIGNATURES

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. COMPLIANCE WITH REPORTING REQUIREMENTS

Moore and his counsel agree to comply with the reporting form requirements referenced in California Health and Safety Code section 25249.7(f).

11. <u>MODIFICATION</u>

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 of any party and the entry of a modified Consent Judgment by the Court thereon.

JOHN MOORE

Dated: 3/2/2017

12. <u>AUTHORIZATION</u>			
The undersigned are authorized to execute this Consent Judgment on behalf of their			
respective Parties and have read, understood, and agreed to all of the terms and conditions of this			
Consent Judgment.			
AGREED TO:			

AGREED TO:
HUNTER'S SPECIALTIES, INC.
 By: Brian Grant (Print Name)
Its: CFO (Title)
Dated: 2/24/17