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3				
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5	Fredric Evenson (State Bar No. 198059)			
6	ECOLOGY LAW CENTER P.O. Box 1000			
7	Santa Cruz, California 95061 Telephone: (831) 454-8216			
8	Email: evenson@ecologylaw.com			
9	Counsel for Plaintiff, ECOLOGICAL RIGHTS FOUNDATION			
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11	SUPERIOR COURT OF THE STATE OF CALIFORNIA COUNTY OF SAN FRANCISCO			
12		G N GGG 16 554011		
13	ECOLOGICAL RIGHTS FOUNDATION,	Case No. CGC-16-554011		
14	Plaintiff, v.	[PROPOSED] CONSENT JUDGMENT		
15	JECO, INC., COBRACO MANUFACTURING,	(SKY BILLIARDS, INC.)		
16	INC., WOODSTREAM CORPORATION; and SKY BILLIARDS, INC.,			
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18 -	Defendants.			
19	1 INTRODUCTION			
20	1. INTRODUCTION 1.1 On September 1, 2016, the Englacian Bights Foundation ("FRE") acting on			
21	1.1 On September 1, 2016, the Ecological Rights Foundation ("ERF") acting on			
22	behalf of itself and the general public, filed a Complaint for civil penalties and injunctive relief			
23	("Complaint") in San Francisco Superior Court, Case No. CGC-16-554011, against defendant			
24	Sky Billiards, Inc., (also referred to herein as "Sky Billiards" or "Defendant"). The Complaint			
25	alleges, among other things, that Defendant violated provisions of the Safe Drinking Water and			
26	Toxic Enforcement Act of 1986, Health and Safety Code Sections 25249.5, et seq. (Proposition 65) by failing to give clear and reasonable warnings to those residents of California who use			
27	i objevy ramnig to give clear and reasonable warn	mgs to most residents of California who use		

wood- burning outdoor heating products, such as fire pits ("Covered Products"), that use of those

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products causes exposures to carbon monoxide. Carbon monoxide is a chemical known to the State of California to cause reproductive toxicity. The Complaint was based upon a 60-Day Notice letter, sent by ERF on June 9, 2016 to Sky Billiards, the California Attorney General, all District Attorneys, and all City Attorneys with populations exceeding 750,000.

- 1.2 Defendant is a business that employs more than ten persons, and manufactures, distributes, and sells Covered Products. The combustion of wood creates significant amounts of carbon monoxide to be released into the air, causing inhalation exposures to those using or standing near the Covered Products when they are in use. Pursuant to Health and Safety Code Section 25249.8, carbon monoxide is a chemical known to the State of California to cause reproductive toxicity. ERF alleges that Covered Products that are manufactured, distributed or sold by Defendant for use in California require a warning under Proposition 65, pursuant to Health and Safety Code Section 25249.6. For purposes of this Consent Judgment, the parties stipulate that this Court has jurisdiction over the allegations of violations contained in the Complaint and personal jurisdiction over Sky Billiards, that venue is proper in the County of San Francisco, and that this Court has jurisdiction to enter this Consent Judgment as a full settlement and resolution of the allegations contained in the Complaint.
- 1.3 This Consent Judgment resolves claims that are denied and disputed. The parties enter into this Consent Judgment pursuant to a full and final settlement of any and all claims between the parties for the purpose of avoiding prolonged litigation. This Consent Judgment shall not constitute an admission with respect to any material allegation of the Complaint, each and every allegation of which Sky Billiards denies, nor may this Consent Judgment, or compliance with it, be used as evidence of any wrongdoing, misconduct, culpability or liability on the part of Sky Billiards.
- 1.4 The term "Effective Date" means the date this Consent Judgment is entered by the Court.

2. <u>INJUNCTIVE RELIEF</u>

2.1 Warnings

No later than 60 days after the Effective Date, Covered Products offered for sale in California shall include one of the following warning statements:

WARNING: Combustion byproducts produced when using this product include carbon monoxide, a chemical known to the State of California to cause birth defects or other reproductive harm.

Or,

WARNING: Combustion byproducts produced when using this product include carbon monoxide and other chemicals known to the State of California to cause cancer, birth defects or other reproductive harm.

The warning statements shall be affixed to or printed on the Covered Product itself and the Covered Product's instruction booklet. The warning shall be prominently affixed to or printed on the Covered Product and its instruction booklet, and displayed with such conspicuousness, as compared with other words, statements, designs, or devices on the Covered Product and its instruction booklet, as to render it likely to be read and understood by an ordinary individual under customary conditions of purchase or use. A warning may be contained in the same section of the instruction booklet that contains other safety warnings concerning the use of the Covered Product. The type size of the warning must be legible, and no smaller than any other warning provided with the Covered Product. The word "WARNING:" shall be in upper case letters and bold text.

2.2 **Reporting**

No later than 75 days after the Effective Date, Defendant shall provide a report to ERF documenting its compliance with paragraph 2.1. The report shall include photographs of the warning posting and documentation that the warnings are being included with Covered Products that are offered for sale in California.

3. <u>SETTLEMENT PAYMENTS</u>

3.1 Civil Penalties and Payments In Lieu of Penalties

Pursuant to Health and Safety Code section 25249.7(b)(2), Sky Billiards shall pay \$10,000 in civil penalties. The penalty payment will be allocated in accordance with California Health and Safety Code section 25249.12(c)(1) & (d), with 75% of the penalty amount remitted to the California Office of Environmental Health Hazard Assessment ("OEHHA") and the remaining 25% of the penalty amount paid to Ecological Rights Foundation. Defendant will provide these payments in two checks for the following amounts made payable to: 1) "OEHHA" in the amount of \$7,500, and 2) "Ecological Rights Foundation" in the amount of \$2,500.

3.2 Attorneys' Fees and Litigation Costs

In settlement of all of the claims that are alleged, or could have been alleged, in the Complaint concerning Covered Products, Sky Billiards shall pay \$25,000 to the Ecology Law Center to cover Plaintiff's attorneys' fees and costs.

3.3 Payments

All payments referred to in paragraph 3.1 and 3.2 above shall be made by check made payable to the Ecology Law Center Attorney Client Trust Account. Payments shall be sent no later than 10 days after the Effective Date via certified mail, return receipt requested, to the following address:

Fredric Evenson Ecology Law Center P.O. Box 1000 Santa Cruz, CA 95061

4. MATTERS COVERED BY THIS CONSENT JUDGMENT

4.1 This Consent Judgment is a final and binding resolution between ERF, acting on behalf of itself and (as to those matters raised in the 60-Day Notice Letter) in the public interest, and Sky Billiards of: (i) any violation of Proposition 65 (including but not limited to the claims made in the Complaint); and (ii) any other statutory or common law claim to the fullest extent that any of the foregoing described in (i) or (ii) were or could have been asserted by any person or entity against Sky Billiards or its parents, subsidiaries or affiliates, and all of their suppliers,

customers, distributors, wholesalers, retailers, or any other person in the course of doing business, and the successors and assigns of any of them, who may use, maintain, distribute or sell Covered Products ("Released Entities"), based on its or their failure to provide clear and reasonable warnings of exposures to carbon monoxide from Covered Products. As to alleged exposures to carbon monoxide from Covered Products, compliance with the terms of this Consent Judgment resolves any issue, now and in the future, concerning compliance by Sky Billiards and the Released Entities, with the requirements of Proposition 65 with respect to Covered Products, and any alleged resulting exposure.

5. ENTRY OF CONSENT JUDGMENT

5.1 The parties hereby request that the Court promptly enter this Consent Judgment. Upon entry of the Consent Judgment, Sky Billiards and ERF waive their respective rights to a hearing or trial on the allegations of the Complaint.

6. <u>ENFORCEMENT OF JUDGMENT</u>

- 6.1 The terms of this Consent Judgment shall be enforced exclusively by the parties hereto. The parties may, by noticed motion or order to show cause before the Superior Court of San Francisco County, giving the notice required by law, enforce the terms and conditions contained herein.
- 6.2 In any proceeding brought by either party to enforce this Consent Judgment, such party may seek whatever fines, costs, penalties or remedies as may be provided by law for any violation of Proposition 65 or this Consent Judgment.

7. MODIFICATION OF JUDGMENT

7.1 This Consent Judgment may be modified only upon written agreement of the parties and upon entry of a modified Consent Judgment by the Court thereon, or upon motion of any party as provided by law and upon entry of a modified Consent Judgment by the Court.

8. <u>TERMINATION AND RETENTION OF JURISDICTION</u>

8.1 This Court shall retain jurisdiction of this matter to implement and enforce the terms this Consent Judgment.

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9. **AUTHORITY TO STIPULATE**

Each signatory to this Consent Judgment certifies that he or she is fully authorized 9.1 by the party he or she represents to enter into this Consent Judgment and to execute it on behalf of the party represented and legally to bind that party.

10. SERVICE ON THE ATTORNEY GENERAL

ERF shall serve a copy of this Consent Judgment, signed by both parties, on the 10.1 California Attorney General on behalf of the parties so that the Attorney General may review this Consent Judgment prior to its submittal to the Court for approval. No sooner than forty five (45) days after the Attorney General has received the aforementioned copy of this Consent Judgment, and in the absence of any written objection by the Attorney General to the terms of this Consent Judgment, the parties may then submit it to the Court for approval.

11. **ENTIRE AGREEMENT**

11.1 This Consent Judgment contains the sole and entire agreement and understanding of the parties with respect to the entire subject matter hereof and any and all prior discussions, negotiations, commitments and understandings related hereto. No representations, oral or otherwise, express or implied, other than those contained herein have been made by any party hereto. No other agreements not specifically referred to herein, oral or otherwise, shall be deemed to exist or to bind any of the parties.

12. **GOVERNING LAW**

12.1 The validity, construction and performance of this Consent Judgment shall be governed by the laws of the State of California, without reference to any conflicts of law provisions of California law.

13. **EXECUTION AND COUNTERPARTS**

13.1 This Consent Judgment may be executed in counterparts which taken together shall be deemed to constitute one document.

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1	14.	14. COURT APPROVAL		
2	14.1 If this Consent Judgment is not approved by the Court, it shall be of no force or			
3	effect, and cannot be used in any proceeding for any purpose.			
4	15. <u>NOTICES</u>			
5	15.1 Any notices or payments due under this Consent Judgment shall be sent by			
6	personal delivery or Certified Mail.			
7				
8		If to Ecological Rights Foundation: Fredric Evenson Ecology Law Ce P.O. Box 1000	nter	
10		Santa Cruz, CA	95061	
11		If to Sky Billiards, Inc.:		
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13		IT IS SO STIPULATED:		
14	LOWER MOVEMENT			
15	DATE		RIGHTS FOUNDATION Rights Journation	
16		By:	e Rights Foundation some.	
17		JAMES LAN	PORT, EXECUTIVE DIRECTOR	
18	T 4 PDY			
19 20	DATE	TED: 4/1/17 SKY BILLIARI	SAINC.	
21		BY:		
22		ITS: <u>Presiden</u>	n /	
23				
24	IT IS SO ORDERED, ADJUDGED AND DECREED:			
25	DATE	TED:		
26	WIDGE OF THE SUPERIOR COURT			
27	JUDGE OF THE SUPERIOR COURT			
28				
	CONSE	NSENT JUDGMENT		

(SKY BILLIARDS, INC.)