1 2 3 4	Clifford A. Chanler (State Bar No. 135534) THE CHANLER GROUP 2550 Ninth Street, St. 205 Berkeley, CA 94710 Telephone: (510) 848-8880 Facsimile: (510) 848-8118 clifford@chanler.com					
5	Attorneys for Plaintiff PAUL WOZNIAK					
6						
7	George Gigounas (State Bar No. 209334) Gregory G. Sperla (State Bar No. 278062)					
8 9	DLA PIPER LLP (US) 555 Mission Street, Suite 2400 San Francisco, California 94105-2933					
10	Telephone: (415) 836-2500; Facsimile: (415) 836-2501					
11	george.gigounas@dlapiper.com greg.sperla@dlapiper.com					
12	Attorneys for Defendant SERVICE TOOL COMPANY, L.L.C.					
13	SERVICE TOOL COMPANY, E.E.C.					
14	SUPERIOR COURT OF	ΓHE STATE OF CALIFORNIA				
15	FOR MARIN COUNTY					
16		IVIL JURISDICTION				
17						
18	PAUL WOZNIAK,	Case No. CIV1901325				
19	Plaintiff,	CONSENT JUDGMENT				
20	V.	(Health & Safety Code § 25249.5 et seq., and				
21	SERVICE TOOL COMPANY, L.L.C.,	Cal. Code Civ. Proc. § 664.6)				
22	Defendants.					
23						
24						
25						
26						
27						
28						

1. INTRODUCTION

1.1 Parties

This Consent Judgment is entered into by and between Paul Wozniak (Wozniak) and Service Tool Company, L.L.C. (STC) with Wozniak and STC collectively referred to as the "Parties."

1.2 Plaintiff

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

1.3 Defendant

STC 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 §§ 25249.5 *et seq.* (Proposition 65).

1.4 General Allegations

Wozniak alleges that STC manufactures, imports, sells and/or distributes for sale in California, products containing di(2-ethylhexyl)phthalate (DEHP), diisononyl phthalate (DINP), di-n-butyl phthalate (DBP), and/or Lead, and is required by Proposition 65 to provide a health hazard warning that Wozniak alleges was not provided to consumers. DEHP, DBP, and Lead are listed pursuant to Proposition 65 as chemicals known to the State of California to cause birth defects and other reproductive harm. DEHP, DINP and Lead are listed pursuant to Proposition 65 as chemicals known to the State of California to cause cancer. DEHP, DINP, DBP and Lead are collectively referred to herein as the "Listed Chemicals."

1.5 Products Defined

The products allegedly manufactured, imported, distributed, sold, and/or offered for sale in the State of California by STC that are covered by this Consent Judgment are: (i) electrical test kits with vinyl/PVC wires containing DEHP, including, but not limited to, *REGAL 3pc Electrical Test Kit*,#39850, *UPC* #0 82021 39850 2; (ii) vinyl/PVC electrical tape containing DEHP, including, but not limited to, the *Tool Cache Electrical Tape Set*, *3PC*, *Model No. 19846*, *UPC* #0 82021 19846 1;

1.6 Notices of Violation

(collectively hereinafter, the "Products").

On or about February 23, 2017, Wozniak served STC, and certain requisite public enforcement agencies with a 60-Day Notice of Violation (Notice), alleging that STC violated Proposition 65 when it failed to warn consumers in California that its electrical test kits with vinyl/PVC wires and vinyl/PVC electrical tape products expose users to DEHP.

listed in Exhibit A to this Consent Judgment containing DEHP, DINP, DBP, and/or Lead

(iii) voltage testers with vinyl/PVC cords containing DEHP and Lead including, but not limited to,

Tool Cache AC/DC Multi Tester, 51217, UPC #0 42374 89282 9; and (iv) the categories of products

On or about April 9, 2018, Wozniak served STC, and certain requisite public enforcement agencies with a Supplemental 60-Day Notice of Violation (Supplemental Notice), alleging that STC violated Proposition 65 when it failed to warn its customers and consumers in California that its (i) electrical test kits with vinyl/PVC wires containing DEHP; (ii) vinyl/PVC electrical tape containing DEHP; and (iii) voltage testers with vinyl/PVC cords containing DEHP and lead expose users to the Listed Chemicals.

On May ___, 2019, Wozniak served STC, and certain requisite public enforcement agencies with a Second Supplemental 60-Day Notice of Violation (Second Supplemental Notice), alleging that STC violated Proposition 65 when it failed to warn its customers and consumers in California that its (i) electrical test kits with vinyl/PVC wires containing DEHP and lead; (ii) vinyl/PVC electrical tape containing DEHP and lead; (iii) voltage testers with vinyl/PVC cords containing DEHP and lead; (iv) hand tools & parts (wrenches, soldering irons, torches/lighters and pocket knives with plastic grips) containing lead, DEHP, DINP and DBP; (v) interior hardware and supplies (plastic tapes, adhesives, hinges and mounts) containing lead, DEHP, DINP and DBP; (vii) apparel, eyewear and accessories (vinyl safety gloves, camo gear, safety glasses and dust masks) containing lead, DEHP, DINP and DBP; (viii) tableware (indoor and outdoor glassware and utensils such as plastic spatulas, knives and tumblers) containing lead, DEHP, DINP and DBP; (ix) lighting and electrical equipment (chip-on-

board lights and electrical switches with plastic components) containing lead, DEHP, DINP and DBP; and (x) cell phone accessories (plastic cases, screen protectors and chargers) containing lead, DEHP, DINP and DBP expose users to the Listed Chemicals. The Notice, Supplemental Notice, and Second Supplemental Notice are collectively referred to herein as the "Notices."

To the best of the Parties' knowledge, no public enforcer has commenced and is diligently prosecuting the allegations set forth in the Notices.

1.7 Complaint

On April 5, 2019, Wozniak filed the instant action ("Complaint"), naming STC as a defendant for the alleged violations that are the subject of the Notice and Supplemental Notice. As of the Effective Date (as defined below), the Parties stipulate and agree that the Complaint shall be deemed amended *nunc pro tunc* to include all Products and all claims and allegations that are the subject of the Notices. The Parties further stipulate and agree that the Court has authority to take this action based on the Second Supplemental Notice.

1.8 No Admission

STC denies the material, factual and legal allegations contained in the Notices and maintains that all products that it has sold and distributed in California, including the Products, have been and are in compliance with all laws. Notwithstanding such allegations, STC maintains that it has not knowingly manufactured, or caused to be manufactured, the Products for sale in California in violation of Proposition 65. Nothing in this Consent Judgment shall be construed as, nor shall compliance with this Consent Judgment constitute or be construed as, an admission by STC of any fact, finding, conclusion, issue of law or violation of law. This Section shall not, however, diminish or otherwise affect the obligations, responsibilities and duties under this Consent Judgment.

1.9 Jurisdiction

For purposes of this Consent Judgment only, the Parties stipulate that the Court has jurisdiction over Wozniak as to the allegations in the Complaint and Notices, that venue is proper in Marin County, and that this Court has exclusive 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" means the date Notice of Entry of this Consent Judgment is served via email on STC's counsel.

2. <u>INJUNCTIVE RELIEF: REFORMULATION AND WARNINGS</u>

2.1 Reformulation Standards

"Reformulated Products" are defined as those Products containing (a) DEHP, diisononyl phthalate ("DINP"), and di-n-butyl ("DBP") each in concentrations of less than 0.1 percent (1,000 parts per million) when analyzed pursuant to U.S. Environmental Protection Agency testing methodologies 3580A and 8270C or any other methodology utilized by federal or state agencies for the purpose of determining the DEHP, DINP or DBP content in a solid substance; and (b) Lead in a concentration not greater than 100 parts per million by weight in any Accessible Component when analyzed pursuant to EPA testing methodologies 3050B and/or 6010B, and that yield a result of less than 1.0 micrograms of Lead when analyzed pursuant to the NIOSH 9100 testing protocol.

- 2.2 As of the Effective Date, STC shall not manufacture, import, distribute, sell or offer the Products for sale in the State of California unless they are Reformulated Products, as defined by Section 2.1, or a warning is provided in compliance with this Consent Judgment. 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 clearly associated with the specific Product to which the warning applies, so as to reasonably minimize the risk of consumer confusion.
- 2.3 STC shall provide the following warning statement (consistent with applicable regulations governing such warnings) on the unit packaging of such Product, on the Labeling (as defined in 27 Cal. Code Reg. section 25600.1) of such Product, or affixed to the Product, as applicable:

For products that contain DEHP, DBP and/or Lead:

▲ WARNING: This product can expose you to chemicals including [name of one or more chemicals], which is [are] known to the State of California to cause [cancer and] birth defects or other reproductive harm. For more information go to www.P65Warnings.ca.gov.

or

MARNING: [Cancer and] Reproductive Harm - www.P65Warnings.ca.gov.

For products that only contain DINP:

▲ WARNING: This product can expose you to chemicals including DINP, which is known to the State of California to cause cancer. For more information go to www.P65Warnings.ca.gov.

or

- ▲ WARNING: Cancer www.P65Warnings.ca.gov.
- **2.4** In the event that STC sells Products via mail order catalog and/or the internet directly to customers located in California after the Effective Date, warnings given in the mail order catalog or on the internet shall be provided in a manner that is clearly associated with the *specific* Product in compliance with applicable regulations governing such warnings.
- Date, STC prints new catalogs and sells Products via mail order through such catalogs to customers located in California, STC shall provide a warning for each Product both on the Product label in accordance with Section 2.3, and in the catalog in a manner that clearly associates the warning with the specific Product being purchased. Any warning provided in a mail order catalog shall be in the same type size or larger than other consumer information provided for the Product within the catalog and shall be provided on the same page and in the same location as the display and/or description of the Product. The catalog warning may use the Short-Form Warning content described in Section 2.3 if the warning provided on the Product label also uses the Short-Form Warning content.
- (ii) Internet Website Warning. A warning shall be given in conjunction with STC's direct-to-consumer sales of the Products via the internet using a clearly marked hyperlink using the word "WARNING" on the product display page, or otherwise prominently displayed to the purchaser before the purchaser completes his or her purchase of the Product 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 warning statement shall appear in any of the above instances in the same type size or larger than other warning text.

- 2.5 For all warnings in Section 2 of this Consent Judgment, "cancer and" shall be included in the warning if STC has reason to believe the Product at issue contains DEHP, DINP, and/or Lead at levels that are likely to lead to an exposure requiring a cancer warning under Proposition 65. Where a warning is provided for a potential exposure to a single chemical, the words "chemicals including" may be deleted from the warning content in the warnings in Section 2 of this Consent Judgment. Where the text on other labeling is printed in black and white, the yellow warning symbol may also be printed in black and white.
- 2.6 Notwithstanding any other provision of this Consent Judgment, any Products manufactured or assembled prior to or within three months of the Effective Date that possess a pre-existing warning that substantially complies with existing or prior regulations may continue to use that warning and may continue to be sold or offered for sale in the State of California regardless of whether that pre-existing warning complies with this Consent Judgment.

3. <u>MONETARY SETTLEMENT TERMS</u>

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, STC shall pay \$5,000 in civil penalties in accordance with this Section. The 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") by Wozniak. Wozniak's counsel shall be responsible for remitting STC's penalty payment(s) under this Consent Judgment to OEHHA. Within 5 calendar days of the Effective Date, STC shall provide its payment in a check made payable to "OEHHA" in the amount of \$3,750 and a check made payable to "Paul Wozniak, Client Trust Account" in the amount of \$1,250 to be delivered to the address provided in Section 3.4.

3.2 Reimbursement of Attorneys' Fees and Costs

The Parties acknowledge that Wozniak 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, STC expressed a desire to resolve Wozniak's fees and costs. The Parties then negotiated a resolution of the compensation due to Wozniak 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, as well as work reasonably to be incurred in the future, STC shall reimburse Wozniak and his counsel \$37,600. STC's payment shall be delivered to the address in Section 3.4, within 5 calendar days of the Effective Date, in the form of a check payable to "The Chanler Group." The reimbursement shall cover all fees and costs incurred by Wozniak investigating, bringing this matter to STC's attention and negotiating a settlement of the matter.

3.3 Payment Timing; Penalty for Late Payments

All payments due under this Consent Judgment shall be delivered to Wozniak's counsel within 5 calendar days after the Effective Date on the condition that STC is provided with the necessary tax documents. Timing of the settlement payment is of the essence. STC agrees and represents that should any settlement payment required by this Consent Judgment not be received by Wozniak's counsel within five (5) calendar days after the Effective Date, Wozniak may seek to enforce STC's payment obligations under general contract principles and Code of Civil Procedure section 664.6, and Wozniak shall be entitled to the reasonable fees incurred recovering any unpaid or untimely settlement payments pursuant to general contract principles and Code of Civil Procedure § 1021.5.

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 2550 Ninth Street, Suite 205 Berkeley, CA 94710

4. CLAIMS COVERED AND RELEASED

4.1 Wozniak's Public Release of Proposition 65 Claims

Wozniak, acting on his own behalf and on behalf of his past and current agents, representatives, attorneys, successors, and assignees, and in the public interest, releases STC and its parents, subsidiaries, affiliated entities, shareholders, directors, members, officers, agents, employees, and attorneys ("STC Releasees"), and each entity to whom STC directly or indirectly distributes or sells the Products including, but not limited to, its downstream distributors, wholesalers, customers, retailers, franchisees, cooperative members, and licensees, including Amazon.com, LLC and its affiliates (collectively, "Releasees"), from all claims arising under Proposition 65 based on unwarned exposures to DEHP, DINP, DBP, and/or Lead in Products manufactured, assembled, imported, distributed, sold, and/or offered for sale in the State of California by STC before the Effective Date.

4.2 Wozniak's Individual Release of Claims

Wozniak, in his individual capacity only and *not* in his representative capacity, also provides a release hereinto STC, STC Releasees, and 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 Wozniak of any nature, character or kind, whether known or unknown, suspected or unsuspected, limited to and arising out of alleged or actual exposures to DEHP, DINP, DBP and/or Lead in Products manufactured, imported, distributed, sold, and/or offered for sale in the State of California by STC prior to the Effective Date. The Parties further understand and agree that this Section 4.2 release shall not extend upstream to any entities that manufactured the Products, or any component parts thereof, or any distributors or suppliers who sold the Products, or any component parts thereof to STC. Nothing in this Section affects Wozniak's right to commence or prosecute an action under Proposition 65 against a Releasee that does not involve STC's Products.

4.3 STC's Release of Wozniak

STC, on behalf of itself, its past and current agents, representatives, attorneys, successors, and assignees, hereby waives any and all claims against Wozniak 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 Wozniak and his attorneys and other representatives, whether in the course of investigating claims or otherwise seeking to enforce Proposition 65 against it in this matter 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 it is not approved and entered by the Court within one year after it has been fully executed by the Parties, or by such additional time to which the Parties may agree in writing.

6. <u>SEVERABILITY</u>

If, after 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 or is otherwise rendered inapplicable by reason of law generally, or if any of the provisions of this Consent Judgment are rendered inapplicable or no longer required as a result of any such repeal or preemption or rendered inapplicable by reason of law generally as to the Products, then STC may provide Wozniak with written notice of any asserted change in the law. The Parties shall then meet and confer for 30 days regarding STCs injunctive obligations pursuant to this Consent Judgment with respect to, and to the extent that, the Products are so affected.

8. NOTICE

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

27 ///

1	For STC:	For Wozniak:					
2 3	Thomas Le Blanc, President Service Tool Company, L.L.C. 2501 South Lewis Street New Iberia, LA 70560	Proposition 65 Coordinator The Chanler Group 2550 Ninth Street, Suite 205 Berkeley, CA 94710					
4	With a Copy to:	Bundieg, erry 1710					
5	George Gigounas						
	Gregory G. Sperla DLA PIPER LLP (US)						
7 8	555 Mission Street, Suite 2400 San Francisco, CA 94105						
9	Any party, from time to time, may specify in writ	ing to the other party a change of address to which					
10	all notices and other communications shall be sen	t.					
11	9. <u>COUNTERPARTS; FACSIMILE AND</u>	PDF SIGNATURES; INTEGRATION					
12	This Consent Judgment may be executed in	n counterparts and by facsimile or pdf signature,					
13	each of which shall be deemed an original, and al	of which, when taken together, shall constitute one					
14	and the same document.						
15	This Consent Judgment contains the entire	agreement between the Parties as to all matters to					
16	which it pertains, and supersedes any and all prior	or contemporaneous agreements, terms, promises,					
17	or other arrangements made or discussed between	the parties or current or former counsel for the					
18	parties, or proposed before the execution of this C	Consent Judgment by either party or that party's					
19	current of former counsel, whether written, oral, or	or otherwise.					
20	10. <u>POST-EXECUTION ACTIVITIES</u>						
21	Wozniak agrees to comply with the report	ing form requirements referenced in Health and					
22	Safety Code section 25249.7(f). The Parties furth	er acknowledge that, pursuant to Health and Safety					
23	Code section 25249.7(f), a noticed motion is requ	ired to obtain judicial approval of this Consent					
24	Judgment, which Wozniak shall draft, file, and su	pport, and which STC shall support, including					
25	appearing at the settlement approval hearing if rec	quested.					
26							
27							
28							

11. MODIFICATION

--7

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. <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 contained herein.

AGREED TO:	AGREED TO:
Date: 5/7/19	Date: 6/7/19
By: Day (Small	By: San San
Paul Wozniak	Thomas Le Blanc, President
	Service Tool Company, L.L.C.

EXHIBIT A

		L	

2

3

45

6

7 8

9

10

1112

13

1415

16

17

18 19

20

2122

23

24

25

2627

28

In addition to the categories listed in Paragraph 1.5 of this Consent Judgment, the products covered by this Consent Judgment shall also include the following categories:

- Hand tools and parts containing lead, DEHP, DINP and DBP, including, but not limited to, wrenches, soldering irons, and pocket knives with plastic grips;
- 2. Interior hardware and supplies containing lead, DEHP, DINP and DBP, including, but not limited to, plastic tapes, adhesives, hinges, and mounts;
- Fasteners containing lead, DEHP, DINP and DBP, including, but not limited to, nuts, bolts, and O-rings;
- Apparel, eyewear, and accessories containing lead, DEHP, DINP and DBP, including, but not limited to, vinyl safety gloves, camo gear, safety glasses, and dust masks;
- 5. Tableware containing lead, DEHP, DINP and DBP, including, but not limited to, indoor and outdoor glassware and utensils such as plastic spatulas, knives, and tumblers;
- Lighting and electrical equipment containing lead, DEHP, DINP and DBP, including, but not limited to, chip-on-board lights and electrical switches with plastic components; and
- 7. Cellular telephone accessories containing lead, DEHP, DINP and DBP, including, but not limited to, plastic cases, screen protectors, and chargers.