1 2 3 4 5 6 7	Josh Voorhees, State Bar No. 241436 Troy C. Bailey, State Bar No. 277424 THE CHANLER GROUP 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710 Telephone: (510) 848-8880 Facsimile: (510) 848-8118 Josh@chanler.com Troy@chanler.com Attorneys for Plaintiff PAUL WOZNIAK		
8	SUPERIOR COURT OF THE STATE OF CALIFORNIA		
9	COUNTY OF MARIN		
10	UNLIMITED CIVIL JURISDICTION		
11	PAUL WOZNIAK,	Case No. CIV-1702388	
12	Plaintiff,	[PROPOSED] CONSENT JUDGMENT	
13	V.	(Health & Safety Code § 25249.6 et seq. and	
14	WILSON HUNT INTERNATIONAL	Code of Civil Procedure § 664.6)	
15	LTD.; and DOES 1-150, inclusive,		
16	Defendants.		
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	[PROPOSED] CONSENT DECREE		

1. INTRODUCTION

1.1 Parties

This Consent Judgment is entered into by and between plaintiff Paul Wozniak ("Wozniak") and defendant Wilson Hunt International Ltd. ("Wilson Hunt"), with Wozniak and Wilson Hunt each referred to individually as a "Party" and collectively as the "Parties."

1.2 Plaintiff

Wozniak 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

Wilson Hunt 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

Wozniak alleges that Wilson Hunt 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"), Di-isodecyl phthalate ("DIDP") and lead, and that it does so without providing the health hazard warning that Wozniak alleges is required by Proposition 65. DEHP, DINP, DBP, DIDP and lead (the "Listed Chemicals") are listed pursuant to Proposition 65 as chemicals known to the State of California to cause birth defects and other reproductive harm.

1.5 Product Description

The products covered by this Consent Judgment are bags containing the Listed Chemicals including, but not limited to, *Champro Sports Football Equipment Bag, E43BG, UPC #7 52044 64697 2* that are manufactured, imported, distributed, sold and/or offered for sale in California by Wilson Hunt ("Products").

1.6 Notices of Violation

On or about March 30, 2017, Wozniak served Wilson Hunt and the requisite public enforcement agencies with a 60-Day Notice of Violation (the "Notice"), alleging that Wilson Hunt 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. On August 17, 2017, plaintiff served a Supplemental 60-Day Notice of Violation on Wilson Hunt and the requisite public enforcement agencies (the "Supplemental Notice"), alleging that Wilson Hunt violated Proposition 65 when it failed to warn its customers and consumers in California that the Products manufactured and/or distributed by Wilson Hunt exposed users to DINP, DBP, DIDP and lead, in addition to DEHP. The Notice is hereby considered to be amended *nunc pro tunc* by the Supplemental Notice. 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 and Supplemental Notice (collectively "Notices").

1.7 Complaint

On June 30, 2017, Wozniak commenced the instant action, naming Wilson Hunt as one of the defendants for the alleged violations of Proposition 65 that are the subject of the Notice.

1.8 No Admission

Wilson Hunt denies the material, factual, and legal allegations contained in the Notices and Complaint, and maintains that all of the products that it has sold and/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 Wilson Hunt 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 Wilson Hunt of any fact, finding, conclusion of law, issue of law, or violation of law. This Section shall not, however, diminish or otherwise affect Wilson Hunt'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 Wilson Hunt as to the allegations contained in the Complaint, that venue is proper in the County of Marin, 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, including any unopposed Tentative Ruling approving this Consent Judgment.

2. INJUNCTIVE SETTLEMENT TERMS

2.1 Reformulation Standards

"Reformulated Products" are defined as those Products containing DEHP, DINP, DBP and DIDP in concentrations 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 other methodology utilized by federal or state government agencies for the purpose of determining DEHP, DINP, DBP and DIDP content in a solid substance; and containing a maximum of 90 parts per million of lead by weight in any accessible component (i.e., any component that can be touched or handled during reasonably foreseeable use) when analyzed pursuant to Environmental Protection Agency testing methodologies 3050B and/or 6010B.

2.2 Reformulation Commitment

As of the Effective Date, Wilson Hunt shall not manufacture, import, distribute, sell or offer the Products for sale in the State of California unless they are Reformulated Products pursuant to Section 2.1 above, or carry the Proposition 65 warnings as specified in Section 2.3 below. This provision shall not apply to Products in the possession of retailers or independent distributors or in the possession of the general public.

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2.3 **Product Warnings**

Commencing on the Effective Date, Wilson Hunt 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. The use of the warning language set forth below in 2.3(a)(i) and (ii) shall constitute such clear and reasonable warnings as a matter of law.

(a) **Retail Store Sales.**

Product labeling before August 1, 2018: On all Products manufactured (i) prior to August 1, 2018, and after the Effective Date, Wilson Hunt 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 chemicals known to the State of California to cause cancer, birth defects, or other reproductive harm

(ii) Product Labeling after August 1, 2018: On all product manufactured after August 1, 2018 Wilson Hunt shall affix a warning to the packaging, labeling, or directly on each Product provided for sale in retail outlets in California that states in at least 6 point type:



MARNING: This product can expose you to lead and phthalates, including di (2-ethylhexyl) phthalate ("DEHP"), which 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.

Wilson Hunt may use this warning, (2.3(a)(ii)), earlier solely in its discretion.

Mail Order Catalog and Internet Sales. In the event that Wilson Hunt sells **(b)** Products via mail order catalog and/or the internet, to customers located in California, after the Effective Date, that are not Reformulated Products, Wilson Hunt shall provide warnings for such

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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(a)(i) and (ii) above.

Mail Order Catalog Warning. After August 1, 2018, 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 can expose you to lead and phthalates, including di (2-ethylhexyl) phthalate ("DEHP"), which 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.

This warning shall not be required on catalogues printed prior to the Effective Date.

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, Wilson Hunt 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 can expose you to lead and phthalates, including di (2-ethylhexyl) phthalate ("DEHP") chemicals which 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.

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, Wilson Hunt must provide a header or footer directing the consumer to the warning language and definition of the designated symbol.

(ii) **Internet Website Warning**

As of the Effective Date, 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:

MARNING: This product can expose you to lead and phthalates, including di (2-ethylhexyl) phthalate ("DEHP"), which 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.

Alternatively, 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, Wilson Hunt may utilize a designated symbol to cross reference the applicable warning with a "designated symbol" which 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 website can expose you to lead and phthalates, including di (2-ethylhexyl) phthalate ("DEHP"), which are known to the State of California to cause cancer and birth defects or other reproductive information harm. For more go www.P65Warnings.ca.gov.

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3. MONETARY SETTLEMENT TERMS

3.1 Civil Penalty

Pursuant to Health and Safety Code section 25249.7(b)(2), and in settlement of all the claims referred to in this Consent Judgment, Wilson Hunt shall pay \$6,500.00 in civil penalties in accordance with this Section. The 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 Wozniak. No later than five (5) days after the Effective Date, Wilson Hunt shall issue two checks payable as set forth below. Within five (5) days of the Effective Date, Wilson Hunt shall send a check in the amount of \$1,625.00 written to "Paul Wozniak, Client Trust Account," and a check in the amount of \$4,875.00 to "OEHHA," to the address for Plaintiff's Counsel provided in Section 3.3 below.

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, Wilson Hunt expressed a desire to resolve Wozniak's fees and costs. Wilson Hunt agrees to pay Wozniak and his counsel under general contract principles, and the private attorney general doctrine codified at California Code of Civil Procedure section 1021.5, reasonable attorney's fees and costs for all work performed through the mutual execution of this agreement, including the reasonable fees and costs incurred as a result of investigating, bringing this matter to Wilson Hunt's attention, negotiating a settlement in the public interest, and seeking court approval of the same. Wilson Hunt agrees to pay \$34,000.00 as reimbursement for costs and fees incurred in this matter. Within five (5) days of the Effective Date, Wilson Hunt shall issue a check to "The Chanler Group" in the amount of \$34,000.00 and shall send it to the address listed in Section 3.3 below.

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

4.1 Wozniak's Release of Proposition 65 Claims

Wozniak, acting on his own behalf and in the public interest, releases Wilson Hunt and its parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees, and attorneys ("Releasees") and each entity to whom Wilson Hunt 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, DINP, DBP, DIDP and lead from the Products manufactured, imported, distributed or sold by Wilson Hunt prior to the Effective Date, as set forth in the Notice and the Supplemental Notice. Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 by Wilson Hunt with respect to the alleged or actual failure to warn about exposures to DEHP, DINP, DBP, DIDP and lead from the Products, as set forth in the Notices. The Parties further understand and agree that this Section 4.1 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 Wilson Hunt.

4.2 Wozniak's Individual Release of Claims

Wozniak, in his individual capacity only and *not* in his representative capacity, also provides a release to Wilson Hunt, 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 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, DIDP and lead in Products manufactured, imported, distributed, or sold by Wilson Hunt 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 Wilson Hunt. Nothing in this Section affects Wozniak's right to commence or prosecute an action under Proposition 65 against a Releasee that does not involve Wilson Hunt's Products.

4.3 Wilson Hunt's Release of Wozniak

Wilson Hunt, 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 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, for any reason, it is not approved and entered by the Court within one year after it has been fully executed by all Parties. Wozniak and Wilson Hunt 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 Wozniak shall draft and file and Wilson Hunt shall support, appearing at the hearing if so requested. If any third-party objection to the motion is filed, Wozniak and Wilson Hunt 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. This severability provision shall not apply if the release portions of this Decree are found to be unenforceable.

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 if any of the provisions of this Settlement Agreement 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 Wilson Hunt shall provide Wozniak with written notice of any asserted change in the law, and shall have no further injunctive 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 Wilson Hunt 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, or Priority Overnight mail return receipt requested; or (iii) a recognized overnight courier to any Party by the other at the following addresses:

To Wilson Hunt: To Wozniak:

Elizabeth V. McNulty
Attn: Proposition 65 Coordinator
Taylor | Anderson LLP
The Chanler Group
20 Irvine, CA 92612
The Chanler Group
2560 Ninth Street
Parker Plaza, Suite 214
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. <u>COUNTERPARTS, FACSIMILE AND PDF 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.

1 **10. COMPLIANCE WITH REPORTING REQUIREMENTS** 2 Wozniak and his counsel agree to comply with the reporting form requirements referenced 3 in California Health and Safety Code section 25249.7(f). 4 11. **MODIFICATION** 5 This Consent Judgment may be modified only by: (i) a written agreement of the Parties 6 and the entry of a modified Consent Judgment by the Court thereon; or (ii) upon a successful 7 motion of any party and the entry of a modified Consent Judgment by the Court thereon. 8 12. **AUTHORIZATION** 9 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 10 11 Consent Judgment. 12 AGREED TO 13 **AGREED TO:** 14 15 WILSON HUNT INTERNATIONAL LTD. 16 Dated: _12/19/2017 By: _____(Print Name) 17 18 (Title) 19 20 21 Dated: 22 23 24 25 26 27 28 12

1	10.	COMPLIANCE WITH REPORTING REQUIREMENTS
2		Wozniak and his counsel agree to comply with the reporting form requirements referenced
3	in California Health and Safety Code section 25249.7(f).	
4	11.	MODIFICATION
5	*	This Consent Judgment may be modified only by: (i) a written agreement of the Parties
6	and the entry of a modified Consent Judgment by the Court thereon; or (ii) upon a successful	
7	motion of any party and the entry of a modified Consent Judgment by the Court thereon.	
8	12.	AUTHORIZATION
9		The undersigned are authorized to execute this Consent Judgment on behalf of their
10	respective Parties and have read, understood, and agreed to all of the terms and conditions of this	
11	Conse	ent Judgment.
12		
13	AGR	EED TO: AGREED TO:
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15	PAUI	L WOZNIAK WILSON HUNT INTERNATIONAL LTD.
16	Dated	. Megan Hunt
17	Dated	(Print Name)
18		Its: Product Safety + Complian
19		(Title) Manager
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21		Dated: Delmyer 3, 2017
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