| 1 | 1 Clifford A. Chanler, State Bar No. 135534 THE CHANLER GROUP | |
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| 3 | Parker Plaza, Suite 214 Berkeley, CA 94710 Telephone: (510) 848 8880 | |
| 4 | Telephone: (510) 848-8880 Facsimile: (510) 848-8118 clifford@chanler.com | |
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| 6 | Attorneys for Plaintiff PETER ENGLANDER | |
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| 8 | SUPERIOR COURT OF THE STATE OF CALIFORNIA | |
| 9 | COUNTY OF MARIN | |
| 10 | UNLIMITED CIVIL JURISDICTION | |
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| 12 | PETER ENGLANDER, | Case No. CIV1800115 |
| 13 | Plaintiff, | [PROPOSED]CONSENT JUDGMENT |
| 14 | | |
| 15 | V. THE HOME DEPOT INC. and DOES 1 | (Health & Safety Code § 25249.6 et seq. and Code of Civil Procedure § 664.6) |
| 16 | THE HOME DEPOT, INC.; and DOES 1-150, inclusive, | |
| 17 | Defendants. | |
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[PROPOSED] CONSENT JUDGMENT AS TO THE HOME DEPOT, INC.

1. INTRODUCTION

1.1 Parties

This Consent Judgment is entered into by and between plaintiff Peter Englander ("Englander") and defendant The Home Depot, Inc. ("Home Depot"), with Englander and Home Depot each referred to individually as a "Party" and collectively as the "Parties."

1.2 Plaintiff

Englander 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

Home Depot 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

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

1.5 Product Description

The products covered by this Consent Judgment are *Glacier Bay White Soft Round Toilet* Seat, UPC# 6932162500095, Sku# 54218 and Glacier Bay White Soft Elongated Toilet Seat UPC# 6932162500118, Sku# 543812 containing DEHP, that are manufactured, imported, distributed, sold and/or offered for sale in California by Home Depot ("Products").

1.6 Notice of Violation

On August 1, 2017, Englander served Home Depot and the requisite public enforcement agencies with a 60-Day Notice of Violation (the "Notice"), alleging that Home Depot 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 January 11, 2018, Englander commenced the instant action, naming Home Depot as one of the defendants for the alleged violations of Proposition 65 that are the subject of the Notice.

1.8 No Admission

Home Depot 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 Home Depot 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 Home Depot of any fact, finding, conclusion of law, issue of law, or violation of law. This Section shall not, however, diminish or otherwise affect Home Depot'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 Home Depot 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.

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

2.1 Reformulation Standard

"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 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/Warning Commitment

As of 60 days after the Effective Date, Home Depot 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 appropriate health hazard warnings per section 2.3, below.

2.3 Product Warnings

As of 60 days after the Effective Date, Home Depot shall provide clear and reasonable warnings 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.** Home Depot 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 can expose you to DEHP, which is 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.

- (b) Internet Sales. In the event that Home Depot sells Products via mail order catalog and/or the internet, to customers located in California, after the Effective Date, that are not Reformulated Products, Home Depot 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).
- (i) 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)

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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 DEHP, which is 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, Home Depot 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 DEHP, which is 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.

3. MONETARY SETTLEMENT TERMS

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, Home Depot shall pay a total of \$12,000 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") and the remaining 25% of the penalty remitted to Englander, as follows: Home Depot shall, within ten business days of the Effective Date, issue the following checks: (1) to "Peter Englander, Client Trust Account"

totaling \$3,000; and (2) to the "Office of Environmental Health Hazard Assessment" totaling \$9,000. Upon receipt, The Chanler Group will then ensure payment to OEHHA. All penalty payments shall be delivered to the address listed in Section 3.3 below. Home Depot shall issue three separate 1099 forms to OEHHA, Englander, and The Chanler Group for the respective amount paid to each under this agreement.

3.2 Reimbursement of Attorneys' Fees and Costs

The Parties acknowledge that Englander 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, Home Depot expressed a desire to resolve Englander's fees and costs. The Parties then negotiated a resolution of the compensation due to Englander 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 and the Court's approval of the same, but exclusive of fees and costs on appeal, if any, Home Depot shall reimburse Englander and his counsel \$30,000. Home Depot shall, within ten business days of the Effective Date issue a check to "The Chanler Group" in the amount of \$30,000, and shall deliver it to the address listed in Section 3.3 below. The reimbursement shall cover all fees and costs incurred by Englander investigating, bringing this matter to Home Depot'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 Englander's Release of Proposition 65 Claims

Englander, acting on his own behalf and in the public interest, releases Home Depot and its parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees, and attorneys ("Releasees") and each entity to whom Home Depot 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 Home Depot prior to the Effective Date, as set forth in the Notice.

4.2 Englander's Individual Release of Claims

Englander, in his individual capacity only and *not* in his representative capacity, also provides a release to Home Depot, 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 Englander of any nature, character or kind, whether known or unknown, suspected or unsuspected, arising out of alleged or actual exposures to DEHP in Products manufactured, imported, distributed or sold by Home Depot before the Effective Date.

4.3 Home Depot's Release of Englander

Home Depot, on its own behalf and on behalf of its past and current agents, representatives, attorneys, successors and/or assignees, hereby waives any and all claims against Englander 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 Englander 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.

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. 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 Englander shall draft and file. If any third-party objection to the motion is filed, Englander and Home Depot agree to work together to address the objection. 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 unless contrary to the intent of the Parties.

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 Home Depot may provide Englander 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 Home Depot 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:

| 1 | To Home Depot: | To Englander: | |
|-----|--|---|--|
| 2 | General Counsel | Attn: Proposition 65 Coordinator | |
| 3 | Home Depot, Inc. 2455 Paces Ferry Road, N.W. | The Chanler Group 2560 Ninth Street | |
| 4 | Atlanta, Georgia 30339 | Parker Plaza, Suite 214 Berkeley, CA 94710-2565 | |
| 5 | With copy to: | | |
| 6 | Jeffrey Margulies, Esq. Norton Rose Fulbright US LLP | | |
| 7 8 | 555 South Flower Street Forty-First Floor Los Angeles, CA 90071 | | |
| 9 | Any Party may, from time to time, specify in writing to the other Party a change of address to | | |
| 10 | which all notices and other communications shall be sent. | | |
| 11 | 9. <u>COUNTERPARTS, FACSIMILE AND PDF SIGNATURES</u> | | |
| 12 | This Consent Judgment may be execute | d in counterparts and by facsimile or portable | |
| 13 | document format (pdf) signature, each of which shall be deemed an original and, all of which, when | | |
| 14 | taken together, shall constitute one and the same document. | | |
| 15 | 10. COMPLIANCE WITH REPORTING | G REQUIREMENTS | |
| 16 | Englander and his counsel agree to com | ply with the reporting form requirements referenced | |
| 17 | in California Health and Safety Code section 25249.7(f). | | |
| 18 | 11. MODIFICATION | | |
| 19 | This Consent Judgment may be modifie | d only by: (i) a written agreement of the Parties and | |
| 20 | the entry of a modified Consent Judgment by the Court thereon; or (ii) upon a successful motion of | | |
| 21 | any party and the entry of a modified Consent Judgment by the Court thereon. | | |
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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:

PETER ENGLANDER

Dated: 6/28/2018

THE HOME DEPOT, INC.

y: Arm Plant Name

s: <u>/-/5x, >62 ·</u> (Title)

Dated: 6/18/18