1 2 3 4 5 6	THE CHANLER GROUP 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710-2565 Telephone: (510) 848-8880 Facsimile: (510) 848-8118 Email: laralei@chanler.com  Attorneys for Plaintiff	
7 8 9 10	SHEPPARD MULLIN Sheppard Mullin Richter & Hampton LLP 333 South Hope Street, 43rd Floor Los Angeles, CA 90071-1422 Telephone: (213) 620-1780	
<ul><li>11</li><li>12</li></ul>	ELECTRO TAPE SPECIALTIES, INC.	
13 14 15	SUPERIOR COURT OF THE STATE OF CALIFORNIA  CITY AND COUNTY OF SAN FRANCISCO  UNLIMITED CIVIL JURISDICTION	
16		(IDDICTION)
17 18	LAURENCE VINOCUR, Case	e No. CGC18566420 OPOSED]
19		NSENT JUDGMENT
20	Cal.	Health & Safety Code § 25249.6 et seq. Cal. Code Civ. Proc. § 664.6
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<ul><li>24</li><li>25</li></ul>		
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# 1. <u>INTRODUCTION</u>

#### 1.1 Parties

This Consent Judgment is entered into by and between plaintiff Laurence Vinocur ("Vinocur") and defendant Electro Tape Specialties, Inc. ("Electro Tape"), with Vinocur and Electro Tape each individually referred to as a "Party" and collectively as the "Parties."

#### 1.2 Plaintiff

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

#### 1.3 Defendant

Electro Tape 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 § 25249.6 *et seq.* ("Proposition 65").

### 1.4 General Allegations

Vinocur alleges that Electro Tape has manufactured, imported, distributed, shipped, sold and/or offered for sale in the State of California vinyl/PVC electrical tape that contains concentrations of di(2-ethylhexyl)phthalate ("DEHP") above the allowable state limits without first providing the exposure warning required by Proposition 65. DEHP is listed pursuant to Proposition 65 as chemicals known to the State of California to cause birth defects or other reproductive harm.

# 1.5 Product Description

For purposes of this Consent Judgment, "Products" are defined as vinyl/PVC electrical tape containing DEHP including, but not limited to, *Electro 60 Vinyl Electrical Tape, Cat No. 1506, UPC* #0 74508 15068 0, that are manufactured, purchased for resale or imported by Electro Tape.

#### 1.6 Notice of Violation

On January 17, 2018, Vinocur served Electro Tape and the requisite public enforcement agencies with a "60-Day Notice of Violation" (the "Notice") that provided the recipients with notice of alleged violations of Proposition 65 based on Electro Tape's alleged failure to warn its customers and consumers that its Products expose users in California to DEHP. No public enforcer has

commenced or is prosecuting an action to enforce the violations alleged in the Notice.

### 1.7 Complaint

On May 9, 2018, Vinocur filed the instant action ("Complaint"), naming Electro Tape as a defendant for the alleged violations of Proposition 65 that are the subject of the Notice.

#### 1.8 No Admission

Electro Tape denies all factual and legal allegations contained in the Notice and Complaint. It maintains that all products that it has sold and/or offered for sale in California, including the Products, have been and are in compliance with all federal, state, or local laws. Nothing in this Consent Judgment shall be construed as, nor shall compliance with this Consent Judgment constitute or be construed as, an admission by Electro Tape of any fact, finding, conclusion of law, issue of law or violation of law. However, this Section shall not diminish or otherwise affect Electro Tape's obligations, responsibilities and duties under this Consent Judgment.

#### 1.9 Consent to Jurisdiction

For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over Electro Tape as to the allegations contained in the Complaint, that venue is proper in the City and County of San Francisco, and that this Court has jurisdiction to enter and enforce the provisions of this Consent Judgment pursuant to Proposition 65 and Code of Civil Procedure § 664.6.

#### 1.10 Effective Date

For purposes of this Consent Judgment, the term "Effective Date" means the date on which the Court approves this Consent Judgment.

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

As of September 1, 2018, and continuing thereafter, all Products manufactured on or after September 1, 2018 which Electro Tape ships, sells, offers for sale, or distributes for sale in California shall either: (a) be Reformulated Products pursuant to the definition in Section 2.1, below; or (b) have a clear and reasonable warning pursuant to Section 2.2, below.

#### 2.1 Reformulated Standard

"Reformulated Products" are defined as Products that contain (i) DEHP in a concentration not greater than 0.1 percent (1,000 parts per million) when analyzed by a laboratory accredited by

the State of California, a federal agency, or a nationally recognized accrediting organization. For purposes of compliance with this reformulation standard, testing samples shall be prepared and extracted using Consumer Product Safety Commission ("CPSC") methodology CPSC-CH-C1001.09.3 and analyzed using U.S. Environmental Protection Agency ("EPA") methodology 8270C, or other methodologies utilized by federal or state government agencies to determine phthalate content in a solid substance.

## 2.2 Consumer Product Exposure Warning

**2.2.1 Warning Content**. As of September 1, 2018, for all Products shipped, sold, offered for sale or distributed for sale in California other than Reformulated Products, Electro Tape shall provide clear and reasonable Consumer Product Exposure Warnings that state:

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

-or-

▲WARNING: Reproductive Harm – www.P65Warnings.ca.gov.

2.2.2 Warning Placement. Electro Tape shall affix, or cause to be affixed, the Consumer Product Exposure Warning to the packaging, labeling or directly on any Products that are not Reformulated Products which are distributed, shipped, sold or offered for sale within California. 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 California consumer or user understands to which *specific* Product(s) the warning applies, so as to minimize the risk of consumer confusion. By entering into this Consent Judgment, the Parties do not intend to expand or restrict any obligations or responsibilities that may be imposed upon Electro Tape by laws other than Proposition 65, nor do the Parties intend this Consent Judgment to affect any defenses available to Electro Tape under laws other than Proposition 65.

# 3. MONETARY SETTLEMENT TERMS

### 3.1 Civil Penalty Payments

Pursuant to Health & Safety Code § 25249.7(b), in settlement of all the claims alleged in the Notice and Complaint or referred to in this Consent Judgment, Electro Tape shall pay a total civil penalty in the amount of \$4,000 within five business days of the Effective Date by issuing two separate checks payable as follows: (a) "OEHHA" in the amount of \$3,000; and (b) "Laurence Vinocur Client Trust Account" in the amount of \$1,000. The civil penalty payment will be allocated in accordance with Health & Safety Code § 25249.12(c)(1) & (d), with Vinocur remitting 75% of the funds to the California Office of Environmental Health Hazard Assessment ("OEHHA") and retaining the remaining 25% of the penalty.

# 3.2 Reimbursement of Attorney's Fees and Costs

The parties acknowledge that Vinocur 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 this fee issue to be resolved after the material terms of this Consent Judgment had been settled. Vinocur then expressed a desire to resolve the fee and cost issue shortly after the other settlement terms had been finalized. The Parties then attempted to (and did) reach an accord on the compensation due to Vinocur and his counsel under general contract principles and the private attorney general doctrine codified at Code of Civil Procedure § 1021.5, for all work performed through court approval of this Consent Judgment to inform Electro Tape of the allegations in the Notice and resolve this matter in the public interest. Electro Tape shall tender a check payable to "The Chanler Group" in the amount of \$27,500 within five business days of the Effective Date.

### 3.3 Payment Procedures

All payments pursuant to Sections 3.1 and 3.2 shall be delivered to the following payment

address: The Chanler Group

Attn: Proposition 65 Controller

2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710

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

### 4.1 Vinocur's Public Release of Proposition 65 Claims

Vinocur, acting on his own behalf and in his representative capacity as an enforcer of the public interest on behalf of the people of California, releases Electro Tape and its parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees, and attorneys ("Releasees") and each entity to whom it directly or indirectly distributes or sells the Products including, but not limited to, its downstream distributors, wholesalers, customers, retailers, franchisers, resellers, cooperative members, licensors and licensees ("Downstream Releasees") for any actions, causes of action, obligations, costs, expenses, attorneys' fees, damages, losses, claims, liabilities, demands, or violations of any nature, character or kind, whether known or unknown, suspected or unsuspected, arising under Proposition 65 for alleged or actual exposures to DEHP from Products prior to the Effective Date, as set forth in the Notice.

#### 4.2 Vinocur's Individual Release of Claims

Vinocur, in his individual capacity only and *not* in his representative capacity, also provides a release to Electro Tape, 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 Vinocur of any nature, character or kind, whether known or unknown, suspected or unsuspected, arising out of alleged or actual exposures to DEHP from Products prior to the Effective Date.

## 4.3 Electro Tape's Release of Vinocur

Electro Tape, on its own behalf, and on behalf of its past and current agents, representatives, attorneys, successors, and assignees, releases any and all claims against Vinocur and his attorneys and other representatives, for any and all actions taken or statements made by Vinocur and his attorneys and other representatives, whether in the course of investigating claims, otherwise seeking to enforce Proposition 65 against it in this matter or with respect to Products.

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### 5. COURT APPROVAL

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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 the Parties.

### 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.

### 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 as to the Products or DEHP, then Electro Tape may provide written notice to Vinocur of the 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.

# 8. <u>NOTICES</u>

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

20 For Electro Tape: For Vinocur:

Whitney Jones Roy, Esq.
 Sheppard, Mullin, Richter & Hampton LLP
 333 South Hope Street
 Forty-Third Floor
 Los Angeles, CA 90071
 The Chanler Group
 Attention: Prop 65 Coordinator
 2560 Ninth Street
 Parker Plaza Suite 214
 Berkeley CA, 94710

Any Party may, from time to time, specify in writing to the other, a change of address to which all notices and other communications shall be sent.

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# 9. <u>COUNTERPARTS; FACSIMILE/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.

# 10. POST EXECUTION ACTIVITIES

Vinocur agrees to comply with the reporting form requirements referenced in California Health & Safety Code § 25249.7(f). The Parties further acknowledge that, pursuant to Health and Safety Code § 25249.7(f), a noticed motion is required to obtain judicial approval of this Consent Judgment. Vinocur and Electro Tape agree to support the entry of judgment pursuant to terms of this Consent Judgment, and to obtain judicial approval of this Consent Judgment in a timely manner.

# 11. <u>MODIFICATION</u>

This Consent Judgment may be modified only by: (i) a written agreement of the Parties and entry of a modified consent judgment thereon by the Court; or (ii) a successful motion or application of any Party, and the entry of a modified consent judgment thereon by the Court.

# 12. <u>AUTHORIZATION</u>

The undersigned are authorized to execute this Consent Judgment on behalf of their respective Parties and have read, understood and agree to all of the terms and conditions of this Consent Judgment.

19	AGREED TO:	AGREED TO:
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21	Date: 5/9/2018	Date:
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23	$\mathcal{O}$ ()	
24	By: Oanere	By:
25	Laurence Vinocur	Darren J. Miller, President Electro Tape Specialties, Inc.

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The undersigned are authorized to execute this Consent Judgment on behalf of their respective Parties and have read, understood and agree to all of the terms and conditions of this Consent Judgment.

AGREED TO:	AGREED TO:
Date:	Date: 5/8/18
By: Laurence Vinocur	By:  Darren J. Miller, President Electro Tape Specialties, Inc.