1 2 3 4 5 6 7 8 9	Clifford A. Chanler, State Bar No. 135534 THE CHANLER GROUP 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710 Telephone: (510) 848-8880 Facsimile: (510) 848-8118 clifford@chanler.com Kimberly Gates Johnson, State Bar No. 282369 GATES JOHNSON LAW 2822 Moraga Street San Francisco, CA 94122 Telephone (628) 219-7750 kimberly@gatesjohnson.com Attorneys for Plaintiff JOHN MOORE	
11	SUPERIOR COURT OF THE STATE OF CALIFORNIA COUNTY OF SAN FRANCISCO	
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13	UNLIMITED CIVIL JURISDICTION	
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16	JOHN MOORE,	Case No. CGC-18-568422
17	Plaintiff,	CONSENT JUDGMENT
18	V.	(Health & Safety Code § 25249.6 et seq. and Code of Civil Procedure § 664.6)
19	CASCADE DESIGNS, INC.et al.,	
20	Defendants.	
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CONSENT JUDGMENT

1. <u>INTRODUCTION</u>

1.1 Parties

This Consent Judgment is entered into by and between plaintiff John Moore ("Moore") and defendant Cascade Designs, Inc. (Cascade Designs), with Moore and Cascade Designs each referred to individually as a "Party" and collectively as the "Parties."

1.2 Plaintiff

Moore 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 products.

1.3 Defendant

Cascade Designs 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 § 25249.5 *et seq.* (Proposition 65).

1.4 General Allegations

Moore alleges that Cascade Designs manufactures, imports, sells and/or distributes for sale in California vinyl/PVC pot lifter grips containing di(2-ethylhexyl)phthalate (DEHP), and that it does so without providing the health hazard warning that Moore alleges is required by Proposition 65. DEHP is listed pursuant to Proposition 65 as a chemical 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 limited to the MSR Litelifter Ultralight Aluminum Pot Lifter, SKU #321182, ART#80-707, UPC #0 09464 221182 5 (hereinafter the "Products") that are manufactured, imported, distributed, sold and/or offered for sale in California by Cascade Designs.

1.6 Notice of Violation

On March 21, 2018, Moore served Cascade Designs and the requisite public enforcement agencies with a 60-Day Notice of Violation (the Notice), alleging that Cascade Designs violated Proposition 65 when it failed to warn its customers and consumers in California that the Products

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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 July 26, 2018, Moore commenced the instant action ("Complaint"), naming Cascade Designs as one of the defendants for the alleged violations of Proposition 65 that are the subject of the Notice.

1.8 No Admission

Cascade Designs 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, nor shall compliance with this Consent Judgment constitute or be construed as, an admission by Cascade Designs of any fact, finding, conclusion of law, issue of law, or violation of law. This section shall not, however, diminish or otherwise affect Cascade Designs' 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 Cascade Designs as to the allegations contained in the Complaint, that venue is proper in the County of San Francisco, 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 § 664.6.

1.10 Effective Date

For purposes of this Consent Judgment, the term "Effective Date" shall mean the date this Consent Judgment is approved by the Court, including an unopposed tentative ruling.

2. INJUNCTIVE RELIEF: REFORMULATION OR WARNINGS

2.1 Commitment to Reformulate or Provide Warnings

Commencing on the Effective Date and continuing thereafter, Cascade Designs shall only manufacture, import, sell or distribute for sale in California Products that are either: (a)

Reformulated Products as defined by Section 2.2; or (b) Products that are labeled with a clear and reasonable warning as set forth under Sections 2.3 through 2.6.

2.2 Reformulation Standard

"Reformulated Products" are Products containing DEHP in concentrations of less than 0.1 percent (1,000 parts per million) in each accessible component 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 8270D, or other methodologies utilized by federal or state government agencies to determine phthalate content in a solid substance.

2.3 Clear and Reasonable Warnings

Commencing on or before the Effective Date, Cascade Designs shall continue to provide clear and reasonable warnings for all Products provided for sale to customers in California in accordance with this Section and/or Title 27, California Code of Regulations, § 25600, et seq., as amended from time to time. 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 and shall be provided in a manner such that it is clearly associated with the specific Product to which the warning applies.

(a) Warning. The warning shall consist of the following statement (Warning):

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

(b) Short-Form Warning. Cascade Designs may, but is not required to, use the following short-form warning as set forth in this subsection 2.3(b) (Short-Form Warning), and subject to the additional requirements in Sections 2.5 and 2.6, as follows:

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

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2.4 Product Warnings

Cascade Designs shall affix a warning to the Product label or otherwise directly on each Product provided for sale in retail outlets in California or sold via mail order catalog and/or the internet to customers located in California. For the purpose of this agreement, "Product label" means a display of written, printed or graphic material that is printed on or affixed to a Product or its immediate container or wrapper. The entire warning shall appear in a type size of at least 6-point type and no smaller than the largest type size used for other consumer information on the product. The warning shall consist of either the Warning, or the Short-Form Warning described in subsection 2.3(a) or (b), respectively.

2.5 Mail Order Catalog Warnings

In the event that, after the Effective Date, Cascade Designs prints new catalogs and sells Products via mail order through such catalogs to customers located in California, Cascade Designs shall provide a warning for each Product both on the Product label in accordance with Section 2.4, 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(b) if the warning provided on the Product label also uses the Short-Form Warning content.

2.6 Internet Warnings

If, after the Effective Date, Cascade Designs sells Products via the internet to customers located in California, Cascade Designs shall provide warnings for each Product both on the Product label in accordance with Section 2.4, and by prominently displaying the warning to the customer prior to completing the purchase or during the purchase of the Products without requiring customers to seek out the warning. Warnings given in conjunction with the sale of the Products via the internet shall appear either: (i) on the same web page on which the Product is displayed; (ii) on the same web page as the order form for the Product; or (iii) on one or more web pages displayed to a purchaser during the checkout process. The warning shall appear in any of the above instances

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adjacent to or immediately following the display or description of the Product for which it is given in the same type size or larger than the Product description text. The internet warning may use the Short-Form Warning content described in Section 2.3(b) if the warning provided on the Product label also uses the Short-Form Warning content. Cascade Designs may also comply with this section by providing the warning using a clearly marked hyperlink that includes the word "WARNING" on the same web page and in the same location as the display and/or description of the Product.

2.7 Additional Information Regarding Warnings and Transmission

Should the State or Federal Government amend or adopt new statutes or regulations regarding warning text and/or transmission methods affecting the Products at issue by varying from the text and methods detailed in the preceding Sections 2.3 through 2.6, for all Products that do not qualify as Reformulated Products, Cascade Designs may comply with this judgment by using such warning text and transmission methods, as set forth in the modified 27 Cal. Code Regs. § 25601 *et seq.*, as amended from time to time, or by complying with those other text or methods authorized or mandated by new regulations or legislation.

3. MONETARY SETTLEMENT TERMS

3.1 Civil Penalty Payments

Pursuant to Health and Safety Code § 25249.7(b), and in settlement of all claims referred to in the Notice, Complaint, and this Consent Judgment, Cascade Designs agrees to pay \$2,000 in civil penalties. Cascade Designs' civil penalty payment will be allocated according to Health and Safety Code § 25249.12(c)(1) and (d), with seventy-five percent (75%) of the penalty paid to the California Office of Environmental Health Hazard Assessment (OEHHA), and the remaining twenty-five percent (25%) of the penalty payment retained by Moore. Cascade Designs shall issue its payment in two checks made payable to (a) "OEHHA" in the amount of \$1,500; and (b) "John Moore, Client Trust Account" in the amount of \$500. Moore's counsel shall be responsible for delivering OEHHA's portion of the penalty payment.

3.2 Reimbursement of Attorneys' Fees and Costs

The parties acknowledge that Moore and his counsel offered to resolve this dispute without reaching terms on their fees and costs. Shortly after the other settlement terms had been finalized, the Parties negotiated the compensation to be paid to Moore 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 Consent Judgment and court approval of the same, but exclusive of fees and costs on appeal, if any. Cascade Designs agrees to pay \$25,000 by a check made payable to "The Chanler Group" for all fees and costs incurred investigating, bringing this matter to Cascade Designs' attention, litigating, and negotiating a settlement in the public interest.

3.3 Payment Timing; Payments Held in Trust

All payments due under this Consent Judgment shall be held in trust until the Court approves the Parties' settlement. Cascade Designs shall deliver its civil penalty and attorneys' fee reimbursement payments to its counsel within fifteen (15) days of the date that this Consent Judgment is fully executed by the Parties. Cascade Designs' counsel shall provide Moore's counsel with written confirmation following its receipt of the settlement funds. Thereafter, Cascade Designs' counsel shall hold the settlement funds in trust until the Court grants the motion for approval of this Consent Judgment contemplated by Section 5 and shall disburse the funds to Moore's counsel within five (5) days after the Effective Date.

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

4. CLAIMS COVERED AND RELEASED

4.1 Moore's Release of Proposition 65 Claims

Moore, acting on his own behalf and in the public interest, releases Cascade Designs and its parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees, and

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attorneys (Releasees) and each entity to whom Cascade Designs 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 Cascade Designs prior to the Effective Date, as set forth in the Notice. Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 by Cascade Designs with respect to the alleged or actual failure to warn about exposures to DEHP from Products manufactured, sold or distributed for sale by Cascade Designs after the Effective Date.

4.2 Moore's Individual Release of Claims

Moore, in his individual capacity only and *not* in his representative capacity, also provides a release to Cascade Designs, 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 Moore 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 Cascade Designs before the Effective Date. Nothing in Section 4 affects Moore's right to commence or prosecute an action under Proposition 65 against a Releasee or Downstream Releasee that does not involve Cascade Designs' Products.

4.3 Cascade Designs' Release of Moore

Cascade Designs, 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 Moore 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 Moore 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.

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5. COURT APPROVAL

This Consent Judgment 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. Moore and Cascade Designs 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 § 25249.7(f)(4), a noticed motion is required for judicial approval of this Consent Judgment, which motion Moore shall draft and file. In furtherance of obtaining such approval, the Parties agree to mutually employ their best efforts, and those of their counsel, to support the entry of this agreement as a judgment, and to obtain judicial approval of their settlement in a timely manner. For purposes of this section, "best efforts" shall include, at a minimum, supporting the motion for approval, responding to any objection that any third-party may file or lodge, and appearing at the hearing before the Court if so requested.

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, preempted, or is otherwise rendered inapplicable by reason of law generally, or as to the Products, then Cascade Designs may provide Moore 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 Cascade Designs 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 1 2 following addresses: 3 To Cascade Designs: To Moore: 4 Eric Hobbs, General Counsel Attn: Proposition 65 Coordinator Cascade Designs, Inc. The Chanler Group 5 4000 1st Avenue S. 2560 Ninth Street Seattle, WA 98134 Parker Plaza, Suite 214 6 Berkeley, CA 94710-2565 With a Copy To: 7 Bruce Nye, Esq. 8 Sacll Rasmussen 1901 Harrison Street, 14th Floor 9 Oakland, CA 94612 Any Party may, from time to time, specify in writing to the other Party a change of address to 10 11 which all notices and other communications shall be sent. 12 9. COUNTERPARTS, FACSIMILE AND PDF SIGNATURES 13 This Consent Judgment may be executed in counterparts and by facsimile or portable 14 document format (pdf) signature, each of which shall be deemed an original and, all of which, when 15 taken together, shall constitute one and the same document. 16 10. COMPLIANCE WITH REPORTING REQUIREMENTS 17 Moore and his counsel agree to comply with the reporting form requirements referenced in 18 California Health and Safety Code § 25249.7(f). 19 11. **ENTIRE AGREEMENT** 20 This Consent Judgment contains the sole and entire agreement and understanding of the 21 Parties with respect to the entire subject matter hereof, and any and all prior discussions, 22 negotiations, commitments, or understandings related thereto, if any, are hereby merged herein and 23 therein. There are no warranties, representations, or other agreements between the Parties except as 24 expressly set forth herein. No representations, oral or otherwise, express or implied, other than those 25 specifically referred to in this Consent Judgment have been made by any Party hereto. No other

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exist or to bind any of the Parties hereto.

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agreements not specifically contained or referenced herein, oral or otherwise, shall be deemed to

12. MODIFICATION

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

13. <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:

Date: 4/19/2019

Date: 04.18.2019

By: JOHN MOORE

{DefSignatory}

CASCADE DÉSIGNS, INC.