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3	Telephone: (650) 219 3187 Email: brian@gaffneylegal.com	
4	Email: <u>brian@garmeylegal.com</u>	
5	Fredric Evenson (State Bar No. 198059) ECOLOGY LAW CENTER	
6	P.O. Box 1000	
7	Santa Cruz, California 95061 Telephone: (831) 454-8216	
8	Email: evenson@ecologylaw.com	
9	Counsel for Plaintiff ECOLOGICAL RIGHTS FOUNDATION	
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11	SUPERIOR COURT OF THE S COUNTY OF SAN	
12	ECOLOGICAL RIGHTS FOUNDATION,	Case No. CGC-19-579995
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14	Plaintiff, v.	Case No. CGC-19-580009
15	MONOPRICE, INC., et al.,	[PROPOSED] CONSENT JUDGMENT
16	Defendants.	AS TO DEFENDANTS AFINIA 3D AND MICROBOARDS TECHNOLOGY LLC
17	ECOLOGICAL RIGHTS FOUNDATION,	
18	Plaintiff, v.	
19	3D PRINT OF NORTH AMERICA, INC., et al.,	
20	Defendants.	
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2	1. INTRODUCTION	

1.1 On October 15, 2019, the Ecological Rights Foundation ("ERF") acting on behalf of itself and the general public, filed Complaints for civil penalties and injunctive relief ("Complaint") in San Francisco Superior Court, Case Nos. CGC-19-579995 and CGC-19-580009 against defendants AFINIA 3D AND MICROBOARDS TECHNOLOGY LLC (referred to collectively herein as "Defendants"). The Complaints allege, among other things, that Defendants violated provisions of the Safe Drinking Water and Toxic Enforcement Act of 1986,

Health and Safety Code Sections 25249.5, et seq. ("Proposition 65") by failing to give clear and reasonable warnings to those residents of California who use 3d printers and filaments incorporating a styrene monomer including acrylonitrile-butadiene-styrene (ABS) filaments, polycarbonate ABS (PC-ABS) filaments, and high impact polystyrene (HIPS) filaments (3d printers and filaments incorporating a styrene monomer collectively hereinafter referred to as "Covered Products"). The Complaints further allege that use of such Covered Products expose people to Styrene, a chemical known to the State of California to cause cancer. The Complaints were based upon 60-Day Notice letters, sent by ERF on April 24, 2019 to Defendants, the California Attorney General, all District Attorneys, and all City Attorneys with populations exceeding 750,000.

Defendants are businesses that employ more than ten persons, and manufacture, distribute, and sell Covered Products. 3d printers that Defendants distribute, market and sell heat the above-identified filaments and thus release Styrene into the air. Styrene filaments that Defendants distribute, market and sell - when heated in the operation of 3d printers or 3d pens - release Styrene into the air. People using the Covered Products, and others standing in the same room, inhale styrene in the normal course of use. Pursuant to Health and Safety Code Section 25249.8, Styrene is a chemical known to the State of California to cause cancer. ERF alleges that Covered Products that are manufactured, distributed or sold by Defendants for use in California require a warning under Proposition 65, pursuant to Health and Safety Code Section 25249.6. For purposes of this Consent Judgment, the parties stipulate that this Court has jurisdiction over the allegations of violations contained in the Complaint and personal jurisdiction over Defendants, that venue is proper in the County of San Francisco, and that this Court has jurisdiction to enter this Consent Judgment as a full settlement and resolution of the allegations contained in the Complaint.

1.2 This Consent Judgment resolves claims that are denied and disputed. The parties enter into this Consent Judgment pursuant to a full and final settlement of any and all claims between the parties for the purpose of avoiding prolonged litigation. This Consent Judgment

shall not constitute an admission with respect to any material allegation of the Complaint, each and every allegation of which Defendants deny, nor may this Consent Judgment, or compliance with it, be used as evidence of any wrongdoing, misconduct, culpability or liability on the part of Defendants.

1.3 The term "Effective Date" means the date that this Consent Judgment is entered by the Court.

2. INJUNCTIVE RELIEF

2.1 Warnings on Covered Products

As of the Effective Date, for all Covered Products manufactured, distributed or offered for sale in California, Defendants shall include the appropriate following warning statements for 3D printers and filaments:

▲ WARNING: This 3D Printer - when used with a styrene filament (ABS / HIPS / or PC-ABS) - can expose you and others in the same room to styrene, a chemical known to the State of California to cause cancer. www.P65Warnings.ca.gov

ALWAYS OPERATE THIS PRODUCT IN A WELL-VENTILATED AREA.

▲ WARNING: This Filament - when used in the operation of 3D Printers or 3D Pens - can expose you and others in the same room to styrene, a chemical known to the State of California to cause cancer. www.P65Warnings.ca.gov.

ALWAYS OPERATE THIS PRODUCT IN A WELL-VENTILATED AREA.

The warning statements shall be affixed to or printed on the Covered Products and their packaging, printed in the Covered Products' instruction booklets (if any), and included in any online material promoting the Covered Products. The warnings shall be displayed with such conspicuousness, as compared with other words, statements, designs, or devices as to render them likely to be read and understood by an ordinary individual under customary conditions of purchase or use. Warnings may be contained in the same section of the instruction booklets that contain other safety warnings concerning the use of the Covered Products. The type size of the warning must be legible, and no smaller than any other warning provided with the Covered

Products, and in no case less than twelve (12) point font.

The words "WARNING" and "ALWAYS USE THIS PRODUCT IN A WELL-VENTILATED AREA" shall be in upper case letters and bold as in the above warnings in this paragraph. The warning symbol to the left of the word "WARNING" must be a black exclamation point in a yellow equilateral triangle with a black outline.

2.2 Notice to Downstream Releasees

No later than 14 days following the Effective Date, Defendants shall provide notice by mail on its letterhead to all its distributors, wholesalers, customers, retailers, franchisees, cooperative members, and licensees of the Covered Products during the past three years ("Downstream Defendant Releasees") as follows:

This letter is sent as a **notice and warning** that your California sales inventory may include the below Covered Products which may expose users to styrene, a chemical known to the State of California to cause cancer:

Afinia H400+ 3D Printer

Afinia H+1 3D Printer

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Afinia H400 3D Printer

16 | Afinia H800+(PLUS) 3D Printer

ABS Premium 1.75 Filament, 1kg(2x500g), White

ABS Premium 1.75 Filament, 1kg(2x500g), Black

ABS Premium 1.75 Filament, 1kg(2x500g), Red

ABS Premium 1.75 Filament, 1kg(2x500g), Blue

ABS Premium 1.75 Filament, 1kg(2x500g), Yellow

ABS Premium 1.75 Filament, 1kg(2x500g), Green

ABS PLUS Premium 1.75 Filament, 1000g, White

21 ABS PLUS Premium 1.75 Filament,1000g,Black

ABS PLUS Premium 1.75 Filament, 1000g, Red

ABS PLUS Premium 1.75 Filament, 1000g, Blue

ABS PLUS Premium 1.75 Filament, 1000g, Yellow

ABS PLUS Premium 1.75 Filament, 1000g, Green

ABS PLUS Premium 1.75 Filament, 1000g, 6-Pack, Blk, Wht, Red, Ylw, Blu, Grn

The notice provided by Defendants pursuant to this section shall also instruct the Downstream Defendant Releasees that they must attach stick on labels to the front of Covered Products in the inventory of the Downstream Defendant Releasees. The stick-

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on labels provided by Defendants shall comply with Sections 2.1 above. Defendants shall provide such stick-on labels in sufficient quantity and for sufficient duration to meet the inventory needs of each Downstream Defendant Releasee.

3. SETTLEMENT PAYMENTS

3.1 Civil Penalties and Payments In Lieu of Penalties

Pursuant to Health and Safety Code section 25249.7(b)(2), Defendants shall pay \$23,000.00 in civil penalties. The penalty payment will be allocated in accordance with California Health and Safety Code section 25249.12(c)(1) & (d), with 75% of the penalty amount remitted to the California Office of Environmental Health Hazard Assessment ("OEHHA") and the remaining 25% of the penalty amount paid to Ecological Rights Foundation. Defendant will provide these payments in two checks for the following amounts made payable to: 1) "OEHHA" in the amount of \$17,250.00 and 2) "Ecological Rights Foundation" in the amount of \$5,750.00.

The payments to OEHHA and Ecological Rights Foundation shall be sent no later than 10 days after the Effective Date. All payments shall be sent via USPS certified mail, return receipt requested, to the following addresses:

All payments to Ecological Rights Foundation shall be delivered to:

Fredric Evenson 109 Quarry Lane Santa Cruz, CA 95060

The payment to OEHHA shall be delivered to:

Mike Gyurics Fiscal Operations Branch Chief Office of Environmental Health Hazard Assessment P.O. Box 4010 Sacramento, CA 95812-4010

3.2 Attorneys' Fees and Litigation Costs

Defendants shall reimburse ERF's counsel for \$30,000 in ERF's fees and costs incurred as a result of investigating and bringing this matter to Defendants' attention, and negotiating a settlement in the public interest. The payment shall be made payable to "Brian Gaffney Attorney Client Trust Account" and sent no later than fourteen (14) days

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after the Effective Date via USPS certified mail, return receipt requested, to the following address:

LAW OFFICES OF BRIAN GAFFNEY, A Professional Corporation 446 Old County Road, Suite 100-310 Pacifica, California 94044

4. **RELEASE OF ALL CLAIMS**

4.1 Release of Defendants

ERF acting on its own behalf and on behalf of its past and current agents, representatives, attorneys, successors and/or assignees (all of whom, collectively, are defined as the "ERF Releasors"), releases Defendants, and its parents, subsidiaries, affiliated entities, marketplaces directors, officers, agents, employees, attorneys and each entity to whom Defendants directly or indirectly distributes or sells the Covered Products, including but not limited to, downstream distributors, wholesalers, customers, retailers, franchisees, cooperative members and licensees and all other upstream and downstream entities in the distribution chain, and the predecessors, successors, and assigns of any of them (collectively, the "Releasees"), from all claims for violations of Proposition 65 through the Effective Date based on failure to warn about alleged exposures to Styrene from use of the Covered Products. This settlement is a full, final and binding resolution of all claims that were or could have been asserted against Defendants, and/or the Releasees for failure to provide warnings for alleged exposures to chemicals contained in the Covered Products.

In further consideration of the promises and agreements herein contained, and for the payment to be made pursuant to Section 3 above, the ERF Releasors provide a release herein 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 against Defendants and/or any of the Releasees of any nature, character, or kind, whether known or unknown, suspected or unsuspected, limited to and arising out of the alleged or actual exposure to Proposition 65 chemicals from use of the Covered Products.

4.2 **Defendants' Release of ERF**

Defendants, on behalf of themselves and the Releasees, hereby waives any and all claims against ERF and the ERF Releasors for any and all actions taken or statements made (or those that could have been taken or made) by ERF and/or its attorneys and other representatives, whether in the course of investigating claims or otherwise seeking to enforce Proposition 65 against it in this matter or with respect to the Covered Products.

4.3 California Civil Code Section 1542

It is possible that other claims not known to the Parties arising out of the facts alleged in the Notice and relating to the Covered Products will develop or be discovered. ERF on behalf of itself only, on one hand, and Defendants, on the other hand, acknowledge that this Agreement is expressly intended to cover and include all such claims up through the Effective Date, including all rights of action therefor. The Parties acknowledge that the claims released in Sections 4.1 and 4.2 above may include unknown claims, and nevertheless waive California Civil Code section 1542 as to any such unknown claims. California Civil Code section 1542 reads as follows:

A general release does not extend to claims that the creditor or releasing party does not know or suspect to exist in his or her favor at the time of executing the release, and that if known by him or her, would have materially affected his or her settlement with the debtor or released party.

ERF and Defendants each acknowledge and understand the significance and consequences of this specific waiver of California Civil Code section 1542.

5. **ENFORCEMENT OF JUDGMENT**

5.1 The terms of this Consent Judgment shall be enforced exclusively by the parties hereto. The parties may, by noticed motion or order to show cause before the Superior Court of San Francisco County, giving the notice required by law, enforce the terms and conditions contained herein. In the event that a dispute arises with respect to any of the provisions of this Consent Judgment, the Parties shall meet and confer within 10 days after either Party receives written notice of an alleged violation of this Agreement. In any proceeding brought by either party to enforce this Consent Judgment, such party may seek whatever fines, costs, penalties or

remedies as may be provided by law for any violation of Proposition 65 or this Consent Judgment.

6. MODIFICATION OF JUDGMENT

6.1 This Consent Judgment may be modified only upon written agreement of the parties and upon entry of a modified Consent Judgment by the Court thereon, or upon motion of any party as provided by law and upon entry of a modified Consent Judgment by the Court.

7. TERMINATION AND RETENTION OF JURISDICTION

7.1 This Court shall retain jurisdiction of this matter to implement and enforce the terms this Consent Judgment.

8. <u>AUTHORITY TO STIPULATE</u>

8.1 Each signatory to this Consent Judgment certifies that he or she is fully authorized by the party he or she represents to enter into this Consent Judgment and to execute it on behalf of the party represented and legally to bind that party.

9. SERVICE ON THE ATTORNEY GENERAL

9.1 ERF shall serve a copy of this Consent Judgment, signed by both parties, on the California Attorney General on behalf of the parties so that the Attorney General may review this Consent Judgment prior to its submittal to the Court for approval. No sooner than forty five (45) days after the Attorney General has received the aforementioned copy of this Consent Judgment, and in the absence of any written objection by the Attorney General to the terms of this Consent Judgment, the parties may then submit it to the Court for approval.

10. ENTIRE AGREEMENT

10.1 This Consent Judgment contains the sole and entire agreement and understanding of the parties with respect to the entire subject matter hereof and any and all prior discussions, negotiations, commitments and understandings related hereto. No representations, oral or otherwise, express or implied, other than those contained herein have been made by any party hereto. No other agreements not specifically referred to herein, oral or otherwise, shall be deemed to exist or to bind any of the parties.

1 11. **GOVERNING LAW** 2 11.1 The validity, construction and performance of this Consent Judgment shall be 3 governed by the laws of the State of California, without reference to any conflicts of law 4 provisions of California law. 5 12. **EXECUTION AND COUNTERPARTS** 6 12.1 This Consent Judgment may be executed in counterparts which taken together shall 7 be deemed to constitute one document. 8 13. **COURT APPROVAL** 9 13.1 If this Consent Judgment is not approved by the Court, it shall be of no force or 10 effect, and cannot be used in any proceeding for any purpose. 11 14. **NOTICES** 12 In the event that a dispute arises with respect to any of the provisions of this 13 Agreement, the Parties shall meet and confer within 14 days after either Party receives 14 written notice of an alleged violation of this Agreement. 15 Any notices or payments due under this Consent Judgment shall be sent by 16 USPS certified mail, return receipt requested. 17 If to Ecological Rights Foundation: Fredric Evenson **Ecology Law Center** 18 P.O. Box 1000 19 Santa Cruz, CA 95061 With a copy to: 20 LAW OFFICES OF BRIAN GAFFNEY, A Professional Corporation 21 446 Old County Road, Suite 100-310 Pacifica, California 94044 22 23 If to DEFENDANT Microboards Technology, LLC: 24 Mitch Ackmann Microboards Technology, LLC 25 8150 Mallory Court Chanhassen, MN 55317 26 27 With a copy to: GIANELLI | NIELSEN, APLC 28

1	Eric T. Nielsen 1014 - 16th Street	
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3	3 If to DEFENDANT Afinia 3D:	
4	Mitch Ackmann	
5	Microboards Technology, LLC 5 8150 Mallory Court	
6	Chanhassen, MN 55317	
7	7 With a copy to:	
8	GIANELLI NIELSEN, APLC	
9	Eric I. Nielsen	
10	Modesto, CA 95354	
11	Any party, from time to time, may specify in writing to the other party a cha	ange of
	address to which all notices and other communications shall be sent.	
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13	II IS SO STIPULATED:	
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15	DATED: ECOLOGICAL RIGHTS FOUNDATION	NC
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1	Eric T. Nielsen 1014 -16th Street
2	Modesto, CA 95354
3 4	<u>If to DEFENDANT Afinia 3D</u> : Mitch Ackmann Microboards Technology, LLC
5 6	8150 Mallory Court Chanhassen, MN 55317
7	With a copy to: GIANELLI NIELSEN, APLC
8 9	Eric T. Nielsen 1014 -16th Street Modesto, CA 05354
10	Modesto, CA 95354 Any party, from time to time, may specify in writing to the other party a change of
11	address to which all notices and other communications shall be sent.
12	address to which an notices and other communications shall be sent.
13	IT IS SO STIPULATED:
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15	DATED: April 6, 2020 ECOLOGICAL RIGHTS FOUNDATION
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17	By: James Kangut EXEC. DIR
18	BY: James Lamport, Executive Director
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20	DATED: AFINIA 3D
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22	I _{TS} :
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24	DATED: MICROBOARDS TECHNOLOGY LLC
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	B _Y :
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2	IT IS SO ORDERED, ADJUDGED AND DECREED:
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4	DATED:
5	JUDGE OF THE SUPERIOR COURT
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