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9	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
10	COUNT	Y OF SAN FRANCISCO
11	ANTHONY FERREIRO,	Case No.: CGC-20-584451
12	Plaintiff,	[PROPOSED] CONSENT JUDGMENT
13	v.	Judge: Ethan P. Schulman
14	WALMART, INC.,	Dept.: 302 Hearing Date: June 22, 2022
15	Defendant.	Hearing Time: 9:30 AM Reservation #:
16		reservation ".
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1. INTRODUCTION

- 1.1 **The Parties.** This Consent Judgment is entered into by and between Anthony Ferreiro acting on behalf of the public interest (hereinafter, "Ferreiro") and Walmart Inc. ("Walmart" or "Defendant") with Ferreiro and Defendant collectively referred to as the "Parties" and each of them as a "Party." Ferreiro is an individual residing in 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. Ferreiro alleges that Walmart is a person in the course of doing business for purposes of Proposition 65, Cal. Health & Safety Code §§ 25249.6, et seq.
- 1.2 Allegations and Representations. Ferreiro alleges that the Covered Products expose individuals to di(2-ethylhexyl) phthalate ("DEHP") without providing a clear and reasonable exposure warning pursuant to Proposition 65. DEHP is listed pursuant to Proposition 65 as a chemical known to the State of California to cause cancer and reproductive toxicity.
- Notices of Violation/Complaint. On May 15, 2019 (Wacces Professional Exercise Ball Kit) and January 30, 2020 (Deluxe Comfort Bath Cushion), Ferreiro served Walmart and various public enforcement agencies with documents entitled "60-Day Notice of Violation" pursuant to Health & Safety Code § 25249.7(d) (collectively, the "Notices"), alleging that Defendant violated Proposition 65 for failing to warn consumers and customers that use of Covered Products expose users in California to DEHP. No public enforcer has brought and is diligently prosecuting the claims alleged in the Notices. On May 14, 2020, Ferreiro filed a complaint (the "Complaint") in the above-referenced matter.
- 1.4 For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over Defendant as to the allegations contained in the Complaint filed in this matter, that venue is proper in the County of San Francisco, and that this Court has jurisdiction to approve, enter, and oversee the enforcement of this Consent Judgment as a full and final binding resolution of all claims which were or could have been raised in the Complaint based on the facts alleged therein and/or in the Notices.

1.5 Defendant denies the material allegations contained in the Notices and Complaint and maintains that it has not violated Proposition 65. Nothing in this Consent Judgment shall be construed as an admission by Defendant of any fact, finding, issue of law, or violation of law; nor shall compliance with this Consent Judgment constitute or be construed as an admission by Defendant of any fact, finding, conclusion, issue of law, or violation of law, such being specifically denied by Defendant. However, this section shall not diminish or otherwise affect the obligations, responsibilities, and duties of Defendant under this Consent Judgment.

2. **DEFINITIONS**

- 2.1 **Covered Products.** The term "Covered Products" means as follows:
- (1) Wacces Professional Exercise Ball Kit supplied to Walmart by Taradex, Inc. with Walmart Catalog Item ID 171195288 and sold on walmart.com in California; and
- (2) Deluxe Comfort Bath Cushion supplied to Walmart by AB Marketers with Walmart Catalog Item ID 154994151 sold on walmart.com in California.
- 2.2 **Effective Date.** The term "Effective Date" means the date this Consent Judgment is entered as a Judgment of the Court.

3. INJUNCTIVE RELIEF

- 3.1 As of the Effective Date, Walmart shall not sell the Wacces Professional Exercise Ball Kit supplied to Walmart by Taradex, Inc. with Walmart Catalog Item ID 171195288 on walmart.com to customers in California, and Walmart shall not sell the Deluxe Comfort Bath Cushion supplied to Walmart by AB Marketers with Walmart Catalog Item ID 154994151 on walmart.com to customers in California, unless a clear and reasonable exposure warning pursuant to Proposition 65 is provided.
- 3.2 **Sell-Through Period.** The Parties agree that Covered Products manufactured, distributed, shipped, sold or that are otherwise in the stream of commerce prior to the Effective Date shall be subject to the release of liability pursuant to Section 5 of this Consent Judgment, without regard to when the Covered Products were, or are in the future, sold to consumers.

Ferreiro's attorneys' fees and costs incurred as a result of investigating, bringing this matter to

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Walmart's attention, litigating and negotiating and obtaining judicial approval of a settlement in the public interest, pursuant to Code of Civil Procedure § 1021.5.

5. RELEASE OF ALL CLAIMS

- 5.1 This Consent Judgment is a full, final, and binding resolution between Ferreiro acting on his own behalf, and on behalf of the public interest, and Walmart, and its parents, shareholders, members, directors, officers, managers, employees, representatives, agents, attorneys, divisions, subdivisions, direct and indirect subsidiaries, partners, sister companies, and affiliates, and their predecessors, successors and assigns ("Defendant Releasees"), and all entities from whom they obtain and to whom they directly or indirectly distribute or sell Covered Products, including but not limited to manufacturers, suppliers, distributors, wholesalers, customers, licensors, licensees retailers, franchisees, and cooperative members ("Downstream Releasees"), of all claims for violations of Proposition 65 based on exposure to DEHP from use of Covered Products as set forth in the Notices, with respect to any Covered Product distributed or sold by Walmart prior to the Effective Date ("Proposition 65 Claims"). It is the Parties' intent that that this Consent Judgment shall have preclusive effect such that no other person or entity, whether purporting to act in his, her, or its interests or the public interest shall be permitted to pursue and/or take any action with respect to any violation of Proposition 65 that was alleged in the Complaint, or that could have been brought pursuant to the Notices against Walmart and/or the Downstream Releasees with regard to exposure to DEHP from use of the Covered Products. It is the Parties' intent that compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 with regard to exposure to DEHP from use of the Covered Products.
- 5.2 In addition to the foregoing, Ferreiro, on behalf of himself, his past and current agents, representatives, attorneys, and successors and/or assignees, hereby waives all rights to institute or participate in, directly or indirectly, any form of legal action and releases Walmart, Defendant Releasees, and Downstream Releasees from any and all manner of actions, causes of action, claims, demands, rights, suits, obligations, debts, contracts, agreements, promises, liabilities, damages, charges, losses, costs, expenses, and attorneys' fees, of any nature whatsoever, known or unknown, in law or equity, fixed or contingent, now or in the future, with respect to any

alleged violations of Proposition 65 related to or arising from Covered Products distributed or sold by Walmart, Defendant Releasees or Downstream Releasees. With respect to the foregoing waivers and releases in this paragraph, Ferreiro hereby specifically waives any and all rights and benefits which he now has, or in the future may have, conferred by virtue of the provisions of § 1542 of the California Civil Code, which provides 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.

5.3 Walmart waives any and all claims against Ferreiro, his attorneys and other representatives, for any and all actions taken or statements made (or those that could have been taken or made) by Ferreiro and his attorneys and other representatives with regard to this matter, whether in the course of investigating claims related to this case or otherwise seeking enforcement of Proposition 65 against it in the above-captioned action, and/or with respect to Covered Products.

6. <u>INTEGRATION</u>

6.1 This Consent Judgment contains the sole and entire agreement of the Parties and any and all prior negotiations and understandings related hereto shall be deemed to have been merged within it. No representations or terms of agreement other than those contained herein exist or have been made by any Party with respect to the other Party or the subject matter hereof.

7. GOVERNING LAW

7.1 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 Covered Products, then Defendant shall have no further obligations pursuant to this Consent Judgment with respect to, and to the extent that, Covered Products are so affected.

8. NOTICES

8.1 Unless specified herein, all correspondence and notices required to be provided pursuant to this Consent Judgment shall be in writing and personally delivered or sent by: (i) first-

1	class mail, (registered or certified), return receipt requested and email; or (ii) overnight courier and		
2	email to any party by the other party at the following addresses:		
3	For Defendant:		
4	Thomas L. Van Wyngarden		
5	Pillsbury Winthrop Shaw Pittman LLP 725 South Figueroa Street, 36 th Floor Los Angeles, CA 90017-5524		
6	tom.vanwyngarden@pillsburylaw.com		
7	Pillsbury Winthrop Shaw Pittman LLP 725 South Figueroa Street, 36 th Floor Los Angeles, CA 90017-5524		
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10	For Ferreiro:		
11	Evan Smith Brodsky & Smith, LLC		
12	9595 Wilshire Blvd., Ste. 900 Beverly Hills, CA 90212		
13	esmith@brodskysmith.com		
14	Any party, from time to time, may specify in writing to the other party a change of address to		
15	which all notices and other communications shall be sent.		
16	9. <u>COUNTERPARTS; FACSIMILE SIGNATURES</u>		
17	9.1 This Consent Judgment may be executed in counterparts and by facsimile, each of		
18	which shall be deemed an original, and all of which, when taken together, shall constitute one and		
19	the same document.		
20	10. <u>DISMISSAL OF COMPLAINT</u>		
21	10.1 Plaintiff shall dismiss the Complaint (and this action) with prejudice within ten (10)		
22	business days after the Effective Date. All claims and causes of action set forth in the Complaint		
23	(and/or any amendments thereto) are hereby dismissed with prejudice.		
24	11. COMPLIANCE WITH HEALTH & SAFETY CODE § 25249.7(f)/COURT		
25	<u>APPROVAL</u>		
26	11.1 Ferreiro agrees to comply with the requirements set forth in California Health &		
27	Safety Code § 25249.7(f) and to promptly bring a Motion for Approval of this Consent Judgment.		
28	Defendant agrees it shall support approval of such motion.		

[PROPOSED] CONSENT JUDGMENT

- 11.2 This Consent Judgment shall not be effective until it is approved and entered by the Court and shall be null and void if, for any reason, it is not approved by the Court. In such case, the Parties agree to meet and confer on how to proceed and make a good faith attempt to resolve before a noticed motion is filed; if such agreement is not reached within 30 days, the case shall proceed on its normal course.
- 11.3 If the Court approves this Consent Judgment and is reversed or vacated by an appellate court, the Parties shall meet and confer as to whether to modify the terms of this Consent Judgment and shall make a good faith attempt to resolve before a noticed motion is filed. If the Parties do not jointly agree on a course of action to take, the case shall proceed on its normal course on the trial court's calendar.

12. ENFORCEMENT OF CONSENT JUDGMENT

- 12.1 This Court shall retain jurisdiction of this matter to implement and enforce the terms of this Consent Judgment under Code of Civil Procedure § 664.6.
 - 12.2 Only the Parties may enforce the terms of this Consent Judgment.
- 12.3 Either Party may by motion seek to enforce the terms of this Consent Judgment. However, prior to filing any such motion, the Party seeking to enforce this Consent Judgment shall provide the allegedly violating Party with a written notice setting for the detailed factual and legal basis for the alleged violations ("Notice of Violation"). The Parties shall then meet and confer in good faith during the thirty (30) day period following the date the Notice of Violation was sent in an effort to try to reach agreement on an appropriate cure, penalty, and/or attorneys' fees related to the alleged violation (or the Parties might agree that there was no violation). If no agreement can be reached among the Parties during the 30-day period, the Party seeking to enforce the provisions of this Consent Judgment may thereafter move forward with filing a motion with the Court.
- 12.4 In any action to enforce the terms of this Consent Judgment, the prevailing party shall be entitled to recover its reasonable attorneys' fees and costs associated with bringing such action as long as the procedure set forth in Paragraph 12.3 above is followed.

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