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8	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
9	COUNTY OF ALAMEDA	
10 11	ANTHONY FERREIRO,	Case No.: HG21099964
12	Plaintiff,	CONSENT JUDGMENT
13	V.	Judge: Tara Desautels
14	THE HOME DEPOT, INC.,	Dept.: 16 Hearing Date: April 5, 2023
15	Defendant.	Hearing Time: 2:30 PM Reservation #: 339522922739
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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 Quickway Imports, Inc. ("Quickway" 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 that seeks to promote awareness of exposures to toxic chemicals and improve human health by reducing or eliminating hazardous substances contained in consumer products. Quickway is alleged to be 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 Defendant has exposed individuals to di(2-ethylhexyl) phthalate (DEHP) and diisononyl phthalate (DINP) from its sales of are wicker fishing creels/baskets 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. DINP is listed pursuant to Proposition 65 as a chemical known to the State of California to cause cancer.
- Quickway and various public enforcement agencies with documents entitled "60-Day Notice of Violation" pursuant to Health & Safety Code §25249.7(d) (the "Notice"), alleging that Defendant violated Proposition 65 for failing to warn consumers and customers that use of wicker fishing creels/baskets expose users in California to DEHP and DINP. No public enforcer has brought and is diligently prosecuting the claims alleged in the Notice. On May 5, 2021, Ferreiro filed a complaint (the "Complaint") against The Home Depot, Inc. in the matter. On January 19, 2022, Ferreiro filed an amended complaint (the "Amended Complaint") to add Quickway Imports, Inc. as a Defendant to the case. The Complaint and Amended Complaint are collectively referred to herein as, the "Action."
- 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 Action filed in this matter, that

venue is proper in the County of Alameda, 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 Action based on the facts alleged therein and in the Notice.

1.5 Defendant denies the material allegations contained in Ferreiro's Notice and Action 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. <u>DEFINITIONS</u>

- 2.1 **Covered Products.** The term "Covered Products" means are wicker fishing creels/baskets that are manufactured, distributed, shipped into California and offered for sale in California by Quickway.
- 2.2 **Effective Date.** The term "Effective Date" means the date this Consent Judgment is entered as a Judgment of the Court.

3. <u>INJUNCTIVE RELIEF: WARNINGS</u>

Reformulation of Covered Products. As of the date this Consent Judgment is signed by both Parties, and continuing thereafter, Covered Products that Quickway directly manufactures, imports, distributes, sells, or offers for sale in California shall either: (a) be Reformulated Products pursuant to § 3.2, below; or (b) be labeled with a clear and reasonable exposure warning pursuant to §§ 3.3 and 3.4, below. For purposes of this Consent Judgment, a "Reformulated Product" is a Covered Product that is in compliance with the standard set forth in §§ 3.2 below. The warning requirement set forth in §§ 3.3 and 3.4 shall not apply to any Reformulated Product.

- 3.2 **Reformulation Standard.** "Reformulated Products" shall mean Covered Products that contain concentrations less than or equal to 0.1% (1,000 parts per million (ppm)) of DEHP and DINP 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 the phthalate content in a solid substance.
- 3.3 Clear and Reasonable Warning. As of the date this Consent Judgment is signed by both Parties, and continuing thereafter, a clear and reasonable exposure warning as set forth in this §§ 3.3 and 3.4 must be provided for all Covered Products that Defendant manufacturers, imports, distributes, sells, or offers for sale in California that is not a Reformulated Product. There shall be no obligation for Defendant to provide a warning for Covered Products that enter the stream of commerce prior to the date this Consent Judgment is signed by both Parties. The warning shall consist of either the Warning or Alternative Warning described in §§ 3.3(a) or (b), respectively:
 - (a) **Warning**. The "Warning" shall consist of the statement:
 - ⚠ WARNING: This product can expose you to chemicals including di(2-ethylhexyl) phthalate (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) **Alternative Warning**: Quickway may, but is not required to, use the alternative short-form warning as set forth in this § 3.3(b) ("**Alternative Warning**") as follows:
 - ▲ WARNING: Cancer and Reproductive Harm www.P65Warnings.ca.gov.¹
- 3.4 A Warning or Alternative Warning provided pursuant to § 3.3 must print the word "WARNING:" in all capital letters and in bold font, followed by a colon. 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, except that if the sign or label for the Covered Product does not use

¹ To the extent Quickway determines that the Products for which a warning statement is required under § 3.3 above contain DINP in concentrations in excess of 1,000 ppm, and **does not contain DEHP in concentrations in excess of 1,000 ppm**, if it chooses not to use an **Alternative Warning**, it shall substitute the name DINP in place of DEHP in the **Warning** shown in § 3.3(a), herein. In this event, Quickway shall delete the language "and birth defects or other reproductive harm" from the warning statement shown in § 2.3(a), and, if Quickway **does** elect to use the **Alternative Warning**, it shall delete the language "and Reproductive Harm" from § 3.3(b), herein.

than the height of the word "WARNING:". The warning shall be affixed to or printed on the Covered Product's packaging or labeling, or on a placard, shelf tag, sign or electronic device or automatic process, providing that the warning is displayed with such conspicuousness, as compared with other words, statements, or designs as to render it likely to be read and understood by an ordinary individual under customary conditions of purchase or use. A warning may be contained in the same section of the packaging, labeling, or instruction booklet that states other safety warnings, if any, concerning the use of the Covered Product and shall be at least the same size as those other safety warnings.

In addition to affixing the **Warning** or **Alternative Warning** to the Covered Product's packaging or labeling, the **Warning** or **Alternative Warning** shall be posted on websites where Quickway offers Products for sale to consumers in California. The requirements of this Section shall be satisfied if the **Warning** or **Alternative Warning**, or a clearly marked hyperlink using the word "**WARNING**," appears on the product display page, or by otherwise prominently displaying the warning to the purchaser prior to completing the purchase. To comply with this Section, Quickway shall (a) post the **Warning** or **Alternative Warning** on its own website and, if it has the ability to do so, on the websites of its third-party internet sellers; and (b) if it does not have the ability to post the **Warning** or **Alternative Warning** on the websites of its third-party internet sellers, provide such sellers with written notice in accordance with Title 27, California Code of Regulations, § 25600.2. Third-party internet sellers of the Covered Product that have been provided with written notice in accordance with Title 27, California Code of Regulations, § 25600.2 are not released in Section 5 of this Agreement if they fail to meet the warning requirements herein.

3.5 **Compliance with Warning Regulations.** Defendant shall be deemed to be in compliance with this Consent Judgment by either adhering to §§ 3.3 and 3.4 of this Consent Judgment or by complying with warning requirements adopted by OEHHA applicable to the Covered Product and exposures at issue after the Effective Date

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 Quickway, and its parents, shareholders, members, directors, officers, managers, employees, representatives, agents, attorneys, divisions, subdivisions, 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, including but not limited to, The Home Depot, Inc., and its parents, subsidiaries, and affiliates, franchisees, and cooperative members ("Downstream Releasees"), of all claims for violations of Proposition 65 based on exposure to DEHP and DINP from use of the Covered Products manufactured, distributed, or sold by Quickway prior to the Effective Date as set forth in the Notice. It is the Parties' intention that this Consent Judgment shall have preclusive effect such that no other actions by private enforcers, whether purporting to act in his, her, or its interests or the public interest shall be permitted to pursue and take any action with respect to any violation of Proposition 65 based on exposure to DEHP and DINP from use of the Covered Products that was alleged in the Action, or that could have been brought pursuant to the Notice against Quickway and the Downstream Releasees ("Proposition 65 Claims"). Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 with regard to exposure to DEHP and DINP 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 assignees, and <u>not</u> in his representative capacity, hereby waives all rights to institute or participate in, directly or indirectly, any form of legal action and releases Quickway, Defendant Releasees, and Downstream Releasees from any and all manner of actions, causes of action, claims, demands, rights, suits, obligations, debts,

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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 manufactured, distributed, or sold by Quickway, 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 Quickway 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, whether in the course of investigating claims or otherwise seeking enforcement of Proposition 65 against it in this matter, and with respect to Covered Products.

6. INTEGRATION

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.

1 8. **NOTICES** 2 8.1 Unless specified herein, all correspondence and notices required to be provided 3 pursuant to this Consent Judgment shall be in writing and personally delivered or sent by: (i) first-4 class, (registered or certified mail) return receipt requested; or (ii) overnight courier on any party 5 by the other party at the following addresses: 6 For Defendant: 7 Avrom R. Vann, Esquire Avrom R. Vann, P.C. 8 Attorney at Law 2 University Plaza Drive - Suite 600 9 Hackensack, NJ 07601 10 And 11 For Ferreiro: 12 **Evan Smith Brodsky & Smith** 13 9595 Wilshire Blvd., Ste. 900 Beverly Hills, CA 90212 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. COUNTERPARTS; FACSIMILE SIGNATURES 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 COMPLIANCE WITH HEALTH & SAFETY CODE § 25249.7(f)/COURT **10.** 21 **APPROVAL** 22 10.1 Ferreiro agrees to comply with the requirements set forth in California Health & 23 Safety Code § 25249.7(f) and to promptly bring a Motion for Approval of this Consent Judgment. 24 Defendant agrees it shall support approval of such Motion. 25 This Consent Judgment shall not be effective until it is approved and entered by the 10.2 26 Court and shall be null and void if, for any reason, it is not approved by the Court. In such case, the 27

ı	AGREED TO:	AGREED TO:
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3	Date: 2/14/23	Date: 12/29/2022
4	By: Anthony Ferreiro	By: Then Holdberger
5	ANTHONY FERRÉIRO	QUICKWAY IMPORTS, INC.
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7	IT IS SO ORDERED, ADJUDGED AND DECRI	EED:
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9	Dated:	Judge of Superior Court
10		Judge of Superior Court
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