1	Gregory M. Sheffer, State Bar No. 173124			
2	SHEFFER LAW FIRM 232 E. Blithedale Ave., Suite 210			
3	Mill Valley, CA 94941 Telephone: 415.388.0911			
4	Attorneys for Plaintiff SUSAN DAVIA			
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6	SUPERIOR COURT OF THE STATE OF CALIFORNIA			
7	FOR THE COUNTY OF MARIN			
8 9	UNLIMITED CIVIL JURISDICTION			
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11	SUSAN DAVIA,	Case No. CIV2101807		
12	Plaintiff,	CONSENT TO JUDGMENT SETTLEMENT AGREEMENT		
13		Action Filed: May 10, 2021		
14	DUKAL CORPORATION, 4MD MEDICAL SOLUTIONS LLC and DOES 1-150,	Trial Date: None Assigned		
15	Defendants.			
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	CONSENT TO JUDGMENT			

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#### 1. INTRODUCTION

#### **1.1** The Parties

This Consent to Judgment agreement ("Agreement") is entered into by and between Susan Davia ("Davia"), on the one hand, and Dukal Corporation ("Dukal") on the other hand, with Dukal referred to as Defendant and with Davia and Defendant collectively referred to as the "Parties."

# **1.2** General Allegations

Davia alleges that Dukal participated in the manufacture, distribution and/or sale, in the State of California, of Tech-Med medical supplies with vinyl components ("Tech-Med Covered Products") that exposed users to di(2-ethylhexyl)phthalate ("DEHP") and diisononyl phthalate ("DINP") without first providing a "clear and reasonable warning" under Proposition 65. DEHP and DINP shall hereinafter be referred to collectively as the "Listed Chemical".

# **1.3** Notices of Violation

On December 10, 2020, Davia served Dukal and various public enforcement agencies with a document entitled "60-Day Notice of Violation" for Dukal's alleged failure to warn consumers of the presence of the DINP found in the Tech-Med medical supplies with vinyl components sold in California (AG Notice 2020-03368). On February 26, 2021, Davia served Dukal and various public enforcement agencies with another document entitled "60-Day Notice of Violation" Dukal's alleged failure to warn consumers of the presence of DEHP found in the Tech-Med blood pressure monitor kits with vinyl components sold in California (AG Notice 2021-00476). The December 10, 2020, and February 26, 2021, 60-Day Notices of Violation served on Defendants shall be collectively referred to herein as the "Notices."

# 1.4 Complaint

On May 10, 2021, Davia filed a Complaint in the Superior Court of the State of California for the County of Marin, Case No. CIV2101807, alleging violations by Defendant of Health and Safety Code § 25249.6 based on the alleged exposures to DEHP and DINP in the Tech-Med Covered Products (the "Action").

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# **1.5** Monetary Sanctions and Default

On or about August 29, 2022, Hon. Judge James Chou of the Marin County Superior Court issued an Order including monetary sanctions against Dukal and The Engel Law Group, PLLC, in the amount of \$2,290. On or about December 14, 2022, Hon. Judge James Chou issued another Order including monetary sanctions against Dukal and The Engel Law Group, PLLC, in the amount of \$2,490. On or about December 14, 2022, Hon. Judge James Chou issued another Order including monetary sanctions against Dukal and The Engel Law Group, PLLC, in the amount of \$2,240. These monetary sanctions have already been paid in full by Dukal.

On May 17, 2023, the Marin County Superior Court struck the Answer of defendant Dukal and entered default against it. On or about August 9, 2023, Dukal, through newly retained counsel, filed a Motion to Vacate Default and Sanctions. The Court granted the Motion to set aside the entry of default but did not set aside any other prior sanction order, monetary or otherwise.

# 2. **DEFINITIONS**

2.1 The term "Covered Product" or "Tech-Med Covered Product" shall mean all Tech-Med cervical traction and blood pressure monitor kit products made with vinyl components, including, but not limited to, Tech-Med Standard Sphygmomanometer Kit (Item 2024 T) and Tech Med 6030 Overdoor Traction Set with Vinyl Bag sold into the state of California.

**2.2** The term "Phthalate Free" Covered Product shall mean that each vinyl component of each Covered Product contains less than or equal to 1,000 parts per million ("ppm") of di(2-ethylhexyl) phthalate ("DINP"), dibutyl phthalate ("DBP"), diisononyl phthalate ("DINP"), diisodecyl phthalate ("DINP"), di-n-hexyl phthalate ("DnHP") and butyl benzyl phthalate ("BBP") as determined test results using Environmental Protection Agency ("EPA") testing methodologies 3580A and 8270C.

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**2.3** "Effective Date" shall mean August 15, 2024.

**INJUNCTIVE-TYPE RELIEF** 

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# 3.1 Product Reformulation Commitment

3.1.1 No later than the Effective Date, Dukal shall provide the Phthalate Free phthalate
concentration standards of Section 2.2 to any then-current vendor of any Covered Product and

CONSENT TO JUDGMENT

request such entity not to provide any Covered Product that does not meet the Phthalate Free concentration standards of Section 2.2. Dukal shall maintain copies of all vendor correspondence relating to the Phthalate Free concentration standards for two (2) years after the Effective Date and shall produce such copies to Davia within fifteen (15) days of receipt of reasonable request made in writing from Davia.

**3.1.2** After the Effective Date, Dukal shall provide the Phthalate Free phthalate concentration standards of Section 2.2 to any New Vendor of any Covered Product and request such entity not to provide any Covered Product that does not meet the Phthalate Free concentration standards of Section 2.2. "New Vendor" means any vendor of Covered Products from whom Dukal was not obtaining Covered Products as of the Effective Date. Prior to purchase and acquisition of any Covered Product from any New Vendor, Dukal shall obtain written confirmation and laboratory test result from the New Vendor demonstrating compliance with the Phthalate Free phthalate concentration standard for any Covered Product. For two (2) years after the Effective Date, for every Covered Product Dukal manufactures, causes to be manufactured, orders, causes to be ordered or otherwise obtains from a New Vendor, Dukal shall maintain copies of all testing of such products demonstrating compliance with this section, shall maintain copies of all vendor correspondence relating to the Phthalate Free concentration standards and shall produce such copies to Davia within fifteen (15) days of receipt of reasonable request made in writing from Davia.

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#### **3.2** Previously Distributed Covered Products.

**3.2.1** Customer Notification - No later than the Effective Date, Dukal shall send a letter, electronic or otherwise ("Notification Letter") to: (1) each retailer or distributor in California to which Dukal, after February 1, 2020, supplied any Covered Product without a clear and reasonable Proposition 65 warning, and (2) any other retailer or distributor that serves California customers and that Dukal reasonably understands or believes has any inventory of Covered Products without a clear and reasonable Proposition 65 warning. The Notification Letter shall advise the recipient that Covered Products "contain DEHP and DINP, chemicals known to the State of California to cause cancer and birth defect or other reproductive harm". The Notification letter

shall inform the recipient apply a Proposition 65 warning label to each Covered Product or its immediate packaging, which label shall contain one of the following warnings, before it is sold in the California market or to a California customer:

**WARNING:** This product can expose you to chemicals, including [di(2-ethylhexyl)phthalate ("DEHP")][and][diisononyl phthalate (DINP),] which are 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;

or

**WARNING:** [Cancer and] Reproductive Harm - www.P65Warnings.ca.gov

The Notification Letter shall identify for the customer which products have which chemical(s) and instruct the customer to select the appropriate bracketed warning language for each subject product depending upon whether DEHP, DINP, or both, are present in the product. The Notification Letter shall be sent with return receipt requested. The Notification Letter shall request written confirmation from the recipient, within 15 days of receipt, that all such inventory for California sale has been, or will be, labelled with the warning language identified in this section.

**3.2.2** Dukal shall maintain records of compliance correspondence, inventory reports or other communication confirming compliance with § 3.2.1 for two (2) years from the Effective Date and shall produce copies of such records upon reasonable written request by Davia.

# **3.3** Existing Inventory Product Labels

As of the Effective Date, for any Covered Products distributed by Dukal that have not been confirmed to meet the Phthalate Free phthalate concentration standards of Section 2.2, Dukal shall not sell or ship any of such Covered Product into the state of California unless Dukal has complied with all warning requirements set forth in Section 3.3.1.

**3.3.1** Covered Product Label.

For all Covered Products that do not meet the Phthalate Free concentration standards of Section 2.2, Defendants shall affix a label to the Covered Product or its immediate packaging that states:

> **WARNING:** This product can expose you to chemicals, including [di(2-ethylhexyl)phthalate ("DEHP")][and][diisononyl phthalate (DINP),] which are 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;

or

**WARNING:** [Cancer and] Reproductive Harm - www.P65Warnings.ca.gov

Dukal shall select the appropriate bracketed language depending upon whether DEHP, DINP or both are present in the product. The label shall be prominently affixed 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.

Where a label used to provide a warning under this section includes consumer information in a language other than English, the warning in this section must also be provided in that language in addition to English.

# **3.3.2** Internet Website Warning.

After the Effective Date, for all Covered Product not confirmed to meet the Phthalate Free concentration standards of Section 2.2, a warning must be given on an e-commerce or other website owned or operated by or for Dukal in conjunction with the advertisement, marketing, sale or offer of sale of any Covered Product into the state of California. A warning will satisfy this requirement if it appears either: (a) on the same web page on which a Covered Product is displayed; (b) on the same web page as the order form for a Covered Product; (c) on the same page as the price for any Covered Product; or (d) on one or more web pages displayed to a purchaser during the checkout process. One of the following warning statements shall be used and shall appear in any of the above instances adjacent to or immediately following the display, description,

1 or price of the Covered Product for which it is given in the same type size or larger than the 2 Covered Product description text: 3 **WARNING:** This product can expose you to chemicals, including [di(2-ethylhexyl)phthalate 4 ("DEHP")][and][diisononyl phthalate (DINP),] which are known to the State of California to 5 cause [cancer and] birth defects or other reproductive harm. For more information go to 6 www.P65Warnings.ca.gov; 7 or 8 9 **WARNING:** [Cancer and] Reproductive Harm - www.P65Warnings.ca.gov 10 Dukal shall select the appropriate bracketed language depending upon whether DEHP, DINP or 11 both are present in the product. 12 Where an ecommerce warning used to provide a warning under this section includes 13 consumer information in a language other than English, the warning in this section must also be 14 provided in that language in addition to English. 15 4. MONETARY PAYMENTS 16 4.1 **Civil Penalty** 17 As a condition of settlement of all the claims referred to in this Settlement 18 Agreement, Dukal agrees to pay a total of \$4,400 in civil penalties in accordance with California 19 Health & Safety Code § 25249.12(c)(1) & (d). 20 4.2 **Augmentation of Penalty Payments** 21 For purposes of the penalty assessment under this Agreement, Davia is relying entirely 22 upon Defendant and their counsel for accurate, good faith reporting to Davia of the nature and 23 amounts of sales activity of the Covered Products during the relevant period. If within nine (9) 24 months of the Effective Date, Davia discovers and presents to Dukal evidence that during the 25 relevant period the Covered Products have been sold to retailers or California consumers by Dukal 26 in sales volumes materially different (more than 25%) than those identified by Defendant prior to 27 execution of this Agreement, then Dukal shall be liable for an additional penalty amount of 28

\$10,000.00. Defendant shall also pay reasonable, additional attorney fees expended by Davia in discovering such additional sales and reporting them to Dukal in accordance with this section.

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#### 4.3 Reimbursement of Davia's Fees and Costs

The Parties reached an accord on the reimbursement due to Davia and compensation of her counsel under general contract principles and consistent with the private attorney general doctrine codified at California Code of Civil Procedure section 1021.5. Under these principles, Dukal agrees to reimburse plaintiff the amount of \$65,200 for fees and costs incurred investigating and negotiating a resolution of this matter. This fee and cost settlement amount incorporates and includes all prior monetary sanction Orders of the court and payment of this fee and cost reimbursement amount extinguishes Dukal's and The Engel Law Group PLLC's monetary obligations under such Orders. Such payment shall not affect Dukal's rights as against The Engel Law Group PLLC related to or arising out of its representation of Dukal in this matter. Such payment shall be made payable to "Sheffer Law Firm".

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#### 4.4 Payment Procedures

No later than twenty-one (21) days after execution of this Agreement, Dukal shall deliver all
settlement payment funds required by this Agreement to counsel for plaintiff, who shall hold it in
Trust until such time as this settlement is approved and judgment entered. Upon Dukal's counsel's
receipt of notice of entry of judgment, Dukal's counsel shall deliver the settlement payments to
plaintiff's counsel as follows:

a civil penalty check payable to "OEHHA" (Memo line "Prop 65 Penalties, 2020-03368 and
2021-00476"), in the amount of \$3,300;

a civil penalty check payable to "Susan Davia" (Memo line "Prop 65 Penalties, 2020-03368
and 2021-00476") in the amount of \$1,100; and

an attorney fee and cost reimbursement check payable to "Sheffer Law Firm" (Memo line
"2020-03368 and 2021-00476") in the amount of \$65,200.

All Section 4.1 and Section 4.3 civil penalty and attorney fee/cost payments shall be delivered to plaintiff's counsel at the following address:

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Sheffer Law Firm Attn: Proposition 65 Controller 232 E. Blithedale Avenue, Suite 210 Mill Valley, CA 94941

All Section 4.2 civil penalty and attorney fee/cost payments, if any, shall be delivered to plaintiff's counsel at the following address on or before the date agreed upon pursuant to that section or as ordered by the Court:

Sheffer Law Firm Attn: Proposition 65 Controller 232 E. Blithedale Avenue, Suite 210 Mill Valley, CA 94941

Dukal shall be liable for payment of interest, at a rate of 10% simple interest, for all amounts
due and owing from it under this Section that are not received by Sheffer Law Firm within two
business days of the due date for such payment. This provision shall not be interpreted to allow
Davia to double recover for any statutory interest and Davia expressly waives any rights to prejudgment or post-judgment statutory interest applicable for failure of payment under this Section.

- 5. RELEASES
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# 5.1 DAVIA'S RELEASE OF DEFENDANT

5.1.1 Davia, acting on her own behalf and in the public interest releases Dukal from all claims for violations of proposition 65 up through the Effective Date based on exposure to DEHP and DINP from Covered Products as set forth in the Notices of violation. Compliance with the terms of this Agreement constitutes compliance with Proposition 65 with respect to exposures to DEHP and DINP from Covered Products as set forth in the Notices of Violations.

This Section 5 release shall not release any obligations created by or set forth in this Agreement. The Parties further understand and agree that this Section 5 release shall not extend upstream to any entities, other than Defendants, that manufactured any Covered Product or any component parts thereof, or any distributors or suppliers who sold Covered Products or any component parts thereof to Defendants.

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# 5.2 DEFENDANT DUKAL'S RELEASE OF DAVIA

27 Defendant, on behalf of itself and its agents, representatives, attorneys, successors, and/or 28 assignees, hereby waive any and all claims against Davia and her attorneys and other

representatives, for any and all actions taken or statements made (or those that could have been taken or made) by Davia and her attorneys and other representatives arising out of the subject matter of the Notice and the Covered Products, whether in the course of investigating claims in this matter, otherwise seeking to enforce Proposition 65 against Defendant and Releasees in this matter, or negotiating this Agreement. Defendant acknowledges that it is familiar with Section 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 RELEASE PARTY.

Defendant expressly waives and relinquishes all rights and benefits which it may have under, or which may be conferred on it by the provisions of Section 1542 of the California Civil Code as well as under any other state or federal statute or common law principle of similar effect, to the fullest extent that it may lawfully waive such rights or benefits pertaining to the released matters identified in this Section 5.2. In furtherance of such intention, the release hereby given shall be and remain in effect as a full and complete release notwithstanding the discovery or existence of any such additional or different claims or facts arising out of the released matters.

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# COURT APPROVAL

This Agreement is effective upon execution but must also be approved by the Court. If the Court does not approve this Agreement in its entirety, the Parties shall meet and confer to determine whether to modify the terms of the Agreement and to resubmit it for approval. In meeting and conferring, the Parties agree to negotiate in good faith to reach agreement on any actions reasonably necessary to amend and/or modify this Agreement in order to further the mutual intention of the Parties in entering into this Agreement. The Agreement shall become null and void if, for any reason, it is not approved and entered by the Court, as it is executed, within one

1 year after it has been fully executed by all Parties. The Parties agree that, upon Court approval, a 2 Court judgment shall be entered on the terms of this Agreement. 3 7.

# SEVERABILITY

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If any of the provisions of this Agreement are found by a court to be unenforceable, the validity of other provisions of this Agreement, upon express consent of all Parties, shall not be affected and shall remain in full force and effect.

#### 8. **GOVERNING LAW**

The terms of this Agreement shall be governed by the laws of the State of California.

#### 9. NOTICES

When any Party is entitled to receive any notice under this Agreement, the notice shall be sent by

FedEx (or other tracked delivery service) or electronic mail to the following:

# For Defendant:

14	Gerry LoDuca, President DUKAL Corporation			
15	2 Fleetwood Court Ronkonkoma, NY 11779			
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17	For Defendants' Counsel:			
18	Elizabeth V. McNulty Josh Cools, Esq.			
19	Evans Fears Schuttert McNulty Mickus			
20	Irvine, Ca. 92614 emcnulty@efsmmlaw.com			
21	jcools@efsmmlaw.com			
22	For Davia:			
23	Proposition 65 Coordinator Sheffer Law Firm			
24	232 E. Blithedale Avenue, Suite 210 Mill Valley, CA 94941			
25	gregs@sheffer-law.net			
26	Any Party may modify the person and address to whom the notice is to be sent by sending each			
27	other Party notice by certified mail and/or other verifiable form of written communication.			
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	CONSENT TO JUDGMENT			

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#### COMPLIANCE WITH HEALTH & SAFETY CODE § 25249.7(F)

Davia agrees to comply with the reporting form requirements of California Health & Safety Code §25249.7(f).

#### 11. MODIFICATION

This Agreement may be modified only by written agreement of the Parties or Court order.

#### **12.** ENTIRE AGREEMENT

This Agreement contains the sole and entire agreement and understanding of the Parties with respect to the entire subject matter hereof, 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 or relied on by any Party hereto (other than the sales figures provided to Davia). No other agreements not specifically referred to herein, oral or otherwise, shall be deemed to exist or to bind any of the Parties. No supplementation, modification, waiver, or termination of this Agreement shall be binding unless executed in writing by the Party to be bound. No waiver of any of the provisions of this Agreement shall be deemed or shall constitute a waiver of any of the other provisions whether or not similar, nor shall such waiver constitute a continuing waiver.

# **13.** ATTORNEY FEES

**13.1** In any dispute concerning any matter related to this Agreement, the prevailing Party shall be entitled to recover its costs and expenses, including attorney fees and costs. Except as otherwise specifically provided herein, each Party shall bear its own costs and attorney fees in connection with the Notice. Nothing in this Section shall preclude a Party from seeking an award of sanctions pursuant to law.

#### 14. NEUTRAL CONSTRUCTION

Both Parties and their counsel have participated in the preparation of this Agreement and this Agreement is the result of the joint efforts of the Parties. This Agreement was subject to revision and modification by the Parties and has been accepted and approved as to its final form by each of the Parties. Accordingly, any uncertainty or ambiguity existing in this Agreement shall not be interpreted against any Party as a result of the manner of the preparation of this Agreement.
Each Party to this Agreement agrees that any statute or rule of construction providing that
ambiguities are to be resolved against the drafting Party should not be employed in the
interpretation of this Agreement and, in this regard, the Parties hereby waive California Civil Code
Section 1654. The Parties further agree that the section headings are for convenience only and
shall not affect interpretation of this Agreement.

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#### 15. COUNTERPARTS, FACSIMILE SIGNATURES

This Agreement may be executed in counterparts and by facsimile or portable document format (PDF), each of which shall be deemed an original, and all of which, when taken together, shall constitute one and the same document. Signatures by scanned and e-mailed image or facsimile transmission shall have the same force and effect as original signatures and as an electronic record executed and adopted by a Party with the intent to sign the electronic record pursuant to Civil Code §§ 1633.1 *et seq*.

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#### 16. AUTHORIZATION

Each of the persons signing this agreement represents and warrants that he or she is authorized and has the capacity to execute this Agreement on behalf of the respective Party and has read, understood, and agrees to all the terms and conditions of this Agreement on behalf of such Party.

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#### IT IS SO AGREED

Dated: March, 2024	Dated: March 26, 2024
Gerry LoDuca, President DUKAL Corporation	Susan Davia
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Each of the persons signing this agreement represents and warrants that he or she is authorized and has the capacity to execute this Agreement on behalf of the respective Party and has read, understood, and agrees to all the terms and conditions of this Agreement on behalf of such Party.

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#### **IT IS SO AGREED**

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21	Dated: April 2, 2024	Dated: April, 2024	
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24	_ Gerry LoDuca, President DUKAL Corporation	Susan Davia	
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