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4	Attorneys for Plaintiff	
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8	SUBERIOR COURT OF THE STATE OF CALLEORNIA	
9	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
• 10	COUNTY OF SAN FRANCISCO	
11	ANTHONY FERREIRO,	Case No.: CGC-22-597627
12	Plaintiff,	CONSENT JUDGMENT
13	v.	Judge: Richard B. Ulmer Dept.: 302
14	RAWLINGS SPORTING GOODS	Hearing Date: August 1, 2022
15	COMPANY, INC.,	Hearing Time: 9:30 AM Reservation #:
16	Defendant.	
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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 Rawlings Sporting Goods Company, Inc., ("Rawlings" 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. Rawlings 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 Bisphenol A (BPA) from its sales of Rawlings Game On! hoop sets without providing a clear and reasonable exposure warning pursuant to Proposition 65. BPA is listed under Proposition 65 as a chemical known to the State of California to cause reproductive toxicity.
- Rawlings, American Sports Licensing, Inc., American Sports Licensing, LLC, K2 Licensed Products, Inc., Dick's Sporting Goods, Inc, 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 the Covered Products (as hereinafter defined) expose users in California to BPA. No public enforcer has brought and is diligently prosecuting the claims alleged in the Notice. January 13, 2022, Ferreiro filed a complaint (the "Complaint") in the 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 Notice.

1.5 Defendant denies the material allegations contained in Ferreiro's Notice 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 Rawlings Game On! hoop sets, that are manufactured by or for, or distributed by, Rawlings Sporting Goods Company, Inc. and sold and/or offered for sale in California by Rawlings, that allegedly expose users to BPA.
- 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: REFORMULATION OR WARNINGS</u>

- Reformulation of Products. As of one-hundred eighty (180) days after the Effective Date, and continuing thereafter, except for Covered Products that were manufactured prior to the Effective Date, Covered Products that Rawlings manufactures, imports, distributes, sells, or offers for sale in California shall either: (a) be Reformulated Products pursuant to § 3.2, below; or (b) Labeled Products 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. For purposes of this Consent Judgment, a "Labeled Product" is a Covered Product that is in compliance with the standard set forth in §§ 3.3 and 3.4, below.
- 3.2 **Reformulation Standard.** "Reformulated Products" shall mean any Covered Products intended for retail sale in California that are demonstrated via an exposure calculation to create a dermal exposure to BPA on any accessible component that will not exceed the Maximum Allowable Dose Level for BPA of 3 micrograms per day from solid materials. For purposes of this

analysis, BPA migration testing shall be performed by an accredited laboratory utilizing NIOSH approved sampling and analytical methods to quantify BPA migration.

- 3.3 Clear and Reasonable Warning. "Labeled Products" shall mean any Covered Products intended for retail sale in California that are accompanied by either of the following warnings:
 - (a) **Warning**. The "Warning" shall consist of the statement:

▲ WARNING: This product can expose you to chemicals including Bisphenol A (BPA), 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: Rawlings may, but is not required to, use the alternative short-form warning as set forth in this § 3.3(b) ("Alternative Warning") as follows:
 - MARNING: Reproductive Harm www.P65Warnings.ca.gov.

The bracketed text may, but is not required to be used. Rawlings and its downstream retailers shall have no obligation to label Covered Products that were manufactured prior to the Effective Date.

"WARNING:" in all capital letters and in bold print. The symbol must consist of a black exclamation point in a yellow equilateral triangle with a bold black outline, except that if the sign, label, or shelf tag for the Covered Product is not printed using the color yellow, the symbol may be printed in black and white. The symbol shall be placed to the left of the text of the warning and must be in a size no smaller than the height of the word "WARNING". The warning shall be in the form of a label; an on-product warning; on a posted sign, shelf tag, or shelf sign at each point of display of the Covered Products; or a product-specific warning provided via any electronic device or process that automatically provides the warning to the purchaser prior to or during the purchase of the Covered Product, without requiring the purchaser to seek out the warning. The warning must be displayed with such conspicuousness, as compared with other words, statements, or designs on the label, labeling, or sign, as to render the warning likely to be read and understood by an ordinary

individual under customary conditions of purchase or use. The entire warning shall be in a type size no smaller than the largest type size used for other consumer information on the Covered Product.

If Rawlings sells Covered Products via a Rawlings internet website to customers located in California, the warning requirements of this section shall be satisfied if the foregoing warning or a clearly marked hyperlink to the warning is included on the product display page, or by otherwise prominently displaying the warning to the purchaser prior to completing the purchase.

3.5 **Compliance with Warning Regulations.** Defendant shall be deemed to be in compliance with this Consent Judgment by (1) adhering to §§ 3.3 and 3.4 of this Consent Judgment; or (2) complying with warning requirements adopted by the State of California's Office of Environmental Health Hazard Assessment ("OEHHA") after the Effective Date.

4. MONETARY TERMS

- 4.1 **Civil Penalty.** Rawlings shall pay \$2,000.00 as a Civil Penalty pursuant to Health and Safety Code section 25249.7(b), to be apportioned in accordance with California Health & Safety Code § \$25249.12(c)(1) and (d), with 75% of these funds remitted to OEHHA and the remaining 25% of the Civil Penalty remitted to Ferreiro, as provided by California Health & Safety Code § 25249.12(d).
- 4.1.1 Within ten (10) days of the Effective Date, Rawlings shall issue two separate checks for the Civil Penalty payment to (a) "OEHHA" in the amount of \$1,500.00; and to (b) "Brodsky & Smith in Trust for Ferreiro" in the amount of \$500.00. Payment owed to Ferreiro pursuant to this Section shall be delivered to the following payment address:

Evan J. Smith, Esquire Brodsky & Smith Two Bala Plaza, Suite 805 Bala Cynwyd, PA 19004

Payment owed to OEHHA (EIN: 68-0284486) pursuant to this Section shall be delivered directly to OEHHA (Memo Line "Prop 65 Penalties") at one of the following address(es):

For United States Postal Service Delivery:

Mike Gyurics Fiscal Operations Branch Chief Office of Environmental Health Hazard Assessment

P.O. Box 4010 Sacramento, CA 95812-4010

For Non-United States Postal Service Delivery:

Mike Gyurics Fiscal Operations Branch Chief Office of Environmental Health Hazard Assessment 1001 I Street Sacramento, CA 95814

A copy of the check payable to OEHHA shall be mailed to Brodsky & Smith at the address set forth above as proof of payment to OEHHA.

4.2 **Attorneys' Fees.** Within ten (10) days of the Effective Date, Rawlings shall pay \$19,000.00 to Brodsky & Smith ("Brodsky & Smith") as complete reimbursement for Ferreiro's attorneys' fees and costs incurred as a result of investigating, bringing this matter to Rawlings 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 Rawlings, 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, accounts, licensors, licensees retailers, resellers, franchisees, and cooperative members ("Downstream Releasees"), of all claims for violations of Proposition 65 based on exposure to BPA from Covered Products as set forth in the Notice, with respect to any Covered Products manufactured, distributed, or sold by or for Rawlings prior to the Effective Date. 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/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 Notice against Rawlings and/or the Downstream Releasees of the Covered Products ("Proposition 65 Claims"). Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 with regard to 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, 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 Rawlings, 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 manufactured, distributed, or sold by or for Rawlings, 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 Rawlings 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) as of the Effective Date 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/or 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.

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-class, (registered or certified mail) return receipt requested; or (ii) overnight courier on any party by the other party at the following addresses:

For Defendant:

Megan Caldwell Husch Blackwell LLP 1801 Wewatta Street, Suite 1000 Denver, CO 80202

And

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For Ferreiro:

Evan J. Smith, Esquire Brodsky & Smith Two Bala Plaza, Suite 805 Bala Cynwyd, PA 19004

Any party, from time to time, may specify in writing to the other party a change of address to which all notices and other communications shall be sent.

9. <u>COUNTERPARTS; FACSIMILE SIGNATURES</u>

9.1 This Consent Judgment may be executed in counterparts and by facsimile, each of which shall be deemed an original, and all of which, when taken together, shall constitute one and the same document.

10. <u>COMPLIANCE WITH HEALTH & SAFETY CODE § 25249.7(f)/COURT</u> APPROVAL

- 10.1 Ferreiro agrees to comply with the requirements set forth in California Health & Safety Code § 25249.7(f) and to promptly bring a Motion for Approval of this Consent Judgment. Defendant agrees it shall support approval of such Motion.
- 10.2 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 if such agreement is not reached within 30 days, the case shall proceed on its normal course.
- 10.3 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. 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.

11. MODIFICATION

11.1 This Consent Judgment may be modified only by further stipulation of the Parties and the approval of the Court or upon the granting of a motion brought to the Court by either Party.

12. ATTORNEY'S FEES

- 12.1 A Party who unsuccessfully brings or contests an action arising out of this Consent Judgment shall be required to pay the prevailing party's reasonable attorney's fees and costs.
- 12.2 Nothing in this Section shall preclude a Party from seeking an award of sanctions pursuant to law.

13. <u>RETENTION OF JURISDICTION</u>

13.1 This Court shall retain jurisdiction of this matter to implement or modify the Consent Judgment.

14. <u>AUTHORIZATION</u>

14.1 The undersigned are authorized to execute this Consent Judgment on behalf of their respective Parties and have read, understood and agree to all of the terms and conditions of this

1	document and certify that he or she is fully authorized by the Party he or she represents to execute		
2	the Consent Judgment on behalf of the Party represented and legally bind that Party. Except as		
3	explicitly provided herein each Party is to bear its own fees and costs.		
4		A CONTROL TO	
5	AGREED TO:	AGREED TO:	
6	Date: 6/13/22	Date: 10 May 2022	
7	By Anthony Fineiro	By Amthorize	
8	ANTHONY FERRENCO	RAWLINGS SPORTING GOODS	
9		COMPANY, INC., Sam Gasowski - VP & General Couns	
10	IT IS SO ORDERED, ADJUDGED AND DECREED:		
11	TI IS SO ORDERED, ADSUDGED AND DECK	CA MIS RAP &	
12	Dated		
13	Dateu	Judge of Superior Court	
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