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4	Attorneys for Plaintiff		
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9	SUPERIOR COURT OF THE STATE OF CALIFORNIA		
10	COUNTY OF SAI	N FRANCISCO	
11	ANTHONY FERREIRO,	Case No.: CGC-21-594104	
12	Plaintiff,	CONSENT JUDGMENT	
13	V.	Judge: Ethan P. Schulman Dept.: 302	
14	LIBERTY MOUNTAIN SPORTS, LLC,	Hearing Date: December 20, 2021 Hearing Time: 9:30 AM Reservation #:	
15	Defendant.	Reservation #:	
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#### 1. INTRODUCTION

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The Parties. This Consent Judgment is entered into by and between Anthony 1.1 Ferreiro acting on behalf of the public interest of the citizens of the State of California (hereinafter "Ferreiro") and Liberty Mountain Sports, LLC ("Liberty Mountain" 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. Liberty Mountain 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.

Allegations and Representations. Ferreiro alleges that Defendant has exposed 1.2 individuals to carbon monoxide and/or soot from its sales of products used to start fires, including but not limited to the Olicamp Sparkler Fire Starter, UPC #000194030029 (collectively, "Fire Starters"), without providing a clear and reasonable exposure warning pursuant to Proposition 65. Carbon monoxide is listed under Proposition 65 as a chemical known to the State of California to cause reproductive toxicity. On February 27, 1987, the State of California listed soot as a chemical known to the State to cause cancer and it has come under the purview of Proposition 65 regulations since that time. Carbon Monoxide and soot are collectively referred to herein as, the "Listed Chemicals."

Notices of Violation/Action. On or about January 28, 2021, Ferreiro served Liberty 1.3 Mountain, 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 Products expose users in California to carbon monoxide and/or soot. No public enforcer has brought and is diligently prosecuting the claims alleged in the Notice. On July 30, 2021, Ferreiro gave notice of alleged violation of Health and Safety Code § 25249.6 (the "Amended Notice") to Defendant concerning the exposure of California citizens to the Listed Chemicals from use of the Products without proper warning, subject to a private action to Defendant and to the California Attorney General's office

and the offices of the County District attorneys and City Attorneys for each city with a population greater than 750,000 persons wherein the herein violations allegedly occurred. The Notice and Amended Notice are collectively referred to herein as, the "Notices."

On June 27, 2021, Ferreiro filed a complaint (the "Complaint") in the matter. On October 7, 2021, Ferreiro filed an amended complaint (the "Amended Complaint") in the matter. 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 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 Action based on the facts alleged therein and/or in the Notices.
- 1.5 Defendant denies the material allegations contained in Ferreiro's Notices 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. **DEFINITIONS**

- 2.1 **Covered Products.** The term "Covered Products" means Fire Starters, that are manufactured, distributed, sold and/or offered for sale in California by Liberty Mountain, that expose users to carbon monoxide and/or soot.
- 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: WARNINGS

- 3.1 Clear and Reasonable Warning. As of the Effective Date, Liberty Mountain agrees to manufacture, import, or purchase for sale in California only Products 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 carbon monoxide and soot, 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.
- (b) Alternative Warning: Liberty Mountain may, but is not required to, use the alternative short-form warning as set forth in this § 3.1(b) ("Alternative Warning") as follows:

⚠ WARNING: Cancer and Reproductive Harm - www.P65Warnings.ca.gov.

Liberty Mountain and its downstream retailers shall have no obligation to label Covered Products that entered the stream of commerce prior to the Effective Date.

"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 the color yellow, the symbol may be in black and white. The symbol must be in a size no smaller than the height of the word "WARNING:". The Warning or Alternative 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, provided that the Warning or Alternative 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 or Alternative 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.

If Liberty Mountain sells Covered Products via an internet website to customers located in California, the warning requirements of this section shall be satisfied if the foregoing Warning or

Alternative Warning appears either: (a) on the same web page on which a Covered Product is displayed and/or described; (b) on the same page as the price for the Covered Product; or (c) on one or more web pages displayed to a purchaser prior to purchase during the checkout process. Alternatively, a symbol consisting of a black exclamation point in a yellow or white equilateral triangle may appear adjacent to or immediately following the display, description, price, or checkout listing of the Covered Product, if the warning statement appears elsewhere on the same web page in a manner that clearly associates it with the Covered Product(s) to which the warning applies.

3.3 **Compliance with Warning Regulations.** Defendant shall be deemed to be in compliance with this Consent Judgment by (1) adhering to §§ 3.1 and 3.2 of this Consent Judgment; and/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.** Liberty Mountain 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 § 25192, 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, Liberty Mountain 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, Liberty Mountain shall pay \$23,000.00 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 Liberty Mountain's attention, litigating, 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 of the citizens of the State of California, and Liberty Mountain, 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 (collectively the "Liberty 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, including but not limited to Dick's Sporting Goods, Inc., American Sports Licensing, Inc., and American Sports Licensing, LLC (collectively the "Downstream Releasees"), of all claims for violations of Proposition 65 based on exposure to carbon monoxide and/or soot from Covered Products as set forth in the Notices, with respect to any Covered Products

manufactured, distributed, or sold by Liberty Mountain 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 Action, or that could have been brought pursuant to the Notices against Liberty Mountain, the Liberty Releasees, 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 Liberty Mountain, Liberty 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 Liberty Mountain, Liberty Releasees, and/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 Liberty Mountain waives any and all claims against Ferreiro, his attorneys and other representatives, for any and all actions taken or statements made (or for a failure to make statements and/or take action) by Ferreiro and his attorneys and other representatives, whether in the course of

re agreement of the Parties and shall be deemed to have been han those contained herein exist the subject matter hereof.  rned by the laws of the State of hat Proposition 65 is repealed on as to the Covered Products, then the Judgment with respect to, and		
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nt Judgment with respect to, and		
to the extent that, the Covered Products are so affected.		
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:		
party a change of address to		
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which all notices and other communications shall be sent.

#### 9. COUNTERPARTS; FACSIMILE SIGNATURES

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 ("Motion"). Defendant agrees it shall support approval of such Motion.
- 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. <u>ATTORNEY'S FEES</u>

- 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.

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1	13. RETENTION OF JURISDICTION				
2	13.1 This Court shall retain jurisdiction of this matter to implem	ent or modif	y the		
3	Consent Judgment.				
4	14. <u>AUTHORIZATION</u>				
5	14.1 The undersigned are authorized to execute this Consent Judgmen	nt on behalf o	f their		
6	pective Parties and have read, understood, and agree to all of the terms and conditions of this nument and certify that he or she is fully authorized by the Party he or she represents to execute				
7	document and certify that he or she is fully authorized by the Party he or she represents to execute				
8	the Consent Judgment on behalf of the Party represented and legally bind that Party. Except as				
9	explicitly provided herein, each Party is to bear its own fees and costs.				
10	AGREED TO: AGREE	O TO:			
11	00 4				
12	Date: Date:	2021			
13	By: By: Saly	1			
14	ANTHONY FERREIRO LIBERTY MOUNT	AIN SPORTS	s, LLC		
15	я	25			
16	IT IS SO ORDERED, ADJUDGED AND DECREED:	65 E3			
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19	Dated:		6		
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# RETENTION OF JURISDICTION 13. This Court shall retain jurisdiction of this matter to implement or modify the Consent Judgment. 14. **AUTHORIZATION** 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 document and certify that he or she is fully authorized by the Party he or she represents to execute the Consent Judgment on behalf of the Party represented and legally bind that Party. Except as explicitly provided herein, each Party is to bear its own fees and costs. AGREED TO: AGREED TO: (222) Date:\_\_\_\_\_ IT IS SO ORDERED, ADJUDGED AND DECREED: Dated: Judge of Superior Court