1 2 3 4 5 6 7 8	Julie Erickson, State Bar No. 293111 (julie@eko.l Elizabeth Kramer, State Bar No. 293129 (elizabeth Kevin Osborne, State Bar No. 261367 (kevin@eko Erickson Kramer Osborne LLP 44 Tehama St San Francisco, CA 94105 Phone: 415-635-0631 Fax: 415-599-8088  Yvette Golan (ygolan@tgfirm.com) Pro Hac Vice The Golan Law Firm PLLC 529 14th Street NW, Suite 914 Washington, D.C. 20045 Phone: 866-298-4150 Fax: 928-4410-8250	n@eko.law) o.law)
9 10 11 12	Jason S. Rathod (jrathod@classlawdc.com) Pro Ha Mark D. Patronella (mpatronella@classlawdc.com Migliaccio & Rathod LLP 412 H Street NE Washington, D.C. 20002 Phone: 202-470-3520 Fax: 202-800-2730	
13	Attorneys for Plaintiff	
14		
15	SUPERIOR COURT OF THE	STATE OF CALIFORNIA
16	COUNTY OF	ALAMEDA
17 18 19	Piyush Yadav, an individual acting in the public interest,  Plaintiff,	Case No.: 23CV029836  [PROPOSED] CONSENT JUDGMENT
20	V.	
21	Colorescience, Inc., Glo Skin Beauty, and Iredale Cosmetics, Inc.,	
22	Defendants.	
23	Detendants.	I
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#### 1. INTRODUCTION

- 1.1 **The Parties.** This Consent Judgment is entered into by and between Piyush Yadav, individually and acting in the public interest ("Plaintiff"), on the one hand, and Colorescience, Inc., Glo Skin Beauty, and Iredale Cosmetics, Inc. (collectively "Defendants"), on the other hand, with Plaintiff and Defendants collectively referred to as the "Parties" and each of them as a "Party." Plaintiff 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. Defendants are alleged to be persons in the course of doing business for purposes of Proposition 65, Cal. Health & Safety Code §§ 25249.6 et seq.
- 1.2 **Allegations and Representations.** Plaintiff alleges that Defendants have exposed individuals to Titanium Dioxide airborne, unbound particles of respirable size ("TiO2") from their sales of cosmetic and sunscreen products without providing a clear and reasonable exposure warning pursuant to Proposition 65. TiO2 is listed under Proposition 65 as a chemical known to the State of California to cause cancer.
- Notice of Violation/Complaint. On or about December 2, 2020, and on January 31, 2022, Plaintiff served Defendants and various public enforcement agencies with documents entitled "Sixty-Day Notice of Violation" and "Supplemental Sixty-Day Notice of Violation" (respectively) pursuant to Health & Safety Code §25249.7(d) (the "Notices"), alleging that Defendants violated Proposition 65 for failing to warn consumers and customers that use of cosmetics and sunscreens manufactured, distributed, offered for sale and/or sold by Defendants expose users in California to TiO2. No public enforcer has brought and is diligently prosecuting the claims alleged in the Notices. On March 22, 2023, Plaintiff initiated this action by filing a complaint (the "Complaint").
- 1.4 For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over Defendants as to the allegations contained in the Notices and the Complaint filed in this action, 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 Complaint based on the facts

alleged therein and/or in the Notices.

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

### 2. <u>DEFINITIONS</u>

- 2.1 **TiO2.** The term "TiO2" means Titanium Dioxide airborne, unbound particles of respirable size.
- 2.2 **Covered Products.** The term "Covered Products" means cosmetics and sunscreens containing TiO2 that are manufactured, distributed, sold and/or offered for sale in California by Defendants.
- 2.3 **Effective Date.** The term "Effective Date" means the date Defendants receive Notice of Entry of this Consent Judgment as a Judgment of the Court.

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

Reformulation of Covered Products. As of the Reformulation Date (defined herein), and continuing thereafter, Defendants shall not manufacture or import Covered Products for sale in California unless such Covered Products are either: (a) TiO2 Reformulated Products pursuant to Paragraph 3.2, below; or (b) labeled with a clear and reasonable warning pursuant to Paragraphs 3.3 and 3.4, below. For purposes of this Consent Judgment, a "TiO2 Reformulated Product" is a Covered Product that complies with the standard set forth in Paragraph 3.2 below. The warning requirement set forth in Paragraphs 3.3 and 3.4 shall not apply to any TiO2 Reformulated Product. The "Reformulation Date" shall be twelve (12) months after the Effective Date.

- 3.2 **TiO2 Reformulation Standard**. To qualify as a "TiO2 Reformulated Product," the Covered Product must meet the following standard: no more than five percent (5%) of the Covered Product by mass shall be TiO2 airborne respirable particles (i.e., airborne particles less than or equal to four (4) microns in aerodynamic mass median diameter). In any action to enforce this Consent Judgment based on a failure to meet the TiO2 Reformulated Product standard in this paragraph, analysis of any Covered Product must be performed by a laboratory that is accredited following ISO 17025 guidelines and analyzed pursuant to generally accepted scientific methods of analysis for quantitative determination of the aerodynamic mass median diameter of airborne TiO2 to which a consumer is exposed during ordinary use of the Covered Product (the "Test Method").
- 3.3 Clear and Reasonable Warning. As of the Reformulation Date, and continuing thereafter, Defendants must provide a clear and reasonable warning as set forth in this Paragraph 3.3 and Paragraph 3.4 for each Covered Product that Defendants manufacture or import for sale in California that is not a TiO2 Reformulated Product. There shall be no obligation for a Defendant to provide a warning for Covered Products that enter the stream of commerce prior to the Reformulation Date. The warning shall consist of either the Warning or Alternative Warning described in Paragraphs 3.3(a) or (b), respectively:
  - (a) **Warning**. The "Warning" shall consist of the statement:
  - **WARNING**: This product can expose you to chemicals including titanium dioxide (TiO2), which is known to the State of California to cause cancer. For more information go to <a href="www.P65Warnings.ca.gov">www.P65Warnings.ca.gov</a>.
- (b) **Alternative Warning**: Defendants may, but are not required to, use the alternative short-form warning as set forth in this Paragraph 3.3(b) ("**Alternative Warning**") as follows:
  - **MARNING**: Cancer www.P65Warnings.ca.gov.
- 3.4 A Warning or Alternative Warning provided pursuant to Paragraph 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 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 shall be affixed to or printed on the Covered Product's packaging or labeling, 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.

If a Defendant 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 appears prominently either: (a) on the same web page on which Covered Products are displayed and/or described; (b) on the same page as the price for the Covered Products; 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 Products, if the warning statement appears elsewhere on the same web page in a manner that clearly associates it with the product(s) to which the warning applies.

3.5 **Compliance with Warning Regulations.** For any Covered Products that do not meet the TiO2 Reformulation Standard set forth in Paragraph 3.2, a Defendant shall be deemed in compliance with this Consent Judgment by either adhering to Paragraphs 3.3 and 3.4 of this Consent Judgment or by complying with warning requirements as set forth in the State of California's Office of Environmental Health Hazard Assessment ("OEHHA") regulations as in effect on or after the Effective Date.

#### 4. MONETARY TERMS

4.1 **Civil Penalty.** Defendants shall pay a combined total of \$18,000.00 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

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#### 1001 I Street Sacramento, CA 95814

4.4 **Tax Documentation.** Defendants agree to provide a completed IRS 1099 for their payments to, and Plaintiff agrees to provide a IRS W-9 form for, Erickson Kramer Osborne LLP. Erickson Kramer Osborne LLP will provide a completed IRS 1099 for its payments of the civil penalty to Plaintiff Yadav and OEHHA and payment of attorneys' fees to Migliaccio & Rathod LLP and the Golan Law Firm PLLC.

#### 5. RELEASE OF ALL CLAIMS

5.1 This Consent Judgment is a full, final, and binding resolution between Plaintiff acting on his own behalf, and on behalf of the public interest, and Defendants, and each of their parents, subsidiaries, shareholders, affiliates, members, directors, officers, managers, employees, representatives, agents, attorneys, insurers, divisions, subdivisions, and each of their predecessors, successors and assigns (collectively "Defendant Releasees"), and all entities from whom any Defendant Releasee obtains Covered Products or their ingredients, and to whom any Defendant Releasee directly or indirectly manufactures, imports, distributes or sells Covered Products, including but not limited to manufacturers, suppliers, distributors, wholesalers, licensors, licensees, auctioneers, retailers, franchisees, reformulators, customers, owners, purchasers, users, cooperative members, and each of their respective officers, directors, attorneys, representatives, shareholders, agents, employees and affiliates (collectively "Downstream Releasees"), of all claims that have been asserted for, could have been asserted for, or that arise out of alleged or actual violations of Proposition 65 or its implementing regulations based on alleged exposure to TiO2 from Covered Products as set forth in the Notices or the Complaint, with respect to any Covered Products manufactured, distributed, or sold by Defendants prior to the Reformulation Date. Defendants, Defendant Releasees and Downstream Releasees are hereby collectively referred to as the "Released Parties." Plaintiff, on behalf of himself and in the public interest, hereby discharges and releases Released Parties from any and all claims relating to Proposition 65 arising from Released Parties' manufacture, import, sale, or distribution of Covered Products prior to the Reformulation Date, including, without limitation, any such claims, actions, and causes of action, in law or in

equity, suits, liabilities, demands, obligations, damages, costs, fines, penalties, losses, or expenses (including, but not limited to, fees of attorneys, experts, and others) of any nature whatsoever, whether known or unknown, fixed or contingent, asserted for, that could have been asserted for, or that arise out of the failure of any Released Party to provide clear, accurate and reasonable warnings under Proposition 65, Business and Professions Code §17200, et seq., predicated or based on a violation of Proposition 65, arising from the sale, distribution, or use of any Covered Products sold, manufactured or distributed by any Released Party in California prior to the Reformulation Date), but not including claims to enforce this Consent Judgment or unknown claims (collectively "Claims"). Compliance with this Consent Judgment by any Released Party shall constitute compliance with Proposition 65 by all Released Parties with respect to the presence of TiO2 in the Covered Products prior to the Reformulation Date. Plaintiff agrees that any and all Claims are resolved with prejudice by this Consent Judgment. The release in this Paragraph 5.1 applies to all Covered Products that Released Parties manufactured, distributed, or sold prior to the Reformulation Date, regardless of the date any other Released Party may distribute or sell the Covered Products that Defendants manufactured, distributed, or sold prior to the Reformulation Date. It is the Parties' intention that this Consent Judgment shall have preclusive effect such that no other 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 Notices or the Complaint, or that could have been brought pursuant to the Notices or the Complaint against Released Parties regarding the Covered Products ("Proposition 65 Claims").

5.2 In addition to the foregoing, Plaintiff, 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 discharges and releases the Released Parties from any and all Claims arising under Proposition 65 for unwarned exposures to TiO2 relating to Covered Products manufactured, imported, distributed, or sold by any Released Party. The releases in this Paragraph 5.2 are

provided in Plaintiff's individual capacity and are not releases on behalf of the public. It is possible that other claims not known to the Parties arising out of the facts contained in the Notices, or alleged in the Complaint, relating to the Covered Products, will hereafter be discovered or developed. Plaintiff, on behalf of himself only, acknowledges that this Consent Judgment is expressly intended to cover and include all such claims prior to the Reformulation Date, including all rights of action therefor. Plaintiff acknowledges that the claims released in Paragraphs 5.1 and 5.2 may include unknown claims arising under Proposition 65 for unwarned exposures to TiO2 from the Covered Products prior to the Reformulation Date, and nevertheless Plaintiff intends to release such claims, and in doing so waives California Civil Code § 1542 (and any other state, federal, or international law of similar import), 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.

Plaintiff understands and acknowledges that the significance and consequence of this waiver of California Civil Code § 1542 is that even if Plaintiff suffers future damages arising out of or resulting from, or related directly or indirectly to, in whole or in part, Claims arising from any violation of Proposition 65 or any other statutory or common law regarding the failure to warn about exposure to TiO2 from the Covered Products, including but not limited to any exposure to, or failure to warn with respect to exposure to TiO2 from the Covered Products, Plaintiff will not be able to make any claim for those damages against Released Parties. Furthermore, Plaintiff acknowledges that he intends these consequences for any such Claims arising from any violation of Proposition 65 or any other statutory or common law regarding the failure to warn about exposure to TiO2 from Covered Products as may exist as of the date of this release but which Plaintiff does not know exist, and which, if known, would materially affect his decision to enter into this Consent Judgment, regardless of whether his lack of knowledge is the result of ignorance, oversight, error, negligence, or any other cause.

5.3 Defendants waive any and all claims against Plaintiff, his attorneys and other representatives, for any and all actions taken, or statements made (or those that could have been taken or made) by Plaintiff 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. <u>INTEGRATION</u>

6.1 This Consent Judgment contains the sole and entire agreement of the Parties 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. If Proposition 65 is repealed, preempted 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. <u>NOTICES</u>

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 Defendants Colorescience, Inc. and Iredale Cosmetics, Inc.:

Michael J. Steel

Law Offices of Michael Steel

6303 Wood Drive

Oakland, CA 94611

mjslaw@outlook.com

For Defendant Glo Skin Beauty:

Thomas M. Donnelly

1 2	Jones Day 555 California Street, 26th Floor San Francisco, CA 94104
3	tmdonnelly@jonesday.com For Plaintiff:
4	
5	Jason S. Rathod  Migliacccio & Rathod LLP
6	412 H Street NE Washington, D.C. 20002
7	
8	Any Party, from time to time, may specify in writing to the other Party a change of address to
9	which all notices and other communications shall be sent.
10	9. <u>COUNTERPARTS; FACSIMILE SIGNATURES</u>
11	9.1 This Consent Judgment may be executed in counterparts and by facsimile or
12	portable document format (pdf), each of which shall be deemed an original, and all of which, when
13	taken together, shall constitute one and the same document.
14	10. COMPLIANCE WITH HEALTH & SAFETY CODE § 25249.7(f)/COURT
15	APPROVAL
16	10.1 Plaintiff agrees to comply with the requirements set forth in California Health &
17	Safety Code § 25249.7(f) and to promptly bring a Motion for Approval of this Consent Judgment.
18	Defendants shall support approval of such Motion.
19	10.2 This Consent Judgment shall not be effective until it is approved and entered by the
20	Court and shall be null and void if, for any reason, it is not approved by the Court. In such case,
21	the Parties agree to meet and confer on how to proceed and if such agreement is not reached within
22	30 days, the case shall proceed on its normal course.
23	10.3 If the Court approves this Consent Judgment and is reversed or vacated by an
24	appellate court, the Parties shall meet and confer as to whether to modify the terms of this Consent
25	Judgment. If the Parties do not jointly agree on a course of action to take, the case shall proceed
26	on its normal course on the trial court's calendar.
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## 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. Notwithstanding the foregoing, if Plaintiff, the Attorney General, or any public enforcer represented by [insert plaintiff's counsel] agree to terms in a settlement or judicially entered consent judgment with any manufacturer of Covered Products which permits a higher level of TiO2 in Covered Products without requiring an exposure warning, the Parties agree that Defendants shall be deemed in compliance with the terms of this Consent Judgment and Proposition 65 if they elect to adhere to such reformulation terms as provided in such other TiO2 settlement or judicially entered consent judgment. At a Party's request, the Parties agree to cooperate to modify this agreement to conform to a subsequently entered settlement.

### 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.

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

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

#### 14. **AUTHORIZATION**

14.1 The undersigned are authorized to execute this Consent Judgment on behalf of their respective Parties and have read, understood, 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.

## (continued next page)

1	AGREED TO:	AGREED TO:
2	06/13/2023	
3	Date:	Date:
4	Date:By:PLAINTIFF Piyush Yadav	By:
5	PLAINTIFF Piyush Yadav	DEFENDANT Colorescience, Inc.
6		Date:
7		By:
8		DEFENDANT Iredale Cosmetics, Inc.
9		Date:
10		By:
11		DEFENDANT Glo Skin Beauty
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13	IT IS SO ORDERED, ADJUDGED AND	DECREED:
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15	Dated:	
16		Judge of Superior Court
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AGREED TO:	AGREED TO:
Date:	Date: June 8, 2023  By: Ted Coel
	By: Ted Col
By:PLAINTIFF Piyush Yadav	DEFENDANT Colorescience, Inc.
	Date:
	Dr.,
	DEFENDANT Iredale Cosmetics, Inc.
	Date:
	By:
IT IS SO ORDERED, ADJUDGED A	AND DECREED:
Dated:	
	Judge of Superior Court

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11		DEFENDANT Glo Skin Beauty
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AGREED TO:	AGREED TO:
Date:	Date:
Date.	
By: PLAINTIFF Piyush Yadav	By: DEFENDANT Colorescience, Inc.
PLAINTIFF Flyush Fauav	DEFENDANT Colorescience, inc.
	Date:
	By:
	DEFENDANT Iredale Cosmetics, Inc.
	Date: 5/31/23
	By:
	DEFENDANT Glo Skin Beauty
IT IS SO ORDERED, ADJUDGEI	D AND DECREED:
Dated:	