1 2 3 4 5 6 7 8 9 10	Mark N. Todzo, State Bar No. 168389 Meredyth Merrow, State Bar No. 327338 LEXINGTON LAW GROUP 503 Divisadero Street San Francisco, CA 94117 Telephone: (415) 913-7800 Facsimile: (415) 759-4112 mtodzo@lexlawgroup.com mmerrow@lexlawgroup.com Counsel for Plaintiff CENTER FOR ENVIRONMENTAL HEALTH SUPERIOR COURT OF THE S COUNTY OF SAN	
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12	CENTER FOR ENVIRONMENTAL HEALTH,	Case No. CGC-23-604604
13	a non-profit corporation,	
14	Plaintiff,	Assigned for all purposes to: Judge Ethan P. Schulman, Dept. 304
15	V.	[PROPOSED] CONSENT
16	ATHLETA LLC, et al.,	JUDGMENT AS TO MIZUNO USA, INC.
17	Defendant.	
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#### INTRODUCTION

1.1 The parties to this Consent Judgment ("Parties") are the Center for
 Environmental Health ("CEH") and Defendant Mizuno USA, Inc. ("Settling Defendant"). CEH
 and Settling Defendant are referred to collectively as the "Parties."

5 1.2 Settling Defendant manufactures, distributes, and/or sells athletic shirts made
6 primarily of polyester with spandex that contain Bisphenol A ("BPA") in the State of California
7 or have done so in the past.

8 1.3 On October 12, 2022, CEH served a 60-Day Notice of Violation under
9 Proposition 65 (The Safe Drinking Water and Toxic Enforcement Act of 1986, California Health
8 & Safety Code §§ 25249.5, *et seq.*) ("Notice") to Settling Defendant, the California Attorney
11 General, the District Attorneys of every County in the State of California, and the City Attorneys
12 for every City in the State of California with a population greater than 750,000. The Notice
13 alleges violations of Proposition 65 with respect to the presence of BPA in athletic shirts made
14 primarily of polyester with spandex.

15 1.4 On February 15, 2023 CEH filed the original complaint in this matter naming
16 Settling Defendant as a defendant.

17 1.5 For purposes of this Consent Judgment only, the Parties stipulate that: (i) this
18 Court has jurisdiction over the allegations of violations contained in the operative Complaint
19 applicable to Settling Defendant and personal jurisdiction over Settling Defendant as to the acts
20 alleged in the Complaints; (ii) venue is proper in the County of San Francisco; and (iii) this Court
21 has jurisdiction to enter this Consent Judgment.

1.6 Nothing in this Consent Judgment is or shall be construed as an admission by
the Parties of any fact, conclusion of law, issue of law, or violation of law, nor shall compliance
with the Consent Judgment constitute or be construed as an admission by the Parties of any fact,
conclusion of law, issue of law, or violation of law. Nothing in this Consent Judgment shall
prejudice, waive, or impair any right, remedy, argument, or defense the Parties may have in any
other legal proceeding. This Consent Judgment is the product of negotiation and compromise and

1 is accepted by the Parties for purposes of settling, compromising, and resolving issues disputed in this action. 2 3 **DEFINITIONS** 2. 4 2.1 "Covered Products" means athletic shirts made primarily of polyester with 5 spandex that are manufactured, distributed, or sold by Settling Defendant. 2.2 6 "Effective Date" means the date on which this Consent Judgment is entered by 7 the Court. 8 2.3 "Test Protocol" means a standard method for measuring total BPA content as 9 set forth in Exhibit A. 10 3. **INJUNCTIVE RELIEF** 11 3.1 **Reformulation of Covered Products.** Within six months following the 12 Effective Date (the "Reformulation Date"), Settling Defendant shall not manufacture, distribute, 13 license, sell, or offer for sale any Covered Product in California that contains BPA. For purposes 14 of this Consent Judgment, a product "contains BPA" if BPA is an intentionally added ingredient 15 in either the Covered Product or a component of the Covered Product, or contains in excess of 10 16 parts per billion BPA as measured by the Test Protocol. Settling Defendant shall not replace the 17 BPA with any other bisphenol (such as Bisphenol S or BPS). 18 3.2 **Specification to Suppliers.** If Settling Defendant chooses to begin selling 19 Covered Products again in California, it shall first issue specifications to its suppliers of Covered 20 Products requiring that Covered Products not contain BPA or any other bisphenol (such as 21 Bisphenol S or BPS). 22 Sell-Through for Existing Inventory. The reformulation requirements of 3.3 23 Section 3 shall not apply to Covered Products that Settling Defendant have purchased prior to the 24 Effective Date, including but not limited to Covered Products in distribution centers, in inventory, 25 or at retail locations. 3.4 **Clear and Reasonable Warnings.** 26 27 3.4.1 **Election to Warn**. If Settling Defendant is unable to comply with the 28 Reformulation provision set forth in Section 3.1 or otherwise elects to permanently avail itself of -3the warning option provided by this Section 3.4, Settling Defendant shall provide written notice
to CEH prior to the Reformulation Date, and Settling Defendant concurrently shall make the
additional payment specified in Section 5.2 below. Settling Defendant shall then provide Clear
and Reasonable Warnings for each Covered Product sold in California. A Clear and Reasonable
Warning under this Agreement shall state:

**WARNING:** This product can expose you to chemicals including Bisphenol A ("BPA") which is known to the State of California to cause birth defects or other reproductive harm. For more information go to <u>www.P65Warnings.ca.gov</u>.

The word "WARNING" shall be displayed in all capital letters and bold print and shall be 10 preceded by the yellow warning triangle symbol depicted above, provided however, the symbol 11 may be printed in black and white if the Covered Product label is produced without using the 12 color yellow. This warning statement shall be prominently displayed on the outer packaging of 13 the Covered Product and shall be displayed with such conspicuousness, as compared with other 14 words, statements or designs as to render it likely to be seen, read and understood by an ordinary 15 individual prior to sale. For internet, catalog or any other sale where the consumer is not 16 physically present, the warning statement shall be displayed in such a manner that it is likely to be 17 read and understood by an ordinary individual prior to the authorization of or actual payment.

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## ENFORCEMENT

4.1 Plaintiff may, by motion or application for an order to show cause before the Superior Court of San Francisco County, enforce the terms and conditions contained in this Consent Judgment. Prior to bringing any motion or application to enforce the requirements of Section 3 above, Plaintiff shall provide Settling Defendant with a Notice of Violation and a copy of any test results which purportedly support the Notice of Violation. The Parties shall then meet and confer regarding the basis for the anticipated motion or application in an attempt to resolve it informally, including providing Settling Defendant with a reasonable opportunity of at least thirty (30) days to cure any alleged violation. Should such attempts at informal resolution fail, Plaintiff may file an enforcement motion or application. This Consent Judgment may only be enforced by

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1	the Parties. To the extent that Sattling Defendent can demonstrate that it purchased the Covered	
	the Parties. To the extent that Settling Defendant can demonstrate that it purchased the Covered	
2	Product subject to the Notice of Violation prior to the Effective Date, the sale of such Covered	
3	Product will not constitute a violation of the terms of this Consent Judgment.	
4	5. PAYMENTS	
5	5.1 <b>Total Settlement Payment.</b> Within ten (10) days of the Effective Date,	
6	Settling Defendant shall pay the total settlement amount of \$24,000 and no cents as a settlement	
7	payment as further set forth in this Section.	
8	5.1.1 A civil penalty in the amount of \$ 6,300 pursuant to Health &	
9	Safety Code § 25249.7(b). The civil penalty shall be apportioned in accordance with Health &	
10	Safety Code §25249.12 (25% to CEH and 75% to the State of California's Office of	
11	Environmental Health Hazard Assessment ("OEHHA")). Accordingly, the OEHHA portion of	
12	the civil penalty payment of \$4,725 shall be made payable to OEHHA and associated with	
13	taxpayer identification number 68-0284486. This payment shall be delivered as follows:	
14		
15	For United States Postal Service Delivery: Attn: Mike Gyurics	
16	Fiscal Operations Branch Chief Office of Environmental Health Hazard Assessment	
17	P.O. Box 4010, MS #19B Sacramento, CA 95812-4010	
18	For Non-United States Postal Service Delivery:	
19	Attn: Mike Gyurics Fiscal Operations Branch Chief	
20	Office of Environmental Health Hazard Assessment 1001 I Street, MS #19B	
21	Sacramento, CA 95814	
22	The CEH portion of the civil penalty payment for \$1,575 shall be made payable to the Center for	
23	Environmental Health and associated with taxpayer identification number 94-3251981. This	
24	payment shall be delivered to Lexington Law Group, 503 Divisadero Street, San Francisco, CA	
25	94117.	
26	5.1.2 An Additional Settlement Payment ("ASP") in the amount of	
27	\$4,700 to CEH in lieu of civil penalty pursuant to Health & Safety Code § 25249.7(b), and	
28	California Code of Regulations, Title 11, § 3204. CEH will use such funds to continue its work	
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1	educating and protecting people from	n exposures to to	oxic chemicals, incl	luding BPA, in textiles
2	and other products. CEH may also u	se a portion of s	uch funds to monit	or compliance with this
3	Consent Judgment and to purchase a	nd test Settling I	Defendant's produc	ets to confirm compliance.
4	CEH shall obtain and maintain adequ	ate records to d	ocument that ASPs	s are spent on these
5	activities and CEH agrees to provide	such documenta	ation to the Attorne	ey General within thirty
6	days of any request from the Attorne	y General. The	payment pursuant	to this Section shall be
7	made payable to the Center for Envir	conmental Health	h and associated wi	th taxpayer identification
8	number 94-3251981. This payment	shall be delivere	d to Lexington Lav	w Group, 503 Divisadero
9	Street, San Francisco, CA 94117.			
10	5.1.3 Settlin	g Defendant sha	ll pay \$13,000 as a	reimbursement of a
11	portion of Plaintiff's reasonable attor	rneys' fees and c	costs. The attorney	s' fees and cost
12	reimbursement shall be made in two	separate checks	as follows: (a) \$10	0,000 payable to the
13	Lexington Law Group and associated	d with taxpayer i	dentification numb	per 88-4399775; and (b)
14	\$3,000 payable to the Center for Env	vironmental Heal	th and associated v	with taxpayer
15	identification number 94-3251981. 1	Both of these pay	yments shall be del	ivered to Lexington Law
16	Group, 503 Divisadero Street, San F	rancisco, CA 94	117.	
17	5.1.4 To sun	nmarize, Settling	g Defendant shall d	eliver checks made out to
18	the payees and in the amounts set for	th below:		
19			I	
20	Payee	Туре	Amount	Deliver To
21	ОЕННА	Penalty	\$4,725	OEHHA per Section 5.2.1
22	Center For Environmental Health	Penalty	\$1,575	LLG
23	Center For Environmental Health	ASP	\$4,700	LLG
24	Lexington Law Group	Fee and Cost	\$10,000	LLG
25	Center For Environmental Health	Fee and Cost	\$3,000	LLG
26		1		<u> </u>
27	5.2 Additional Payn	nent for Warni	ng. If Settling De	fendant avails itself of the
28	permanent warning option provided f	for by Section 3.	3, Settling Defenda	nt shall make an additional
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1 payment of \$6,000 to be split between a civil penalty, ASP and attorneys' fees and costs as set forth 2 herein, concurrently with its written notice as provided in Section 3.2. Of the additional payment, 3 \$2,600 shall be a civil penalty, apportioned in accordance with Health & Safety Code § 25249.12 4 (25% to CEH and 75% to the State of California's Office of Environmental Health Hazard 5 Assessment ("OEHHA")). Accordingly, the OEHHA portion of the civil penalty payment of 6 \$1,950 shall be made payable to OEHHA, associated with taxpayer identification number 68-7 0284486, and sent to the OEHHA address set forth in section 5.2.1 above. The CEH portion of the 8 additional civil penalty payment of \$650 shall be made payable to the Center for Environmental 9 Health and associated with taxpayer identification number 94-3251981. \$1,500 of the additional 10 payment shall be made payable to Lexington Law Group, 503 Divisadero Street, San Francisco, 11 CA 94117 for fees and costs associated with the additional payment. The remaining \$1,900 of the 12 additional payment shall be made payable to the Center for Environmental Health and associated 13 with taxpayer identification number 94-3251981 and shall be used as set forth in Section 5.2.2 14 above. Both payments to CEH shall be delivered to Lexington Law Group, 503 Divisadero Street, 15 San Francisco, CA 94117.

5.3 Failure to Comply With Payment Obligations. Notwithstanding the
provisions of the Enforcement of Judgments Law and Code of Civil Procedure §708.160, in the
event that Settling Defendant does not comply fully with its payment obligations under Section 5,
in addition to any other enforcement mechanism available to CEH, CEH may obtain an order
requiring Settling Defendant to submit to a Debtors Exam. In the event that Settling Defendant
fails to submit to any such Debtors Exam ordered by the Court, CEH may seek an order holding
Settling Defendant in contempt of Court.

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#### MODIFICATION

6.1 Written Consent. This Consent Judgment may be modified from time to
time by express written agreement of the Parties with the approval of the Court, or by an order of
this Court upon motion and in accordance with law.

Alternative Compliance Standards. If either (i) CEH enters into a courtapproved settlement or a court enters a final judgment in a Proposition 65 enforcement action

over exposure to BPA from athletic shirts made primarily of polyester with spandex that includes
a different reformulation level than that set forth in Section 3.1; or (ii) the State of California
adopts a different definition or method for determining exposure to BPA for purposes of
Proposition 65, the Parties will meet and confer in good faith on conforming modifications to this
Consent Judgment. If the Parties are unable to reach agreement, either Party may move the Court
to modify the Consent Judgment.

6.3 Meet and Confer. Any Party seeking to modify this Consent Judgment shall
attempt in good faith to meet and confer with all affected Parties prior to filing a motion to
modify the Consent Judgment.

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#### 7. CLAIMS COVERED AND RELEASED

7.1 11 Provided that Settling Defendant complies in full with their obligations under 12 Section 5, this Consent Judgment is a full, final and binding resolution between CEH on behalf of 13 itself and the public interest and Settling Defendant, its parents, subsidiaries, affiliated entities 14 that are under common ownership, directors, officers, employees, agents, shareholders, 15 successors, assigns, and attorneys ("Defendant Releasees"), and all entities to which Settling 16 Defendant distributes or sells Covered Products, such as distributors, wholesalers, customers, 17 retailers, franchisees, licensors and licensees ("Downstream Defendant Releasees"), of any 18 violation of Proposition 65 based on failure to warn about alleged exposure to BPA contained in 19 Covered Products that were sold by Settling Defendant prior to the Effective Date.

20 7.2 Provided that Settling Defendant complies in full with its obligations under 21 Section 5, CEH, for itself, its agents, successors and assigns, releases, waives and forever 22 discharges any and all claims against Settling Defendant, Defendant Releasees and Downstream 23 Defendant Releasees arising from any violation of Proposition 65 or any other statutory or 24 common law claims that have been or could have been asserted by CEH individually regarding 25 the failure to warn about exposure to BPA contained in Covered Products sold by Settling Defendant prior to the Effective Date or thereafter provided such Covered Products are subject to 26 27 the provisions of Section 3.3 above.

1	7.3 Compliance with the terms of this Consent Judgment by Settling Defendant	
2	and Defendant Releasees shall constitute compliance with Proposition 65 by Settling Defendant,	
3	Defendant Releasees, and Downstream Defendant Releasees with respect to any alleged failure to	
4	warn about BPA in Covered Products manufactured, distributed, or sold by Settling Defendant	
5	after the Effective Date.	
6	7.4 Nothing in this Section 7 affects Plaintiff's right to commence or prosecute an	
7	action under Proposition 65 against any person other than Settling Defendant, Defendant	
8	Releasees, or Downstream Defendant Releasees.	
9	8. NOTICE	
10	8.1 When CEH is entitled to receive any notice under this Consent Judgment, the	
11	notice shall be sent by first class and electronic mail to:	
12	Mark N. Todzo	
13	Lexington Law Group 503 Divisadero Street	
14	San Francisco, CA 94117 mtodzo@lexlawgroup.com	
15		
16	8.2 When Settling Defendant is entitled to receive any notice under this Consent	
17	Judgment, the notice shall be sent by first class and electronic mail to:	
18	Cordon T. Baesel Troutman Pepper	
19	11682 El Camino Real, Ste. 400 San Diego, CA 92130	
20	Cordon.baesel@troutman.com	
21	8.3 Any Party may modify the person and address to whom the notice is to be sent	
22	by sending the other Party notice by first class and electronic mail.	
23	9. COURT APPROVAL	
24	9.1 This Consent Judgment shall become effective upon entry by the Court.	
25	Plaintiff shall prepare and file a Motion for Approval of this Consent Judgment and Settling	
26	Defendant shall support entry of this Consent Judgment.	
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9.2 If this Consent Judgment is not entered by the Court, it shall be of no force or
 effect and shall never be introduced into evidence or otherwise used in any proceeding for any
 purpose other than to allow the Court to determine if there was a material breach of Section 9.1.

#### **10. GOVERNING LAW AND CONSTRUCTION**

5 10.1 The terms of this Consent Judgment shall be governed by the laws of the State
6 of California.

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## 11. ATTORNEYS' FEES

8 11.1 Should Plaintiff prevail on any motion, application for an order to show cause, 9 or other proceeding to enforce a violation of this Consent Judgment, Plaintiff shall be entitled to 10 its reasonable attorneys' fees and costs incurred as a result of such motion or application. Should 11 a Settling Defendant prevail on any motion application for an order to show cause or other 12 proceeding, that Settling Defendant may be awarded its reasonable attorneys' fees and costs 13 against Plaintiff as a result of such motion or application upon a finding by the Court that 14 Plaintiff's prosecution of the motion or application lacked substantial justification. For purposes 15 of this Consent Judgment, the term substantial justification shall carry the same meaning as used in the Civil Discovery Act of 1986, Code of Civil Procedure §§ 2016, et seq. 16

17 11.2 Except as otherwise provided in this Consent Judgment, each Party shall bear
18 its own attorneys' fees and costs.

19 11.3 Nothing in this Section 10 shall preclude a Party from seeking an award of20 sanctions pursuant to law.

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## **12. ENTIRE AGREEMENT**

22 12.1 This Consent Judgment contains the sole and entire agreement and 23 understanding of the Parties with respect to the entire subject matter hereof, and any and all prior 24 discussions, negotiations, commitments or understandings related thereto, if any, are hereby 25 merged herein and therein. There are no warranties, representations or other agreements between the Parties except as expressly set forth herein. No representations, oral or otherwise, express or 26 27 implied, other than those specifically referred to in this Consent Judgment have been made by any 28 Party hereto. No other agreements not specifically contained or referenced herein, oral or -10otherwise, shall be deemed to exist or to bind any of the Parties hereto. Any agreements
specifically contained or referenced herein, oral or otherwise, shall be deemed to exist or to bind
any of the Parties hereto only to the extent that they are expressly incorporated herein. No
supplementation, modification, waiver or termination of this Consent Judgment shall be binding
unless executed in writing by the Party to be bound thereby. No waiver of any of the provisions
of this Consent Judgment shall be deemed or shall constitute a waiver of any of the other
provisions hereof whether or not similar, nor shall such waiver constitute a continuing waiver.

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## 13. SUCCESSORS AND ASSIGNS

9 13.1 This Consent Judgment shall apply to and be binding upon CEH and Settling
10 Defendant, and their respective divisions, subdivisions and subsidiaries, and the successors or
11 assigns of any of them.

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## **RETENTION OF JURISDICTION**

13 14.1 This Court shall retain jurisdiction of this matter to implement or modify the
14 Consent Judgment.

# 15 **15.** AUTHORITY TO STIPULATE TO CONSENT JUDGMENT

16 15.1 Each signatory to this Consent Judgment certifies that they are fully authorized
17 by the Party he or she represents to stipulate to this Consent Judgment and to enter into and execute
18 the Consent Judgment on behalf of the Party represented and legally to bind that Party.

# 1916.NO EFFECT ON OTHER SETTLEMENTS

20 16.1 Nothing in this Consent Judgment shall preclude CEH from resolving any claim
21 against an entity other than Settling Defendant on terms that are different than those contained in
22 this Consent Judgment.

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# IT IS SO ORDERED:

26	Dated:	, 2023
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Judge of the Superior Court

1	IT IS SO STIPULATED:	
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3	Dated:, 2023 CE	NTER FOR ENVIRONMENTAL HEALTH
4		) $()$
5		Kept
6	Inte	gina Jackson erim Chief Executive Officer
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9	Dated: <u>June 26</u> , 2023 MI	ZUNO USA, INC.
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1	EXHIBIT A
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2 3	"Test Protocol" as defined in Section 2.3 of the Consent Judgment means the following test method:
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5	a. Obtain homogenized 1-gram sample of the athletic shirt by shredding the entire athletic shirt and taking a representative 1-gram sample of the shreds.
6	b. Add the 1-gram athletic shirt sample to 10 ml of acetonitrile
7	c. Heat the solution using a hot plate for 3 hours at 40 degrees Celsius
8	d. Analytical method - Isotope dilution LC-Tandem MS (LC-MS)
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10	e. Limit of detection 10 ppb
11	f. Reporting BPA concentration in mg of BPA per kg of sample
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