1 2 3 4 5 6 7 8	ENTORNO LAW, LLP Noam Glick (SBN 251582) Craig M. Nicholas (SBN 178444) Jake W. Schulte (SBN 293777) Janani Natarajan (SBN 346770) 225 Broadway, Suite 1900 San Diego, California 92101 Tel: (619) 629-0527 Email: craig@entornolaw.com Email: noam@entornolaw.com Email: jake@entornolaw.com	
9	Environmental Health Advocates, Inc.	
10	SUPERIOR COURT OF	THE STATE OF CALIFORNIA
11	IN AND FOR THE COUNTY OF ALAMEDA	
12	ENVIRONMENTAL HEALTH	Case No. 23CV029336
13	ADVOCATES, INC.,	[PROPOSED] CONSENT JUDGMENT
14	Plaintiff,	(Health & Safety Code § 25249.6 et seq. and
15	V.	Code Civ. Proc. § 664.6)
16 17	BLACK GIRL SUNSCREEN LLC, a Florida limited liability company; TARGET CORPORATION, a Minnesota corporation, and DOES 1 through 100, inclusive,	
18	Defendants.	
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1.

INTRODUCTION

1.1 Parties

This Consent Judgment is entered into by and between Environmental Health Advocates, Inc., ("EHA" or "Plaintiff") and Black Girl Sunscreen LLC ("Defendant" or "BGS") with EHA and BGS each individually referred to as a "Party" and collectively referred to as the "Parties."

1.2 Plaintiff

EHA is a corporation organized in the state of California, acting in the interest of the general public. It seeks to promote awareness of exposures to toxic chemicals and to improve human health by reducing or eliminating hazardous substances contained in consumer products.

1.3 Defendant

BGS employs ten or more individuals and for purposes of this Consent Judgment only, is a "person in the course of doing business" for purposes of the Safe Drinking Water and Toxic Enforcement Act of 1986, Health and Safety Code section 25249.6 et seq. ("Proposition 65").

1.4

General Allegations

EHA alleges that BGS manufactures, imports, sells, and distributes for sale sunscreen products, including Black Girl Sunscreen, SPF 30 and Black Girl Kids, SPF 50 Sunscreen,¹ that contains Benzophenone. EHA further alleges that BGS does so without providing a sufficient health hazard warning as required by Proposition 65 and the regulations promulgated and adopted thereunder. BGS denies these allegations and asserts that its products are safe and in compliance with all applicable laws, rules and regulations.

1.5 Notice of Violation

On or around June 23, 2022, EHA served Defendant BGS, Target Corporation, the California Attorney General, and all other required public enforcement agencies with a 60-Day Notice of Violation of Proposition 65 ("Notice"). On or around April 24, 2023, EHA served Defendant BGS, Target Corporation, the California Attorney General, and all other required public enforcement agencies with an Amended 60-Day Notice of Violation of Proposition 65 ("Amended Notice")

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¹ The term "SPF" refers to Sun Protection Factor Value as defined at 21 C.F.R. § 352.3.

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(collectively, "Notices").

The Notices alleged that BGS had violated Proposition 65 by failing to sufficiently warn consumers in California of the health hazards associated with exposures to Benzophenone contained in sunscreen products, including but not limited to Black Girl Sunscreen, SPF 30 manufactured or processed by BGS that allegedly contain Benzophenone and are imported, sold, shipped, delivered, or distributed for sale to consumers in California by Releasees (as defined in section 4.1).

No public enforcer has commenced or is otherwise prosecuting an action to enforce the violations alleged in the Notice.

1.6 **Product Description**

The products covered by this Consent Judgment are sunscreen products manufactured or processed by BGS that contain Benzophenone and are imported, sold, shipped, delivered, or distributed for sale to consumers in California by Releasees (as defined in section 4.1) ("Covered Products"). As of June 13, 2013, BGS has only two products, Black Girl Sunscreen, SPF 30, and Black Girl Kids SPF 50 Sunscreen, that fall within the definition of Covered Products. The foregoing notwithstanding, this Consent Judgment, and all of its terms, applies to all Covered Products, including the currently existing Black Girl Sunscreen, SPF 30 and Black Girl Kids SPF 50 Sunscreen, as well as to, including without limitation, new products and brands introduced, developed, or acquired in the future by BGS Defendant which would today meet the definition of Covered Products if they currently were being manufactured or distributed for sale, or being sold, in California. The term Covered Product, as used hereafter in this Consent Judgment, includes such future products and brands.

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State of the Pleadings

On or around March 15, 2023, EHA filed a Complaint against BGS for the alleged violations of Proposition 65 that are the subject of the Notice ("Complaint").

1.8 **No Admission**

BGS denies the material factual and legal allegations of the Notice and Complaint and maintains 27 28 that all of the products it has manufactured, imported, sold, and/or distributed for sale in California,

including Covered Products, have been, and are, in compliance with all applicable laws, rules and regulations. Nothing in this Consent Judgment shall be construed as an admission of any fact, finding, conclusion of law, issue of law, or violation of law, nor shall compliance with this Consent Judgment be construed as an admission of any fact, finding, conclusion of law, issue of law, or violation of law. This Section shall not, however, diminish or otherwise affect BGS's obligations, responsibilities, and duties under this Consent Judgment.

1.9 Jurisdiction

For purposes of this Consent Judgment and the Complaint only, the Parties stipulate that this Court has jurisdiction over BGS as to the allegations in the Complaint, that venue is proper in the County of Alameda, and that the Court has jurisdiction to enter and enforce the provisions of this Consent Judgment pursuant to Proposition 65 and Code of Civil Procedure section 664.6.

1.10 **Effective Date**

For purposes of this Consent Judgment, the term "Effective Date" means the date on which this Consent Judgment is approved and entered as a judgment of the Court, as discussed in Section 5.

- 2. **INJUNCTIVE RELIEF**
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2.1 **Reformulation of the Covered Products**

(a) BGS manufactures, and/or distributes, and/or sells sunscreen products, including SPF sunscreen products. One ingredient used in such products to enhance their ability to provide 18 protection from the sun is octocrylene, an active ingredient approved for use in sunscreens by the 19 Federal Food & Drug Administration ("FDA").² Octocrylene can at times contain benzophenone. 20 Benzophenone (CAS # 119-61-9) is a chemical listed under The Safe Drinking Water and Toxic Enforcement Act of 1986, California Health & Safety Code § 25249.5 et seq. (commonly known as 22 "Proposition 65") as a chemical "known to the state to cause cancer" as Proposition 65 defines that 23 phrase. 27 Cal. Code Reg. § 25000. 24

Beginning thirty (30) days after the Effective Date, BGS shall only manufacture or 25 (b) cause to be manufactured, either Covered Products containing no more than (i) 35 ppm 26 benzophenone in the finished Covered Products; or (ii) 350 ppm of benzophenone in the ingredient 27

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- ² See 76 Fed. Reg. 35620; 21 C.F.R. §§ 352.10, 352.20 (stayed)

octocrylene used in the finished Covered Products. These standards are the "**Reformulation Standards**."

(c) The dates and reformulations of the Covered Products as listed in Section 2.1 (b) shall be referred to collectively as the "Reformulation Standards," consisting of either the standards set forth in Sections 2.1 (b)(i) (the "Finished Product Reformulation Standards") or Sections 2.1 (b)(ii) (the "Octocrylene Reformulation Standards"). BGS may at any time, at its own election, comply with either, both, or any combination of the applicable Finished Product Reformulation Standard or the Octocrylene Reformulation Standard with respect to any Covered Product.

(d) The Reformulation Standards shall apply to Covered Products which are manufactured by or on behalf of BGS on or after the applicable Reformulation Standard dates.

(e) If BGS elects to meet the Finished Product Reformulation Standard it may, at its option, either (i) test the Covered Product pursuant to a scientifically appropriate application of U.S. Environmental Protection Agency testing methodologies 3580A, 8270C, or any other scientifically appropriate methodology for determining the benzophenone content in a substance of the form of the specific Covered Product being tested, or (ii) may use the appropriate mathematical calculation based on octocrylene percentage in the Covered Product and the benzophenone concentration in the lot of octocrylene used in the finished Covered Product, based either on testing of the octocrylene lot or on a certificate of analysis documenting benzophenone content from the octocrylene supplier (the "Certificate of Analysis") at the option of the Settling Defendant.

(f) If BGS elects to meet the Octocrylene Reformulation Standard it shall obtain a
 Certificate of Analysis or analytical testing report for each lot of octocrylene used in the manufacture of Covered Products. If, after BGS has advised its octocrylene suppliers to include a Certificate of Analysis with each lot of delivered octocrylene, an octocrylene supplier fails to include a Certificate of Analysis, a BGS may correct the lapse upon discovery.

(g) BGS may, absent grounds to question the accuracy, demonstrate compliance with
 either Reformulation Standard by relying in good faith on an octocrylene supplier's Certificate of
 Analysis or comparable verified quantitative benzophenone content information. Such good faith
 reliance establishes compliance with the Octocrylene Reformulation Standard. Octocrylene suppliers

may rely on any scientifically appropriate testing methodology for determining the benzophenone content of octocrylene.

(h) BGS shall retain compliance documentation for three years after delivery of a lot of octocrylene and compliance documentation shall be made available within 30 days of a written request by Plaintiff, who may make no more than two such requests annually.

(i) As used in this Section 2, "distributed for sale in CA" means to directly ship Covered
 Products into California or to sell Covered Products to a distributor BGS knows will sell Covered
 Products in California.

2.2

Clear and Reasonable Warnings

For Covered Products that contain Benzophenone or Octocrylene in a concentration exceeding the applicable Reformulation Standards set forth in section 2.1 above, and which are distributed or directly sold by BGS in the State of California on or after the Effective Date, BGS shall provide one of the following warning statements.

Option 1:

WARNING: This product can expose you to chemicals including Benzophenone, which is known to the State of California to cause cancer. For more information go to www.P65Warnings.ca.gov.

Option 2:

WARNING: Cancer- www.P65Warnings.ca.gov

This warning statement shall be prominently displayed on the Covered Products, on the packing of the Covered Products, or on a placard, shelf tag, or sign provided that the statement 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 prior to sale. If the warning statement is displayed on the Covered Products' packaging, it must be in a type size no smaller than the largest type size used for other consumer information on the product. In no case shall a warning statement displayed on the Covered Products' packaging appear in a type size smaller than 6-point type. The same warning shall be posted on any websites under the exclusive control of BGS where Covered Products are sold into

California. BGS shall instruct any third-party website to which it directly sells its Covered Products to include the same warning as a condition of selling the Covered Products in California.

2.3 Sell-Through Period

Notwithstanding anything else in this Consent Judgment, Covered Products that are manufactured, packaged, or put into commerce on or after the date this Agreement is executed shall be subject to the release of liability pursuant to this Consent Judgment, without regard to when such Covered Products were, or are in the future, distributed or sold to customers. As a result, the obligations of BGS, or any Releasees (if applicable), stated in this Section 2 do not apply to Covered Products manufactured, packaged, or put into commerce between the date this Agreement is executed and the Effective Date.

3.

MONETARY SETTLEMENT TERMS

3.1 Settlement Amount

BGS shall pay fifty thousand dollars (\$50,000.00) in settlement and total satisfaction of all the claims referred to in the Notice(s), the Complaint, and this Consent Judgment. This includes civil penalties in the amount of five thousand dollars (\$5,000.00) pursuant to Health and Safety Code section 25249.7(b) and attorneys' fees and costs in the amount of fourty-five thousand dollars (\$45,000.00) pursuant to Code of Civil Procedure section 1021.5.

3.2 Civil Penalty

The portion of the settlement attributable to civil penalties shall be allocated according to Health and Safety Code section 25249.12(c)(1) and (d), with seventy-five percent (75%) of the penalty paid to the California Office of Environmental Health Hazard Assessment ("OEHHA"), and the remaining twenty-five percent (25%) of the penalty paid to EHA individually. The five thousand dollars (\$5,000.00) in civil penalties shall be paid as follows:

- One payment of \$3,750.00 to OEHHA, due 120 (one hundred and twenty) days after the effective date.
- One payment of \$1,250.00 to EHA, due 120 (one hundred and twenty) days after the effective date.
 - All payments owed to EHA shall be delivered to the following address:

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2	Isaac Fayman Environmental Health Advocates	
3	225 Broadway, Suite 2100 San Diego, CA 92101	
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5	All payments owed to OEHHA (EIN: 68-0284486) shall be delivered directly to OEHHA	
6	(Memo Line "Prop 65 Penalties") at the following addresses:	
7	For United States Postal Service Delivery:	
8	Mike Gyurics	
8 9	Fiscal Operations Branch Chief Office of Environmental Health Hazard Assessment	
	P.O. Box 4010 Sacramento, CA 95812-4010	
10	For Federal Express 2-Day Delivery:	
11	Mike Gyurics	
12	Fiscal Operations Branch Chief Office of Environmental Health Hazard Assessment	
13	1001 I Street Sacramento, CA 95814	
14	BGS agrees to provide EHA's counsel with a copy of the check payable to OEHHA,	
15	simultaneous with its penalty payment to EHA.	
16	Plaintiff and its counsel will provide completed IRS 1099, W-9, or other tax forms as required.	
17	Relevant information is set out below:	
18	• "Environmental Health Advocates, Inc." (EIN: 84-2322975) at the address provided above.	
19	• "Office of Environmental Health Hazard Assessment" 1001 I Street, Sacramento, CA 95814.	
20	3.3 Attorney's Fees and Costs	
21	The portion of the settlement attributable to attorneys' fees and costs shall be paid to EHA's	
22	counsel, who are entitled to attorneys' fees and costs incurred by it in this action, including but not	
23	limited to investigating potential violations, bringing this matter to BGS's attention, as well as litigating	
24	and negotiating a settlement in the public interest.	
25	BGS shall provide its payment for civil penalty and for attorneys' fees and costs to EHA's	
26	counsel by physical check or by electronic means, including wire transfers, at BGS's discretion, as	
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follows: fourty-five thousand dollars (\$45,000.00) in Attorney's Fees and Costs shall be paid as follows:

- One payment of \$15,000.00, due one hundred and twenty (120) days after the Effective Date.
- One payment of \$15,000.00, due three hundred (300) days after the Effective Date.

• One payment of \$15,000.00, due four hundred and eighty (480) days after the Effective Date. The attorney fee payments shall be made payable to Entorno Law, LLP. The address for this entity is:

Noam Glick Entorno Law, LLP 225 Broadway, Suite 1900 San Diego, CA 92101

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CLAIMS COVERED AND RELEASE

4.1 EHA's Public Release of Proposition 65 Claims

Plaintiff, acting on its own behalf and in the public interest, releases BGS, and its parents, 12 13 subsidiaries, affiliated entities under common ownership or control, its directors, officers, principals, agents, employees, attorneys, insurers, accountants, predecessors, successors, and assigns ("Defendant 14 Entities"), each entity to whom Defendant directly or indirectly distributes, ships, or sells the Covered 15 Products, including but not limited to downstream distributors, wholesalers, customers, retailers, 16 17 including, but not limited to, Target Corporation, and marketplaces franchisees, franchisors, cooperative members, suppliers, licensees, and licensors, and all of the foregoing entities' owners, 18 directors, officers, agents, principals, employees, attorneys, insurers, accountants, representatives, 19 predecessors, successors, and assigns (collectively referred to as the "Releasees") from all claims for 20 violations of Proposition 65 up through the Effective Date based on exposure to Benzophenone from 21 Covered Products as set forth in the Notice(s). Compliance with the terms of this Consent Judgment 22 constitutes compliance with Proposition 65 with respect to exposures to Benzophenone from Covered 23 Products as set forth in the Notice(s). This Consent Judgment is a full, final, and binding resolution of 24 all claims under Proposition 65 that were or could have been asserted against BGS and/or Releasees 25 for failure to comply with Proposition 65 for alleged exposure to Benzophenone from Covered 26 Products. This release does not extend to any third-party retailers selling the product on a website who, 27

after receiving instruction from BGS to include a warning as set forth above in section 2.2, do not include such a warning.

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EHA's Individual Release of Claims

EHA, in its individual capacity, also provides a release to BGS and/or Releasees, which shall be a full and final accord and satisfaction of, as well as a bar to, all actions, causes of action, obligations, costs, expenses, attorneys' fees, damages, losses, claims, liabilities, and demands of every nature, character, and kind, whether known or unknown, suspected or unsuspected, arising out of alleged or actual exposures to Benzophenone in Covered Products manufactured, imported, sold, or distributed by BGS before the Effective Date.

4.3 BGS's Release of EHA

BGS on its own behalf, and on behalf of Releasees as well as its past and current agents, representatives, attorneys, successors, and assignees, hereby waives any and all claims against EHA and its attorneys and other representatives, for any and all actions taken or statements made by EHA and its attorneys and other representatives, whether in the course of investigating claims, otherwise seeking to enforce Proposition 65 against them, in this matter or with respect to the Covered Products.

4.4 No Other Known Claims or Violations

EHA and EHA's counsel affirm that they are not presently aware of any actual or alleged violations of Proposition 65 by BGS or for which BGS bears legal responsibility other than those that are fully resolved by this Consent Judgment.

20 5.

COURT APPROVAL

This Consent Judgment is not effective until it is approved by the Court and shall be null and void if it is not approved by the Court within one year after it has been fully executed by the Parties, or by such additional time as the Parties may agree to in writing.

6. <u>SEVERABILITY</u>

Subsequent to the Court's approval and entry of this Consent Judgment, if any provision is held by a court to be unenforceable, the validity of the remaining provisions shall not be adversely affected.

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GOVERNING LAW

The terms of this Consent Judgment shall be governed by the laws of the state of California as applied within the state of California. In the event that Proposition 65 is repealed, or is otherwise rendered inapplicable for reasons, including but not limited to changes in the law, then BGS may provide written notice to EHA of any asserted change, and shall have no further injunctive obligations pursuant to this Consent Judgment with respect to, and to the extent that, the Covered Products are so affected.

In the event the California Office of Health Hazard Assessment adopts a regulation or safe use determination, or issues an interpretive guideline that exempts Covered Products from meeting the requirements of Proposition 65; or if Benzophenone cases are permanently enjoined by a court of competent jurisdiction; or if Proposition 65 is determined to be preempted by federal law or a burden on First Amendment rights with respect to Benzophenone in Covered Products or Covered Products substantially similar to Covered Products, then BGS shall be relieved of its obligation to comply with Section 2 herein.

8. <u>ENFORCEMENT</u>

In any action to enforce the terms of this Consent Judgment, the prevailing party shall be entitled to its reasonable attorneys' fees and costs.

9. <u>NOTICE</u>

Unless otherwise specified herein, all correspondence and notice required by this Consent Judgment shall be in writing and sent by: (i) personal delivery; (ii) first-class, registered, or certified mail, return receipt requested; or (iii) a recognized overnight courier; and (iv) with a copy by email; to the following addresses:

23 If to BGS:

If to EHA:

24 Steve Tekosky Tatro Tekosky Sadwick LLP
25 7083 Hollywood Blvd., Suite 500 Los Angeles, CA 90028
26 rparks@parksandsolar.com

Noam Glick Entorno Law, LLP 225 Broadway, Suite 2100 San Diego, CA 92101 noam@entornolaw.com

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

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COUNTERPARTS; DIGITAL SIGNATURES

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

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POST EXECUTION ACTIVITIES

EHA agrees to comply with the reporting form requirements referenced in Health and Safety Code section 25249.7(f). The Parties further acknowledge that, pursuant to Health and Safety Code section 25249.7(f), a noticed motion is required to obtain judicial approval of the settlement, which motion EHA shall draft and file. In furtherance of obtaining such approval, the Parties agree to mutually employ their reasonable best efforts, including those of their counsel, to support the entry of this agreement as judgment, and to obtain judicial approval of their settlement in a timely manner. For purposes of this Section, "best efforts" shall include, at a minimum, supporting the motion for approval, responding to any objection that any third-party may make, and appearing at the hearing before the Court if so requested.

12. <u>MODIFICATION</u>

This Consent Judgment may be modified by: (i) a written agreement of the Parties and entry of a modified consent judgment thereon by the Court; or (ii) a successful motion or application of any Party, and the entry of a modified consent judgment thereon by the Court.

13. <u>AUTHORIZATION</u>

The undersigned are authorized to execute this Consent Judgment and acknowledge that they have read, understand, and agree to all of the terms and conditions contained herein.

14. <u>GOOD FAITH ATTEMPT TO RESOLVE DISPUTES</u>

If a dispute arises with respect to either Party's compliance with the terms of this Consent Judgment entered by the Court, the Parties shall meet and confer in person, or by telephone, and/or in writing and endeavor to resolve the dispute in an amicable manner. No action or motion may be filed in the absence of such a good faith attempt to resolve the dispute beforehand.

15. <u>ENTIRE AGREEMENT</u>

This Consent Judgment contains the sole and entire agreement and understanding of the Parties with respect to the entire subject matter herein, and any 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 by any Party. No other agreements, oral or otherwise, unless specifically referred to herein, shall be deemed to exist or to bind any Party.

6	AGREED TO:	AGREED TO:
7		6/21/2023
8	Date: 06/14/2023	Date:
9	By: TrulDa	By:
10	ENVIRONMENTAL HEALTH	BLACK GIRL SUNSCREEN LLC
11	ADVOCATES, INC.	
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13	IT IS SO ORDERED.	
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15	Date:	
16		JUDGE OF THE SUPERIOR COURT
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