1	Laralei Schmohl Paras, State Bar No. 203319 SEVEN HILLS LLP		
2	4 Embarcadero Center, Suite 1400		
3	San Francisco, CA 94111 Telephone: (415) 926-7247		
4	laralei@sevenhillsllp.com		
5	Attorneys for Plaintiff KEEP AMERICA SAFE AND BEAUTIFUL		
6	Dee Brown of State Brown 67217		
7	Dan Rapaport, State Bar No. 67217 Wendy Manley, State Bar No. 177743 FENNEMORE WENDEL		
8	1111 Broadway, 24th Floor Oakland, CA 94607		
9	Telephone: (510) 834-6660		
10	Facsimile: (510) 834-1928 drapaport@fennemorelaw.com		
11	wmanley@fennemorelaw.com		
12	Attorneys for Defendant CENTRAL GARDEN & PET COMPANY		
13	SUPERIOR COURT OF THE STATE OF CALIFORNIA		
14			
15	COUNTY OF SAN FRANCISCO - UNLIMITED CIVIL JURISDICTION		
16	KEEP AMERICA SAFE AND BEAUTIFUL,	Case No. CGC-24-613973	
17	Plaintiff,		
18	v.	[PROPOSED] CONSENT JUDGMENT	
19	CENTRAL GARDEN & PET COMPANY; and DOES 1-30, inclusive,	(Health & Safety Code § 25249.6 et seq. and Code of Civil Procedure § 664.6)	
20	Defendants.		
21	Doromanis		
22			
23			
24			
25			
26			
27			
28			
20			

CONSENT JUDGMENT

# 1. <u>INTRODUCTION</u>

This Consent Judgment is entered into by and between plaintiff Keep America Safe and Beautiful acting on behalf of itself and in the public interest ("KASB") and defendant Central Garden & Pet Company ("Central"), with KASB and Central each individually referred to as a "Party" and collectively, as the "Parties," to resolve the allegations in the July 3, 2023 60-Day Notice of Violation in compliance with the Safe Drinking Water and Toxic Enforcement Act of 1986, Health & Safety Code §25249.6 et seq. ("Proposition 65").

#### 1.1 The Parties

KASB is a California-based non-profit organization proceeding in the public interest pursuant to California Health & Safety Code § 25249.7(d) to ensure that chemicals known to the State of California to cause cancer, birth defects, or other reproductive harm are disclosed or eliminated from consumer products sold in California. Central is a person in the course of doing business for purposes of California Health & Safety Code § 25249.11(b).

## 1.2 Consumer Product Description

KASB alleges that Central manufactures, imports, sells, or distributes for sale in California tools with vinyl/PVC grips containing di(2ethylhexyl) phthalate ("DEHP"), including but not limited to, Four Paws Magic Coat® Professional Series Cat Nail Clipper, UPC 0 45663 11455 8, without providing the health hazard warning that KASB alleges is required by California Health & Safety Code § 25249.5 et seq. ("Proposition 65"). Tools with vinyl/PVC grips are referred to hereinafter as the "Products." DEHP is listed pursuant to Proposition 65 as a chemical known to the State of California to cause birth defects and other reproductive harm.

#### 1.3 Notice of Violation

On July 3, 2023, KASB served Central, the California Attorney General, and the requisite public enforcement agencies with a 60-Day Notice of Violation ("Notice"), alleging Central violated Proposition 65 by failing to warn its customers and consumers in California that the Products can expose users to DEHP. No public enforcer has commenced and is diligently prosecuting an action to enforce the allegations set forth in the Notice.

## 1.4 Complaint

On April 16, 2024, KASB, acting in the interest of the general public in California, commenced the instant action ("Complaint"), naming Central as a defendant for the alleged violations of Proposition 65 that are the subject of the Notice.

#### 1.5 No Admission

Central denies the material, factual and legal allegations contained in the Notice and Complaint and maintains that all products it sold or distributed for sale in California, including the Products, have been, and are, in compliance with all laws. Nothing in this Consent Judgment shall be construed as, nor shall compliance with this Consent Judgment constitute or be construed as, an admission by Central of any fact, finding, conclusion of law, issue of law, or violation of law. This section shall not, however, diminish or otherwise affect Central's obligations, responsibilities, and duties under this Consent Judgment.

#### 1.6 Jurisdiction

For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over Central as to the allegations contained in the Complaint; that venue is proper in San Francisco County; 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 § 664.6.

#### 1.7 Effective Date

The term "Effective Date" means the date on which the Court approves this Consent Judgment and enters Judgment pursuant to its terms.

#### 2. INJUNCTIVE RELIEF: REFORMULATION

#### 2.1 Reformulation Commitment

As of the Effective Date and continuing thereafter, all Products Central manufactures, imports, and acquires for sale in or into California, directly or through one or more third party retailers or e-commerce marketplaces, shall meet the Reformulation Standard for Reformulated Products, as defined by Section 2.2.

#### 2.2 Reformulation Standard

For purposes of this Consent Judgment, "Reformulated Products" are defined as Products which, if they contain di(2-ethylhexyl) phthalate ("DEHP"), contain DEHP in a maximum concentration of less than 0.1 percent (1,000 parts per million) when analyzed by a laboratory accredited by the State of California, a federal agency, or a nationally recognized accrediting organization. For purposes of compliance with this reformulation standard, testing samples shall be prepared and extracted using Consumer Product Safety Commission ("CPSC") methodology CPSC CH-C1001.09.3 and analyzed using U.S. Environmental Protection Agency methodology 8270D, or other methodologies utilized by federal or state government agencies to determine phthalate content in a solid substance.

## 3. MONETARY SETTLEMENT TERMS

## 3.1 Civil Penalty

Pursuant to Health and Safety Code § 25249.7(b), Central agrees to pay a civil penalty of \$4,500 within ten (10) days of the Effective Date. Central's civil penalty payment will be allocated according to Health and Safety Code § 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%) retained by KASB. Central shall issue its payment in two checks made payable to: (a) "OEHHA" in the amount of \$3,375; and (b) "Seven Hills in trust for Keep America Safe & Beautiful" in the amount of \$1,125. KASB's counsel shall deliver to OEHHA and KASB their respective portions of the penalty payment.

#### 3.2 Reimbursement of Attorneys' Fees and Costs

KASB and its counsel offered to resolve the allegations in the Notice and Complaint without reaching terms on the amount of reimbursement of attorneys' fees and costs. Shortly after the Parties finalized the other material settlement terms, they negotiated and reached an accord on the amount of reimbursement to be paid to KASB's counsel, under general contract principles and the private attorney general doctrine, codified at California Code of Civil Procedure § 1021.5, for all work performed through the mutual execution and reporting of this Consent Judgment to the Office of the California Attorney General and entry of Judgment pursuant its terms, but exclusive of fees and

costs on appeal, if any. Within ten (10) days of the Effective Date, Central shall issue a check in the amount of \$27,500 payable to "Seven Hills LLP" for all fees and other costs incurred investigating, bringing this matter to Central's attention, litigating, negotiating a settlement in the public interest, obtaining the Court's approval of its terms pursuant to Section 5, and reporting to the California Attorney General.

#### 3.3 Payments

All payments payable and due under this Consent Judgment shall be delivered to KASB's counsel at the following address:

Seven Hills LLP 4 Embarcadero Center, Suite 1400 San Francisco, CA 94111

#### 4. CLAIMS COVERED AND RELEASED

#### 4.1 KASB's Release of Proposition 65 Claims

This Consent Judgment is a full, final, and binding resolution of the claims that were or could have been asserted by KASB arising out of the allegations in the Notice and in the Complaint.

KASB, acting on its own behalf and in the public interest, and on behalf of its past and current agents, representatives, attorneys, successors and assignees releases Central, its past and present parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees, attorneys, and each entity to whom Central directly or indirectly distributes or sells the Products including, but not limited to, Amazon.com, Inc., its downstream distributors, wholesalers, marketplace hosts, customers, retailers, franchisees, cooperative members, and licensees ("Releasees") of all claims arising out of the alleged violations of Proposition 65 for failure to provide a clear and reasonable warning about alleged exposures to DEHP contained in the Products that were manufactured, processed, distributed, sold and/or offered for sale in California before the Effective Date, as set forth in the Notice and Complaint. The Parties further agree that compliance with Section 2 of this Consent Judgment shall be deemed compliance with Proposition 65 with respect to alleged exposures to DEHP in the Products.

In addition to the foregoing, KASB acting on its individual capacity only and *not* in the public interest, and on behalf of its past and current agents, representatives, attorneys, successors and

assignees hereby waives all rights to institute or participate in, directly or indirectly, any form of legal action and releases Releasees from any and all manner of actions, causes of action, claims, demands, rights, suites, 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 the Products sold in or into California prior to the Effective Date.

#### 4.2 Central's Release of KASB

Central, on behalf of itself, its past and current agents, representatives, attorneys, successors, and assignees, waives any and all claims against KASB and its attorneys and other representatives, for any and all actions taken or statements made (or those that could have been taken or made) by KASB and its attorneys and other representatives, whether in the course of investigating claims or otherwise seeking to enforce Proposition 65 against him in this matter with respect to the Products.

#### 5. COURT APPROVAL

Pursuant to California Health and Safety Code § 25249.7(f)(4), KASB shall file a noticed motion for judicial approval of this Consent Judgment. The Parties agree to mutually employ their best efforts, and those of their counsel, to support the entry of a judgment pursuant to the terms of this Consent Judgment, and to 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 third-party objection, and appearing at the hearing before the Court if so requested.

## 6. <u>SEVERABILITY</u>

If, subsequent to the Court's approval and entry of this Consent Judgment as a judgment, any provision of this Consent Judgment is deemed by a court to be unenforceable, the validity of the remaining provisions shall not be adversely affected.

#### 7. GOVERNING LAW

The terms of this Consent Judgment shall be governed by the laws of the State of California and apply within California. Nothing in this Consent Judgment shall be interpreted to relieve Central from its obligation to comply with any pertinent state or federal law or regulation.

2 3 4

5

7 8

9 10

11 12

14

13

15 16

17

18 19

20

21 22

24

25

23

26

2728

8. NOTICE

Unless specified herein, all correspondence and notice required by this Consent Judgment shall be in writing and sent by email and either: (i) first-class registered or certified mail, return receipt requested; or (ii) a recognized overnight courier to any Party by the other at the following addresses:

For Central:

For KASB:

Wendy L. Manley, Director FENNEMORE WENDEL 1111 Broadway, 24th Floor Oakland, CA 94607 wmanley@fennemorelaw.com Laralei Paras, Partner SEVEN HILLS LLP 4 Embarcadero Center, Suite 1400 San Francisco, CA 94111 laralei@sevenhillsllp.com

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

## 9. COUNTERPARTS AND PDF SIGNATURES

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

# 10. COMPLIANCE WITH REPORTING REQUIREMENTS

KASB and its counsel agree to comply with the reporting form requirements referenced in California Health and Safety Code § 25249.7(f).

## 11. ENTIRE AGREEMENT

This Consent Judgment contains the sole and entire agreement and understanding of the Parties with respect to the entire subject matter hereof, and any and all prior discussions, negotiations, commitments, or understandings related thereto, if any, are hereby 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 implied, other than those specifically referred to in this Consent Judgment have been made by any Party hereto. No other agreements not specifically contained or referenced herein, oral or otherwise, shall be deemed to exist or to bind any of the Parties hereto.

## 12. MODIFICATION

This Consent Judgment may be modified only by: (i) a written agreement of the Parties and the entry of a modified Consent Judgment by the Court thereon; or (ii) upon a successful motion of any party and the entry of a modified Consent Judgment by the Court thereon.

## 13. <u>AUTHORIZATION</u>

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

0	AGREED TO:	AGREED TO:
1	Date:10/03/2024	Date: 10/1/24
2	By:	By: Ance Wanty
3	Lance Nguyen, CEO Keep America Safe and Beautiful	Joyce McCarthy, General Counsel Central Garden & Pet Company