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5	KEEP AMERICA SAFE AND BEAUTIFUL	
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7	Nakuma Scott, State Bar No. 346995 JEFFREE STAR COSMETICS, INC.	
8	20630 Plummer Street Chatsworth, CA 91311	
9	Telephone: (818) 538-2229 nakuma@jeffreestarcosmetics.com	
10	Attorneys for Defendant	
11	JEFFRÉE STAR COSMETICS, INC.	
12	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
13		
14	COUNTY OF SAN FRANCISCO – UNLIMITED CIVIL JURISDICTION	
15	KEEP AMERICA SAFE AND BEAUTIFUL,	Case No. CGC-24-615280
16	Plaintiff,	
17	v.	[PROPOSED] CONSENT JUDGMENT
18	JEFFREE STAR COSMETICS, INC.; and DOES 1-30, inclusive,	(Health & Safety Code § 25249.6 et seq. and Code of Civil Procedure § 664.6)
19	Defendants.	
20	Defendants.	
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CONSENT JUDGMENT

1. <u>INTRODUCTION</u>

This Consent Judgment ("Agreement") is entered into by and between plaintiff Keep America Safe and Beautiful ("KASB") on the one hand, and defendant Jeffree Star Cosmetics, Inc. ("Jeffree Star") on the other hand, with KASB and Jeffree Star each individually referred to as a "Party" and, collectively, as the "Parties" to resolve the allegations in the Complaint filed in this action, 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 in or eliminated from consumer products sold in California. Jeffree Star 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 Jeffree Star manufactures, imports, sells, and distributes for sale in California bags with vinyl/PVC components containing diisononyl phthalate ("**DINP**") including, but not limited to, *Travel Skincare Bag, UPC:* 8 40157 90806 0, without providing the health hazard warning that KASB alleges is required by California Health & Safety Code § 25249.5 et seq. ("**Proposition 65**"). Bags with vinyl components are referred to hereinafter as the "**Products.**" DINP is listed pursuant to Proposition 65 as a chemical known to the State of California to cause cancer.

1.3 Notice of Violation

On September 6, 2023, KASB served Jeffree Star, the California Attorney General, and the requisite public enforcement agencies with a 60-Day Notice of Violation ("Notice"), alleging Jeffree Star violated Proposition 65 by failing to warn its customers and consumers in California that its Products can expose users to DINP. No public enforcer has commenced and is diligently prosecuting an action to enforce the allegations in the Notice.

1.4 Complaint

On June 6, 2024, KASB commenced the instant action ("Complaint"), naming Jeffree Star as a defendant for the alleged violations of Proposition 65 that are the subject of the Notice.

1.5 No Admission

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

1.6 Jurisdiction

For purposes of this Agreement only, the Parties stipulate that this Court has jurisdiction over Jeffree Star 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 Agreement, 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 Agreement and enters Judgment pursuant to its terms.

2. INJUNCTIVE RELIEF: REFORMULATION

2.1 Reformulation Commitment

Commencing on the Effective Date and continuing thereafter, all Products Jeffree Star manufactures, imports, or purchases for resale 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 Agreement, "Reformulated Products" are defined as Products which, if they contain di(2-ethylhexyl) phthalate ("DEHP"), di-n-butyl phthalate ("DBP"), diisononyl phthalate

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("DINP"), butyl benzyl phthalate ("BBP"), di-isodecyl phthalate ("DIDP") or di-n-hexyl phthalate ("DnHP"), contain any or all such chemicals each in a maximum concentration of less than 0.1 percent (1,000 parts per million) when analyzed by a laboratory certified or accredited by the State of California, the United States Food and Drug Administration/Environmental Protection Agency, the National Environmental Laboratory Accreditation Program, or a member accreditation body of the International Laboratory Accreditation Cooperation ("ILAC"). 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.

2.3 Certification to Compliance with Reformulation Standard

On or before the thirtieth (30th) day after the Effective Date, an officer of Jeffree Star shall provide Seven Hills LLP with a written attested declaration stating, as of the Effective Date, and continuing thereafter, any and all Products manufactured or imported by Jeffree Star for sale to (a) consumers in California directly including through its own website, affiliated websites or a third party website, to consumers located in California, and (b) customers with nationwide distribution and ecommerce websites, are Reformulated Products as defined by Section 2.2. Along with its attested declaration, Jeffree Star shall provide a recent test result performed after the date of the Notice, showing the Products were tested and analyzed according to the parameters set forth in the preceding Section 2.2 and are Reformulated Products. Failure to comply with this section shall render this agreement null and void.

2.4 **Interim Clear and Reasonable Warnings**

In accordance with this Section pursuant to Title 27 California Code of Regulations § 25600, et seq., Jeffree Star shall provide clear and reasonable warnings for all Products remaining in inventory that are not Reformulated Products provided for sale to customers located in California, with locations in California, nationwide distribution, or e-commerce websites. The following warning shall be prominently placed 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 before purchase or use and shall be provided in a manner such that it is clearly associated with the specific Product to which the warning applies.

▲WARNING: This product can expose you to diisononyl phthalate (DINP) which is 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.

- **2.4.1** Foreign Language Requirement. Where a consumer product sign, label or shelf tag used to provide a warning includes consumer information, as that term is defined in title 27, Cal. Code of Regulations, section 25600.1(c) ("Consumer Information"), in languages other than English, the warning must also be provided in those languages in addition to English.
- 2.4.2 On-Product Warnings. Jeffree Star shall affix a warning to the Product label or otherwise directly on each Product. For the purpose of this Agreement, "Product label" means a display of written, printed or graphic material that is printed on or affixed to each of a Product or its immediate packaging. The warning must print the word "WARNING:" in all capital letters and in bold font. 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 labeling does not use the color yellow, then the symbol may be in black and white. The entire warning shall appear in a type size of at least 6-point type and no smaller than the largest type size used for other Consumer Information on the Products.
- 2.4.3 Internet Warnings. Jeffree Star shall provide warnings for each Product both on the Product label in accordance with Section 2.5.2, and by prominently displaying, or requiring the warning to be prominently displayed on affiliated websites, third party websites or by retail customers, to consumers during the purchase of the Products without requiring customers to seek out the warning. The warning or a clearly marked hyperlink to the warning using the word "WARNING" given in conjunction with the sale of the Products via the internet shall appear either: (a) on the same web page on which the Products are displayed; (b) on the same web page as the virtual cart displaying the Products; (c) on the same page as the price for the Products; or (d) on one or more web pages displayed to a purchaser during the checkout process. The warning shall appear in any of the above instances adjacent to or immediately following the display, description, or price of the Products

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for which it is given in the same type size or larger than other consumer information provided for the Products. For third-party websites, over which Jeffree Star has no control, as a condition of sale, Jeffree Star shall provide its customer with notices stating the Products must be accompanied by a warning, prior to sale in or into California, and shall supply the warning requirements, pursuant to Section 2.3.

3. MONETARY SETTLEMENT TERMS

3.1 Civil Penalty

Pursuant to Health and Safety Code § 25249.7(b), Jeffree Star agrees to pay a civil penalty of \$6,500 within five (5) business days of the Effective Date. Jeffree Star' 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. Jeffree Star shall issue its payment in two checks made payable to: (a) "OEHHA" in the amount of \$4,875; and (b) "Seven Hills in trust for Keep America Safe and Beautiful" in the amount of \$1,625. KASB's counsel shall deliver to OEHHA and KASB their respective portion of the penalty payment.

3.2 Reimbursement of Attorneys' Fees and Costs

KASB and its counsel offered to resolve the allegations in the Notice 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 Agreement 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 five (5) days of the Effective Date, Jeffree Star agrees to issue a check in the amount of \$27,000 payable to "Seven Hills LLP" for all fees and costs incurred investigating, bringing this matter to Jeffree Star's attention, 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 pursuant to Section 9.

3.3 Payments

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

Seven Hills LLP

Attn: Laralei Paras

4 Embarcadero Center, Suite 1400

San Francisco, CA 94111

4. <u>CLAIMS COVERED AND RELEASED</u>

4.1 KASB's Release of Proposition 65 Claims

This Agreement 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, in the public interest, and on behalf of its past and current agents, representatives, attorneys, successors and assignees ("Releasors") releases Jeffree Star, its past and present parents, subsidiaries, affiliated entities under common ownership including: directors, officers, employees, attorneys, and each entity to whom Jeffree Star directly or indirectly distributes or sells Products, including, but not limited to, downstream distributors, wholesalers, customers, retailers, franchisees, cooperative members, and licensees (collectively, ("Releasees") based on their failure to warn under Proposition 65 about alleged exposures to DINP contained in the Products that were manufactured, distributed, sold and/or offered for sale by Jeffree Star in California before the Effective Date, as alleged in the Notice and Complaint.

4.2 KASB's Individual Release of Claims

In further consideration of the promises and agreements herein contained, KASB as an individual and not on behalf of the public, on behalf of itself, its past and current agents, representatives, attorneys, successors, and/or assignees, hereby waives all of KASB's rights to institute or participate in, directly or indirectly, any form of legal action and releases all claims that KASB may have, including, without limitation, all actions, and causes of action, in law or in equity, suits, liabilities, demands, obligations, damages, costs, fines, penalties, losses, or expenses including, but not exclusively, investigation fees, expert fees, and attorneys' fees arising under Proposition 65 with respect to DINP, DEHP, DBP, BBP, DIDP, and DnHP in the Products manufactured,

distributed, sold and/or offered for sale by Jeffree Star, before the Effective Date (collectively, "Claims"), against Jeffree Star and Releasees.

This Section 4.1 release shall extend neither upstream to any entities that manufactured the Products or any component parts thereof, or any distributors or suppliers who sold the Products or any component parts thereof to Jeffree Star nor downstream to any Releasees who has been instructed by Jeffree Star pursuant to Sections 2.4.3 to provide a warning and fails to do so. Nothing in this Section affects KASB's right to commence or prosecute an action under Proposition 65 against a Releasee that does not involve Jeffree Star's Products.

4.3 Jeffree Star's Release of KASB

Jeffree Star, on behalf of itself, its past and current agents, representatives, attorneys, successors, and assignees, hereby 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 it in this matter with respect to the Products.

5. <u>COURT APPROVAL</u>

Pursuant to California Health and Safety Code § 25249.7(f)(4), KASB shall file a noticed motion for judicial approval of this Agreement. 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 Agreement, 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 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 Agreement as a judgment, any provision of this Agreement 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 Agreement shall be governed by the laws of the State of California and apply within California. Nothing in this Agreement shall be interpreted to relieve Jeffree Star from its obligation to comply with any pertinent state or federal law or regulation.

8. NOTICE

Unless specified herein, all correspondence and notice required by this Agreement shall be in writing and sent by electronic mail and by 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 Jeffree Star: For KASB:

Nakuma Scott, Associate General Counsel

Jeffree Star Cosmetics

20630 Plummer Street

Chatsworth, CA 91311

nakuma@jeffreestarcosmetics.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 Agreement 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. <u>COMPLIANCE WITH REPORTING REQUIREMENTS</u>

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 Agreement 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

1 forth herein. No representations, oral or otherwise, express or implied, other than those specifically 2 referred to in this Agreement have been made by any Party hereto. No other agreements not 3 specifically contained or referenced herein, oral or otherwise, shall be deemed to exist or to bind any of the Parties hereto. 4 5 12. **MODIFICATION** This Agreement may be modified only by: (i) a written agreement of the Parties and the entry 6 7 of a modified Agreement by the Court thereon; or (ii) upon a successful motion of any party and the 8 entry of a modified Agreement by the Court thereon. 9 13. **AUTHORIZATION** 10 The undersigned are authorized to execute this Agreement on behalf of their respective Parties and have read, understood, and agreed to all of the terms and conditions of this Agreement. 11 **AGREED TO: AGREED TO:** 12 13 Date: ____10/03/2024 Date: October 10, 2024 14 By: 15 Lance Nguyen, CEO Nakuma Scott, Associate General Counsel 16 Keep America Safe and Beautiful Jeffree Star Cosmetics, Inc. 17 18 19 20 21 22 23 24 25 26 27 28