1 2 3	Brian C. Johnson, State Bar No. 235965 Josh Voorhees, State Bar No. 241436 THE CHANLER GROUP 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710-2565	ALAMEDA COUNTY  OLERK OF THE SUPERIO
4	Telephone: (510) 848-8880 Facsimile: (510) 848-8118	NOW COUNT
5	Attorneys for Plaintiff	By OF THE 1 2011
6	RUSSELL BRIMER	CLERK OF THE SUPERIOR COUR
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8	SUPERIOR COURT OF T	•
9	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
10	FOR THE COUNTY OF ALAMEDA	
11	UNLIMITED CIVIL JURISDICTION	
12		
13	ANTHONY E. HELD, PH.D., P.E.,	Case No.: RG10535325
14	Plaintiff,	[PROPOSED] JUDGMENT PURSUANT
15	v.	TO TERMS OF PROPOSITION 65 SETTLEMENT AND CONSENT
16	KMART CORPORATION; NOTIONS	JUDGMENT
17	MARKETING CORPORATION; and DOES 1-150, inclusive,	Date: October 28, 2011 Time: 9:30 a.m.
18	Defendants.	Dept.: 520
19		Judge: Hon. David Hunter
20		Reservation No. R-1213116
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Plaintiff, Russell Brimer, and defendant Notions Marketing Corporation, having agreed through their respective counsel that judgment be entered pursuant to the terms of the Consent Judgment entered into by the parties in resolution of this Proposition 65 action, and following the issuance of an order approving the parties' settlement on October 28, 2011;

IT IS HEREBY ORDERED, ADJUDGED AND DECREED that, pursuant to Health & Safety Code § 25249.7(f)(4) and Code of Civil Procedure § 664.6, judgment is hereby entered in accordance with the terms of the Consent Judgment attached hereto as Exhibit 1. By stipulation of the parties, the Court will retain jurisdiction to enforce the settlement under Code of Civil Procedure § 664.6.

IT IS SO ORDERED.

Dated: 10-28-30//

		•	
1 2	Clifford A. Chanler, State Bar No. 135534 Brian C. Johnson, State Bar No. 235965		
	Josh Voorhees, State Bar No. 241436 THE CHANLER GROUP		
3	2560 Ninth Street Parker Plaza, Suite 214		
4	Berkeley, CA 94710-2565 Telephone: (510) 848-8880		
5	Facsimile: (510) 848-8118		
6	Attorneys for Plaintiff RUSSELL BRIMER		
7			
8	SUPERIOR COURT OF	THE STATE OF CALIFORNIA	
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10	COUNTY OF ALAMEDA		
11	UNLIMITED CIVIL JURISDICTION		
12	DIJOGELL DDD GED	La v paragaga	
13	RUSSELL BRIMER,	Case No. RG10535325	
14	Plaintiff,	[PROPOSED] CONSENT JUDGMENT	
15	v.		
16	KMART CORPORATION; NOTIONS   MARKETING CORPORATION; and DOES		
17	1-150, inclusive,		
18	Defendants.		
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CONSENT JUDGMENT

## 1. INTRODUCTION

# 1.1 Russell Brimer and Notions Marketing Corporation

This Consent Judgment is entered into by and between plaintiff, Russell Brimer ("Brimer" or "Plaintiff") and defendant, Notions Marketing Corporation ("Notions Marketing" or "Defendant"), with Brimer and Notions Marketing collectively referred to as the "parties" and individually as a "party."

### 1.2 Plaintiff

Brimer is an individual residing in California who brought this action as a citizen enforcer of Proposition 65 pursuant to California Health & Safety Code § 25249.7(d).

### 1.3 Defendant

Notions Marketing employs ten or more persons and is a person in the course of doing business for purposes of the Safe Drinking Water and Toxic Enforcement Act of 1986, California Health & Safety Code § 25249.6 et seq. ("Proposition 65"). Notions Marketing is engaged in the distribution and third-party sale of certain craft and hobby products, and does not manufacture such products.

## 1.4 General Allegations

Brimer alleges that Notions Marketing has manufactured, distributed, and/or sold in the state of California tape measures containing lead. Lead is listed pursuant to Proposition 65 as a chemical known to the state of California to cause birth defects and other reproductive harm. Lead is referred to herein as the "Listed Chemical."

## 1.5 Product Description

The products that are covered by this Consent Judgment are tape measures with accessible components containing the Listed Chemical including, but not limited to, *Animal Tape Measure Monkey, Model # ATM-MONK, Item #199000000086504*. All such items shall be referred to hereinafter as the "Products."

## 1.6 Notices of Violation

On or about March 19, 2010, Brimer served defendant, Kmart Corporation ("Kmart"), and various public enforcement agencies with a document entitled "60-Day Notice of Violation of

Proposition 65" ("Notice") that informed the recipients that Kmart was allegedly in violation of California Health & Safety Code §25249.6 for failing to warn its customers and consumers in California that the Products exposed users to the Listed Chemical.

On or about December 21, 2010, Brimer served Notions Marketing, and its retail customer, Kmart, and various public enforcement agencies with a document entitled "Supplemental 60-Day Notice of Violation" ("Supplemental Notice") which informed those recipients that Notions Marketing was also alleged to be in violation of Health & Safety Code § 25249.6 for the unwarned sales of the Products in California. The Notice and the Supplemental Notice shall be referred to collectively as the "Notices." To the best of the parties' knowledge no public enforcer has commenced and diligently prosecuted the allegations set forth in the Notices.

# 1.7 Complaint

On September 8, 2010, Brimer, acting in the interest of the general public in California, filed the instant action against Kmart for the violations of Health and Safety Code § 25249.6 alleged in the Notice. Thereafter, on April 4, 2011, Brimer filed the First Amended Complaint ("Complaint"), the operative pleading in this action, adding Notions Marketing as a defendant for the violations of Health and Safety Code § 25249.6 alleged in the Supplemental Notice.

## 1.8 No Admission

Notions Marketing denies the material, factual, and legal allegations contained in the Notices and it expressly denies any wrongdoing. Notions Marketing further maintains that all of the products it has distributed and/or sold in California, including the Products, have been, and are, in compliance with all laws. Nothing in this Consent Judgment shall be construed as an admission by Notions Marketing of any fact, finding, conclusion of law, issue of law, or violation of law; nor shall compliance with this Consent Judgment constitute or be construed as an admission of any fact, finding, conclusion of law, issue of law, or violation of law, the same being specifically denied by Notions Marketing. This section shall not, however, diminish or otherwise affect the obligations, responsibilities, and duties of Notions Marketing under this Consent Judgment.

### 1.9 Consent to Jurisdiction

For purposes of this Consent Judgment only, the parties stipulate that this Court has jurisdiction over Notions Marketing as to the allegations contained in the Complaint, that venue is proper in the County of Alameda, and that this Court has jurisdiction to enter and enforce the provisions of this Consent Judgment pursuant to Code of Civil Procedure § 664.6.

### 1.10 Effective Date

For purposes of this Consent Judgment, "Effective Date" shall mean the date that this Consent Judgment is fully executed by the parties.

## 2. INJUNCTIVE RELIEF: REFORMULATION

### 2.1 Reformulation Commitment

Beginning on December 1, 2011, Notions Marketing shall only ship, sell, or offer to ship to an unaffiliated third party for sale in California Products that are "Lead Free." For purposes of this Consent Judgment, "Lead Free" shall mean Products with accessible components (i.e., components that may be handled, touched, or mouthed by a consumer during reasonably foreseeable use), that contain no more than 100 parts per million of the Listed Chemical when analyzed pursuant to Environmental Protection Agency testing methodologies 3050B and/or 6010B, and that yield a result of no more than 1.0 microgram of the Listed Chemical when analyzed pursuant to the NIOSH 9100 testing protocol.

### 3. MONETARY PAYMENTS

## 3.1 Payments Pursuant to Health & Safety Code § 25249.7(b)

Pursuant to Health & Safety Code § 25249.7(b), and in settlement of all claims alleged in the Notices and Complaint and referred to in this Consent Judgment, Notions Marketing shall pay \$3,000 in civil penalties. This amount reflects a penalty credit of \$5,000 provided by Brimer in response to Notions Marketing's cooperation in the resolution of this action and its commitment to Proposition 65 compliance by offering only Lead Free Products after the Effective Date.

Penalty payments shall be allocated according to Health & Safety Code §§ (c)(1) & (d), with seventy-five percent of the penalty amount paid to the California Office of Environmental Health Hazard Assessment ("OEHHA") and the remaining twenty-five percent remitted to Brimer. Notions

Marketing shall issue two checks for the penalty payment payable to: (a) "The Chanler Group in Trust for the OEHHA" in the amount of \$2,250; and (b) "The Chanler Group in Trust for Russell Brimer" in the amount of \$750. Two 1099 forms shall also be provided for payments to: (a) Office of Environmental Health Hazard Assessment, P.O. Box 4010, Sacramento, CA 95184 (EIN: 68-0284486); and (b) Russell Brimer, whose address and tax identification number shall be furnished upon request five days before payment is due. The payments shall be delivered to Brimer's counsel on or before September 15, 2011 at the following address:

The Chanler Group Attn: Proposition 65 Controller 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710-2565

#### 4. REIMBURSEMENT OF FEES AND COSTS

## 4.1 Attorney Fees and Costs

The parties acknowledge that Brimer and his counsel offered to resolve this dispute without reaching agreement on the amount of attorney fees and costs to be reimbursed to them, thereby leaving the fee issue to be resolved after the material terms of the agreement had been settled. Notions Marketing then expressed a desire to resolve the fee and cost issue shortly after the parties finalized the other settlement terms. The parties then attempted to (and did) reach an accord on the compensation due to Brimer and his counsel under general contract principles and the private attorney general doctrine codified at California Code of Civil Procedure (CCP) § 1021.5 for all work performed through the mutual execution of this agreement. Notions Marketing shall pay \$26,500 for fees and costs incurred as a result of investigating, bringing this matter to Notions Marketing's attention, litigating, and negotiating a settlement in the public interest. Notions Marketing shall provide payment in the form of a check payable to "The Chanler Group." A third 1099 form for fees and costs paid to The Chanler Group (EIN: 94-3171522) shall also be provided. Payment shall be delivered to Brimer's counsel on or before September 15, 2011 at the following address:

The Chanler Group Attn: Proposition 65 Controller 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710-2565

## 5. RELEASE OF ALL CLAIMS

## 5.1 Full, Final and Binding Resolution of Proposition 65 Allegations

This Consent Judgment is a full, final and binding resolution between Brimer, on behalf of himself and the public, and Notions Marketing, of any violation of Proposition 65 that was or could have been asserted against Notions Marketing, its parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees, attorneys, and each entity to whom Notions Marketing directly or indirectly distributes or sells the Products, including, without limitation, downstream distributors, wholesalers, customers (including Kmart), retailers, franchisees, cooperative members, licensors, and licensees ("Releasees"), and each of their parents, subsidiaries, and affiliates, based on the alleged failure to warn about exposures to the Listed Chemical contained in the Products sold by Notions Marketing.

# 5.2 Brimer's Public Release of Proposition 65 Claims

In further consideration of the promises and agreements contained herein, Brimer, on behalf of himself, his past and current agents, representatives, attorneys, successors, and/or assignees, and in the interest of the general public, hereby waives all rights to institute or participate in, directly or indirectly, any form of legal action and releases all claims, 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, without limitation, investigation fees, expert fees, and attorneys' fees (collectively "Claims"), although exclusive of fees and costs on appeal, if any, arising under Proposition 65. The release provided by this section is limited to those claims that were brought or could have been brought against Notions Marketing and the Releasees for their alleged failure to warn of exposures to the Listed Chemical contained in the Products sold by Notions Marketing.

## 5.3 Brimer's Individual Release of Claims

Brimer, in his individual capacity only and *not* in his representative capacity, provides a release which shall be effective as a full and final accord and satisfaction, as a bar to all Claims, liabilities and demands of any nature, character or kind, whether known or unknown, suspected or

unsuspected, arising out of alleged or actual exposures to Listed Chemical contained in the Products sold by Notions Marketing.

# 5.4 Notions Marketing's Release of Brimer

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

### 6. COURT APPROVAL

This Consent Judgment is not effective until it is approved and entered by the Court and shall be null and void if, for any reason, it is not approved and entered within one year after it has been fully executed. In which event, any monies that have been provided to Brimer or his counsel pursuant to section 3.1 and/or 4.1 shall be refunded within fifteen days after receiving written notice from Notions Marketing that the one-year period has expired. This Consent Judgment constitutes a full and final adjudication on the merits of all claims raised in this action, and shall operate as a bar to any further claims or causes of action against the Releasees that arise under Proposition 65, as such claims relate to Notions Marketing's alleged failure to warn about the Listed Chemical contained in the Products.

#### 7. SEVERABILITY

If subsequent to the execution of this Consent Judgment any of its provisions are held by a court to be unenforceable, the validity of the enforceable provisions remaining shall not be adversely affected.

## 8. GOVERNING LAW

The terms of this Consent Judgment shall be governed by the laws of the state of California and apply within the state of California. In the event that Proposition 65 is repealed or is otherwise rendered inapplicable by reason of law generally, or as to the Products, then Notions Marketing shall provide written notice to Brimer of any asserted change in the law, and shall have no further

obligations pursuant to this Consent Judgment with respect to, and to the extent that, the Products are so affected.

## 9. NOTICES

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Unless specified herein, all correspondence and notices required to be provided pursuant to 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) overnight courier on any party by the other party at the following addresses:

For Notions Marketing:

Robert L. Hines, Esq. Farella Braun & Martel LLP 235 Montgomery Street, 17<sup>th</sup> Floor -San Francisco, CA 94104

#### For Brimer:

Proposition 65 Coordinator The Chanler Group 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710

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

### 10. COUNTERPARTS; FACSIMILE SIGNATURES

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

## 11. ADDITIONAL POST-EXECUTION ACTIVITIES

Brimer agrees to comply with the reporting form requirements referenced in California Health & Safety Code § 25249.7(f)(1). The parties acknowledge that, pursuant to Health & Safety Code § 25249.7(f)(4), Brimer must submit this Consent Judgment to the Court upon noticed motion to obtain judicial approval their settlement. In furtherance of obtaining such approval, Brimer and Notions Marketing and their respective counsel agree to mutually employ their best efforts to obtain judicial approval of this Consent Judgment and support the entry of judgment by the Court pursuant to

the terms of the Consent Judgment in a timely manner. For purposes of this paragraph, "best efforts" shall include, at a minimum, cooperating on the drafting and filing of any papers in support of the required motion for judicial approval.

## 12. DISMISSAL OF KMART CORPORATION

Within five calendar days of an order issued by the Court approving this Consent Judgment and entering judgment pursuant to the terms contained herein, Brimer shall file a Request for Dismissal with prejudice as to defendant Kmart.

### 13. MODIFICATION

This Consent Judgment may be modified only: (1) by written agreement of the parties and upon entry of a modified consent judgment by the Court thereon; or (2) upon a successful motion of any party and entry of a modified consent judgment by the Court. The Attorney General shall be served with notice of any proposed modification to this Consent Judgment at least fifteen days in advance of its consideration by the Court.

### 14. AUTHORIZATION

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

AGREED TO:	AGREED TO:	
Date: 8-16-1/	Date:	
By: RUSSELL BRIMER	By: Jay Klein, President NOTIONS MARKETING CORPORATION	

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## 12. DISMISSAL OF KMART CORPORATION

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## 14. AUTHORIZATION

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

AGREED TO:	AGREED TO:
Date:	Date: August 24, 2011
By:RUSSELL BRIMER	By: Jay Riein, President NOTIONS MARKETING CORPORATION