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5	Attorneys for Plaintiff		
6	RUSSELL BRIMER		
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8 9	SUPERIOR COURT OF THE STATE OF CALIFORNIA FOR THE COUNTY OF ALAMEDA		
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11	UNLI	MITED CIVIL JURISDICTION	
12	D. 100511 DD 1105		
13	RUSSELL BRIMER,	Case No	
14	Plaintiff,	[PROPOSED] CONSENT JUDGMENT	
15	THE MANUAL WOODWORKERS	&	
16	WEAVERS, INC.; and DOES 1-150, inclusive,		
17	Defendants.		
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	CONSENT JUDGMENT 8		340062.

1. INTRODUCTION

1.1 The Parties

This Consent Judgment is entered into by and between plaintiff, Russell Brimer, ("Brimer" or "Plaintiff") and defendant, The Manual Woodworkers & Weavers, Inc. ("Manual Woodworkers" or "Defendant"), with Plaintiff and Defendant collectively referred to as the "Parties."

1.2 Plaintiff

Brimer is an individual residing in the State of California who seeks to promote awareness of exposure to toxic chemicals and to improve human health by reducing or eliminating hazardous substances contained in consumer products.

1.3 Defendants

Defendant Manual Woodworkers employs ten or more individuals 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").

1.4 General Allegations

Brimer alleges that Manual Woodworkers has manufactured, distributed, and/or sold in the State of California, tote bags (hereinafter referred to as "Products") that expose users to lead without first providing a "clear and reasonable warning," as required by Proposition 65. Lead is listed as a reproductive and developmental toxicant pursuant to Proposition 65 and shall be referred to hereinafter as the "Listed Chemical."

1.5 Notices of Violation

On February 1, 2011, Brimer served Manual Woodworkers and various public enforcement agencies with a document entitled "60-Day Notice of Violation" that provided the public enforcers and Manual Woodworkers with notice of alleged violations of Health & Safety Code § 25249.6 for failing to warn consumers that the Products Manual Woodworkers manufactured, distributed and/or sold exposed users in California to excessive amounts of the Listed Chemical.

1.6 Complaint

On or about June 15, 2011, Brimer, acting in a representative capacity in the interest of the general public in California, filed the instant action in the Superior Court for the County of Alameda alleging violations of Health & Safety Code § 25249.6 based on the exposures to the Listed Chemical contained in the Products manufactured, distributed, and/or sold by Manual Woodworkers ("Complaint").

1.7 No Admission

Manual Woodworkers denies the material, factual, and legal allegations contained in the Notice and Complaint, and maintains that all of the products it has manufactured, 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 Manual Woodworkers of any fact, finding, conclusion, issue of law, or violation of law, nor shall compliance with this Consent Judgment constitute or be construed as an admission by Manual Woodworkers of any fact, finding, conclusion, issue of law, or violation of law, the same being specifically denied by Manual Woodworkers. However, this Section shall not diminish or otherwise affect the Parties' obligations, responsibilities, and/or duties under this Consent Judgment.

1.8 Consent to Jurisdiction

For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over Manual Woodworkers 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 California Code of Civil Procedure § 664.6.

1.9 Effective Date

For purposes of this Consent Judgment, the term "Effective Date" shall mean June 30, 2011.

2. INJUNCTIVE RELIEF: WARNINGS AND REFORMULATION

2.1 Product Warnings

Commencing on the Effective Date, Manual Woodworkers shall not sell, ship, or offer to be shipped for sale in California any Product unless such Products are sold or shipped with one of

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the clear and reasonable warnings set forth in subsection 2.1, or, in the alternative, comply with the reformulation standards set forth in Sections 2.2 and 2.3.

Each warning shall be prominently placed with such conspicuousness, as compared with other words, statements, designs, or devices as to render it likely to be read and understood by an ordinary individual under customary conditions before purchase or use. Each warning shall be provided in a manner such that the consumer or user understands to which specific Product the warning applies, so as to minimize the risk of consumer confusion.

(a) Retail Store Sales.

(i) Product Labeling. Manual Woodworkers may affix a warning to the packaging, labeling, or directly on each Product sold or distributed for sale by Manual Woodworkers or its agents for sale in California., that states:

> WARNING: This product contains lead, a chemical known to the State of California to cause birth defects and other reproductive harm.

(b) Mail Order Catalog and Internet Sales. In the event that Manual Woodworkers sells Products via mail order catalog or internet to customers located in California after the Effective Date that are not Reformulated Products, Manual Woodworkers shall provide a warning for Products sold via mail order catalog or the Internet to California residents: (1) in the mail order catalog; or (2) on the website. Warnings given in the mail order catalog or on the website shall identify the specific Product to which the warning applies as further specified in Sections 2.1(b)(i) and (ii).

Mail Order Catalog Warning. Any warning provided in a mail (i) order catalog must be in the same type size or larger than the Product description text within the catalog. The following warning shall be provided on the same page and in the same location as the display and/or description of the Product:

> WARNING: This product contains lead, a chemical known to the State of California to cause birth defects

and other reproductive harm.

Where it is impracticable to provide the warning on the same page and in the same location as the display and/or description of the Product, Manual Woodworkers may utilize a designated symbol to cross reference the applicable warning and shall define the term "designated symbol" with the following language on the inside of the front cover of the catalog or on the same page as any order form for the Product(s):

WARNING: Certain products identified with this symbol ▼ and offered for sale in this catalog contain lead, a chemical known to the State of California to cause birth

The designated symbol must appear on the same page and in close proximity to the display and/or description of the Product. On each page where the designated symbol appears, Manual Woodworkers must provide a header or footer directing the consumer to the warning language and definition of the designated symbol.

defects and other reproductive harm.

If Manual Woodworkers elects to provide warnings in the mail order catalog, then the warnings must be included in all catalogs offering to sell one or more Products printed after the Effective Date.

(ii) Internet Website Warning. A warning may be given in conjunction with the sale by Manual Woodworkers of the Products via the Internet, provided it appears either: (a) on the same web page on which a Product is displayed; (b) on the same web page as the order form for a Product; (c) on the same page as the price for any Product; or (d) on one or more web pages displayed to a purchaser during the checkout process. The following warning statement shall be used and shall appear in any of the above instances adjacent to or immediately following the display, description, or price of the Product for which it is given in the same type size or larger than the Product description text:

WARNING: This product contains lead, a chemical known to the State of California to cause birth defects and other reproductive harm.

Alternatively, the designated symbol may appear adjacent to or immediately following the display, description, or price of the Product for which a warning is being given, provided that the following warning statement also appears elsewhere on the same web page, as follows:

WARNING: Products identified on this page with the following symbol ▼ contain lead. a chemical known to the State of California to cause birth defects and other

reproductive harm.

2.2 Exceptions To Warning Requirements

The warning requirements set forth in Section 2.1 shall not apply to Reformulated Products (as defined in Section 2.3 below.)

2.3 Reformulation Standards

Reformulated Products are defined as those Products containing components that may be handled, touched or mouthed during reasonably foreseeable use or misuse, which yield less than 100 parts per million ("ppm") of lead when analyzed pursuant to EPA testing methodologies 3050B and 6010B ("digest test"), or equivalent methodologies utilized by federal or state agencies for the purpose of determining lead content in a solid substance, and which components yield a result of no more than 1.0 microgram ("µg") of lead when analyzed pursuant to NIOSH Test Method 9100 ("wipe test"). Although the Parties disagree as to whether any of the Products which yield more than 100 ppm of lead in a wipe test and yield more than 1.0 µg of lead in a wipe test may result in exposure of lead to the average consumer in excess of the applicable Maximum Allowable Dose Levels, the Parties agree that exposures to Reformulated Products will not require a Proposition 65 warning, as such exposures will not result in an exposure of more than the Maximum Allowable Dose Level for lead as a chemical known to cause reproductive toxicity.

3. MONETARY PAYMENTS

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

In settlement of all the claims referred to in the Complaint against it and this Consent Judgment, Manual Woodworkers shall make payments and receive credits totaling \$3,700, in civil penalties, as follows

3.1.1 Manual Woodworkers shall make an initial payment of \$1,700 to be apportioned in accordance with Health & Safety Code § 25249.12 (c)(1) and (d), with 75% of these funds remitted to the State of California's Office of Environmental Health Hazard Assessment ("OEHHA") and the remaining 25% of these penalty monies remitted to Brimer as

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provided by Health & Safety Code § 25249.12(d). Manual Woodworkers shall issue two separate checks for the penalty payment: (a) one check made payable to "The Chanler Group in Trust for OEHHA" in the amount of \$1,275, representing 75% of the total penalty, and (b) one check to "The Chanler Group in Trust for Russell Brimer" in the amount of \$425, representing 25% of the total penalty. Two separate 1099s shall be issued for the above payments. The first 1099 shall be issued to Office of Environmental Health Hazard Assessment, P.O. Box 4010, Sacramento, CA 95814 (EIN: 68-0284486). The second 1099 shall be issued to Brimer, whose address and tax identification number shall be furnished, upon request, at least five (5) calendar days before payment is due. The payments shall be delivered within ten (10) days of the Effective Date, at the address set forth in Section 3.4.

- 3.1.2 Manual Woodworkers shall pay a second civil penalty of \$2,500, on or before December 15, 2011, to be apportioned in accordance with Health & Safety Code § 25249.12 (c)(1) and (d) as described above, which penalty shall be waived in its entirety, if, by December 15, 2011, Manual Woodworkers certifies to Brimer that the Products contain no more than 100 ppm of lead when analyzed pursuant to Environmental Protection Agency testing methodologies 3050B or equivalent methods and do not exceed 1.0 ug of lead as applied to all coated portions of all surfaces of the Products performed as outlined in NIOSH Test Method No. 9100.
 - All payments, unless waived, shall be delivered to the following address: 3.1.3

Attn: Proposition 65 Controller 2560 Ninth Street, Suite 214 Berkeley, CA 94710

The Chanler Group

4. REIMBURSEMENT OF FEES AND COSTS

4.1 **Attorney Fees and Costs**

The parties acknowledge that Brimer and his counsel offered to reach agreement on the material terms of this Consent Judgment, other than attorney fees and costs, before reaching terms on the amount of attorney fees and costs to be reimbursed to them, thereby leaving the fee issue to be resolved after the other non-fee related material terms of the agreement had been settled. The

Parties agreed to resolve the fee and cost issue shortly after the other settlement terms had been tentatively agreed to, subject to agreement on fees and costs. 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 § 1021.5, for all work performed through the mutual execution of this agreement and entry of this Consent Judgment and any other fees and costs that have been or may be incurred by Brimer and/or his counsel, except for fees on appeal. Manual Woodworkers shall pay the total amount of \$32,500 for fees and costs to "The Chanler Group" within ten (10) days of the Effective Date, to the following address:

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

Manual Woodworkers shall issue a 1099 form, when reasonably available, to The Chanler Group (EIN: 94-3171522) for the payment of \$32,500.

5. CLAIMS COVERED AND RELEASED

- 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 Manual Woodworkers, of any violation of Proposition 65 that was or could have been asserted by Brimer against Manual Woodworkers, its parents, subsidiaries, affiliated entities that are under common ownership, directors, officers, employees, attorneys, and each entity to whom Manual Woodworkers directly or indirectly distributes or sells Products, including but not limited to downstream distributors, wholesalers, customers, retailers, franchisees, cooperative members, licensors, and licensees ("Releasees"), based on their failure to warn about alleged exposures to the Listed Chemical contained in the Products that were sold by Manual Woodworkers.
- 5.2 Brimer's Public Release of Proposition 65 Claims. In further consideration of the promises and agreements herein contained, 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, but not limited to, investigation fees, expert fees, and attorneys' fees, but exclusive of fees and costs on appeal -- limited to and arising under Proposition 65 with respect to the Listed Chemical in the Products sold by Manual Woodworkers (collectively "claims"), against Manual Woodworkers and Releasees.

- 5.3 Brimer's Individual Release of Claims. Brimer also, in his individual capacity only and *not* in his representative capacity, provides a release herein which shall be effective as a full and final accord and satisfaction, as a bar to all actions, causes of action, obligations, costs, expenses, attorneys' fees, damages, losses, claims, liabilities and demands of Brimer of any nature, character or kind, whether known or unknown, suspected or unsuspected, limited to and arising out of alleged or actual exposures to the Listed Chemical in the Products manufactured, distributed or sold by Manual Woodworkers.
- 5.4 Manual Woodworkers's Release of Brimer. Manual Woodworkers on behalf of itself, its past and current agents, representatives, attorneys, successors, and/or assignees, hereby waives any and all claims against Brimer, 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 with respect to the Products.

6. SEVERABILITY

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

7. 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 by the Court within twelve

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months after it has been fully executed by all Parties. If the Superior Court does not approve the motion to approve this Consent Judgment within one-year of execution, all payments made by Manual Woodworkers shall be returned to counsel for Manual Woodworkers. Brimer shall provide to Manual Woodworkers for review no later than sixty (60) days after this Agreement is executed by both parties a draft motion to approve the Consent Judgment and all supporting papers, and shall file such motion and supporting papers no later than ten (10) business days after Manual Woodworkers provides written consent, which consent shall not be unreasonably withheld or delayed.

8. GOVERNING LAW

The terms of this Consent Judgment shall be governed by the laws of 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 Manual Woodworkers 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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When any Party is entitled to receive any notice under this Consent Judgment, the notice shall be sent by certified mail to the person(s) identified below:

To Manual Woodworkers:

Joshua Bloom, Esq. Barg Coffin Lewis & Trapp, LLP 350 California Street, 22nd Floor San Francisco, CA 94104-1435

To Brimer:

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

Any Party may modify the person and address to whom the notice is to be sent by sending each other Party notice by certified mail and/or other verifiable form of written communication.

10. ADDITIONAL POST-EXECUTION ACTIVITIES

Brimer agrees to comply with the reporting form requirements referenced, in California Health & Safety Code §25249.7(f) and to file a motion for approval of this Consent Judgment. The Parties acknowledge that, pursuant to Health & Safety Code §25249.7, a noticed motion is required to obtain judicial approval of this Consent Judgment. In furtherance of obtaining such approval, Brimer, Manual Woodworkers and their respective counsel agree to mutually employ their best efforts to support the entry of this agreement as a Consent Judgment and obtain approval of the Consent Judgment by the Court in a timely manner. Brimer shall prepare and file all documents necessary to obtain court approval of this Consent Judgment. For purposes of this paragraph, best efforts shall include, at a minimum, cooperating on the drafting and filing any papers in support of the required motion for judicial approval.

11. MODIFICATION

This Consent Judgment may be modified only: (1) by written agreement of the Parties; or (2) upon a successful motion of any party and entry of a modified Consent Judgment by the Court.

12. 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, and understandings related hereto. No representations, oral or otherwise, express or implied, other than those contained herein have been made by any party hereto. No other agreements not specifically referred to herein, oral or otherwise, shall be deemed to exist or to bind any of the parties.

13. COUNTERPARTS, FACSIMILE SIGNATURES

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

14. **AUTHORIZATION**

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

AGREED TO:

AGREED TO:

Dated: 9 - 13 - 11 Dated: 6/9/11

By: _____ By: ____ G. Claire
The Manual Woodworkers & Weavers,

(JAMES G. CLARILE, VP/CFO)

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