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1	Jennifer Henry, State Bar No. 208221			
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3	4400 Keller Avenue, Suite 200 Oakland, CA 94605 ENDORSED			
4	Tel: (510) 577-0747 FILED			
5	Clifford A. Chanler, State Bar No. 135543			
6	CHANLER LAW GROUP Magnolia Lane (off Huckleberry Hill)  APR 2 6 2001			
7	New Canaan, CT 06840-3801 Tel: (203) 966-9911  CLERK OF THE SUPERIOR COURT			
8	Attorneys for Plaintiff  By NANCY REGAS			
9	MICHAEL DIPIRRO Deputy			
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11	CUDEDIOD COUDT OF THE CTATE OF CALLEODALA			
12	IN AND FOR THE COUNTY OF ALAMEDA			
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15	MICHAEL DIPIRRO, ) No. H216080-3			
16	Plaintiff, ) CONSENT JUDGMENT			
	v. )			
17	MULTIQUIP, INC.; ITOCHU )			
18	INTERNATIONAL, INC.; and DOES 1 ) through 1000,			
19	Defendants. )			
20	)			
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22	This Consent Judgment ("Agreement") is entered into			
23	by and between Michael DiPirro, a California citizen, and			
24	Multiquip, Inc., a California corporation ("Multiquip"), as of			
25	April 18, 2001 (the "Effective Date"). The parties agree to			
26	the following terms and conditions:			
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CONSENT JUDGMENT

## WHEREAS:

- A. Michael DiPirro is an individual residing in San Francisco, California, who seeks to promote awareness of exposures to toxic chemicals and improve human health by reducing or eliminating hazardous substances contained in or produced by consumer and industrial products;
- B. Multiquip is a company that currently manufactures, distributes, rents and/or sells certain welding machines, power sources and other welding equipment in the State of California that contain, or whose customary use and application may produce fumes or gases which contain, chemicals listed pursuant to Proposition 65 (California Health & Safety Code §25249.5 et seq.) including nickel and nickel compounds, chromium (hexavalent compounds) and carbon monoxide (the "Listed Chemicals");
- C. The products that contain, or whose customary use and application may produce fumes or gases which contain, one or more of the "Listed Chemicals" and which are covered by this Agreement are set forth in Exhibit A (the "Products"). The Products have been manufactured, distributed, rented and/or sold by Multiquip for use in California since at least August 4, 1996; and
- D. On August 4, 2000, Michael DiPirro first served Multiquip and other public enforcement agencies with a document entitled "60-Day Notice of Violation" which provided Multiquip and such public enforcers with notice that Multiquip was allegedly in violation of Health & Safety Code \$25249.6

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CONSENT JUDGMENT

for allegedly failing to warn purchasers that certain products it sells, rents or otherwise offers for use in California expose users to Proposition 65-listed chemicals; and

- E. On or about October 20, 2000, Michael DiPirro filed a complaint entitled Michael DiPirro v. Multiquip, Inc.; et al. in the Alameda County Superior Court, naming Multiquip as a defendant and alleging violations of Business & Professions Code \$17200 and Health & Safety Code \$25249.6 on behalf of individuals in California who allegedly have been exposed to the "Listed Chemicals" contained in or produced by certain Multiquip products.
- F. Nothing in this Agreement shall be construed as an admission by Multiquip of any fact, finding, issue of law, or violation of law, nor shall compliance with this Agreement constitute or be construed as an admission by Multiquip of any fact, finding, conclusion, issue of law, or violation of law. However, this paragraph shall not diminish or otherwise affect the obligations, responsibilities, and duties of Multiquip under this Agreement.

NOW THEREFORE, MICHAEL DIPIRRO AND MULTIQUIP AGREE AS FOLLOWS:

1. Product Warnings. Multiquip shall begin to initiate revisions to its health hazard warnings for its Products to provide the language set forth in the section 1.1 below. Beginning on April 30, 2001, Multiquip agrees that it will not knowingly rent or sell (or cause to be rented or sold) any Products that contain, or produce fumes or gases

that contain, the Listed Chemicals for sale in the State of California unless such Products comply with section 1.1 below:

1.1 For all Products that contain, or produce fumes or gases that contain, nickel (and nickel compounds), chromium (hexavalent compounds) and carbon monoxide, such Products shall bear the following warning statement:

"WARNING: This product contains or produces nickel (and nickel compounds), chromium (hexavalent compounds) and carbon monoxide, chemicals known to the State of California to cause cancer and birth defects (or other reproductive harm)";

or

"WARNING: This product contains or produces chemicals known to the State of California to cause cancer and birth defects (or other reproductive harm)";

1.2 For all Products that contain, or produce fumes or gases that contain, only one of the Listed Chemicals, or any combination of the Listed Chemicals, such Products shall bear the following warning statement:

"WARNING: This product contains or produces one or more chemicals known to the State of California to cause cancer and birth defects (or other reproductive harm)";

The warning statement shall be prominently placed upon the Product's label with such conspicuousness, as compared with other words, statements, designs or devices on the label as to render it likely to be read and understood by an ordinary individual under customary conditions of purchase or use.

- 2. Payment Pursuant To Health & Safety Code \$25249.7(b). Pursuant to Health & Safety Code \$25249.7(b), Multiquip shall pay a civil penalty of \$5,000.00 (five thousand dollars). The payment of \$5,000 shall be paid within five (5) calendar days of the Effective Date. The penalty payment is to be made payable to "Chanler Law Group In Trust For Michael DiPirro". Penalty monies shall be apportioned by DiPirro in accordance with Health & Safety Code \$25192, with 75% of these funds remitted to the State of California's Department of Toxic Substances Control.
- acknowledge that DiPirro offered to resolve the dispute without reaching terms on the amount of fees and costs to be reimbursed, thereby leaving this open issue to be resolved after the material terms of the agreement had been reached, and the matter settled. Multiquip then expressed a desire to resolve the fee and cost issue concurrently with other settlement terms, so the parties tried to reach an accord on the compensation due to DiPirro and his counsel under the private attorney general doctrine codified at C.C.P. §1021.5.

Multiquip shall reimburse DiPirro for his fees and costs, incurred as a result of investigating, bringing this matter to Multiquip's attention, litigating and negotiating a settlement in the public interest. Multiquip shall pay \$19,945.00 for all attorneys' fees, expert and investigation fees, and litigation costs. Multiquip agrees to pay the sum of \$19,945.00 within five (5) calendar days of the Effective

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CONSENT JUDGMENT

Date. Payment should be made payable to the "Chanler Law

## Michael DiPirro's Release Of Multiquip. 4.

Michael DiPirro, by this Agreement, on behalf of himself, his agents, representatives, attorneys, assigns and the citizens of the State of California, waives all rights to institute or participate in, directly or indirectly, any form of legal action, and releases all claims, liabilities, obligations, losses, costs, expenses, fines and damages, against Multiquip and its directors, officers, employees, affiliates, successors and assigns, whether under Proposition 65 or the Business & Profession Code \$17200 et seq. based on Multiquip's alleged failure to warn about exposure to the Listed Chemicals contained in or produced by any of the Products.

This paragraph expressly excludes any waiver or release of any entity that engages in the business of renting or leasing any Product(s) listed on Exhibit A to individuals residing in the State of California.

## Multiquip's Release Of Michael DiPirro.

Multiquip, by this Agreement, waives all rights to institute any form of legal action against Michael DiPirro and his attorneys or representatives, for all actions or statements made by Michael DiPirro, and his attorneys or representatives, in the course of seeking enforcement of Proposition 65 or Business & Profession Code \$17200 against Multiquip.

Court Approval. If, for any reason, this Consent Judgment is not approved by the Court, this Agreement shall be deemed null and void.

Multiquip Sales Data. Multiquip understands 7. that the rental and/or sales data provided to counsel for DiPirro by Multiquip was a material factor upon which DiPirro has relied to determine the amount of payments made pursuant to Health & Safety Code \$25249.7(b) in this Agreement. To the best of Multiquip's knowledge, the rental and/or sales data provided is true and accurate. In the event that DiPirro discovers facts which demonstrate to a reasonable degree of certainty that the rental and/or sales data is materially inaccurate, the parties shall meet in a good faith attempt to resolve the matter within ten (10) days of Multiquip's receipt of notice from DiPirro of his intent to challenge the accuracy of the rental and/or sales data. If this good faith attempt fails to resolve DiPirro's concerns, DiPirro shall have the right to rescind the Agreement and re-institute an enforcement action against Multiquip, provided that all sums paid by Multiquip pursuant to paragraphs 2 and 3 are returned to Multiquip within ten (10) days from the date on which DiPirro notifies Multiquip of his intent to rescind this Agreement. In such case, all applicable statutes of limitation shall be deemed tolled for the period between the date DiPirro filed the instant action and the date DiPirro notifies Multiquip that he is rescinding this Agreement pursuant to this Paragraph.

8. Product Characterization. Multiquip acknowledges that each of the Products listed in Exhibit A

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contains, or in the customary use or application of the Products may produce fumes or gases that contain, nickel (and nickel compounds), chromium (hexavalent compounds) and carbon monoxide and Plaintiff alleges that the customary use or application of the Products is likely to expose users to nickel (and nickel compounds), chromium (hexavalent compounds) and carbon monoxide, substances known to the State of California to cause cancer and/or birth defects (or other reproductive harm). In the event that Multiquip obtains analytical, risk assessment or other data ("Exposure Data") that shows an exposure to any or all Products poses "no significant risk" or will have "no observable effect," as each such standard is applicable and as each is defined under Health & Safety Code \$25249.10(c) and Multiquip seeks to eliminate the warnings, then Multiquip shall provide DiPirro with ninety (90) days prior written notice of its intent to limit or eliminate the warning provisions under this Agreement based on the Exposure Data and shall provide DiPirro with all such supporting Exposure Data. Within ninety (90) days of receipt of Multiquip's Exposure Data, DiPirro shall provide Multiquip with written notice of his intent to challenge the Exposure Data (in the event that he chooses to make such a challenge). If DiPirro fails to provide Multiquip written notice of his intent to challenge the Exposure Data within ninety (90) days of receipt of Multiquip's notice and the Exposure Data, DiPirro shall waive all rights to challenge the Exposure Data, and Multiquip shall be entitled to limit or

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eliminate the warning provisions required under this Agreement 1 with respect to those Product(s) to which the Exposure Data 2 applies. If DiPirro timely notifies Multiquip of his intent 3 to challenge the Exposure Data, DiPirro and Multiquip (a) may 4 stop its efforts to eliminate the warnings upon notice to 5 DiPirro with no further liability or obligations or (b) shall 6 negotiate in good faith for a period not to exceed thirty (30) 7 days following receipt of Multiquip's notice to attempt to 8 reach a settlement of this issue. If a settlement is not 9 reached, DiPirro and Multiquip agree to submit such challenge 10 to the superior court for determination, pursuant to the 11 court's continuing jurisdiction of this matter under C.C.P. 12 \$664.6 and this Agreement. The prevailing party shall be 13 entitled to reasonable attorneys' fees and costs associated 14 with bringing a motion brought under this paragraph to the 15

- 9. Severability. In the event that any of the provisions of this Agreement are held by a court to be unenforceable, the validity of the enforceable provisions shall not be adversely affected.
- 10. Attorney's Fees. In the event that a dispute arises with respect to any provision(s) of this Agreement, the prevailing party shall be entitled to recover costs and reasonable attorneys' fees.
- 11. Governing Law. The terms of this Agreement shall be governed by the laws of the State of California.
  - 12. Notices. All correspondence to Michael DiPirro

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court for determination.

shall be mailed to: 1 David R. Bush or Jennifer Henry, Esq. 2 Bush & Henry 4400 Keller Ave., Suite 200 3 Oakland, CA 94605-4229 (510) 577-0747 4 5 orClifford A. Chanler, Esq. 6 Chanler Law Group Magnolia Lane (off Huckleberry Hill) 7 New Canaan, CT 06840-3801 (203) 966-9911 8 9 All correspondence to Multiquip shall be mailed 10 to: 11 Michael Harris, Esq. Rogers & Harris 9200 Sunset Boulevard, Suite 404 12 Los Angeles, CA 90069-3506 (310) 278-3142 13 14 13. Compliance With Reporting Requirements. parties agree to comply with the reporting form requirements 15 16 referenced in Health & Safety Code §25249.7(f). As of the 17 Effective Date, the California Attorney General's reporting forms are not available. Multiquip represents, however, that 18 19 its counsel will send a copy of this Agreement to the California Attorney General's Office prior to or concurrently 20 with the presentation of the Consent Judgment to the Alameda 21 22 County Superior Court. Counterparts and Facsimile. This Agreement may 23 24 be executed in counterparts and facsimile, each of which shall 25 be deemed an original, and all of which, when taken together,

15. Authorization. The undersigned are authorized

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shall constitute one and the same document.

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1	to execute this Agreement on behalf of their respective		
2	parties and have read, understood and agree to all of the		
3	terms and conditions of this Agreement.		
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6	AGREED TO:	AGREED TO:	
7	DATE: 4/24/01	DATE:	
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9	Wind Diff		
10	Michael DiPirro	Multiquip, Inc.	
11	PLAINTIFF	defendant <sup>*</sup>	
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13	APPROVED AS TO FORM:	APPROVED AS TO FORM:	
14	DATE:	<b>D107</b> .	
15	DATE.	DATE:	
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17	David Bush Attorneys for Plaintiff	Michael Harris	
18	MICHAEL DIPIRRO	Attorneys for Defendant MULTIQUIP, INC.	
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28	CONSENT JUDGMENT		

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5		ACDEED MO.
6	AGREED TO:	AGREED TO:
7	DATE:	DATE: April 23 200)
8		DATE: April 23, 200)  Republulis, Pres/CEO
10	Michael DiPirro	Multiquip, Inc.
ŀ	PLAINTIFF	DEFENDANT
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13	APPROVED AS TO FORM:	APPROVED AS TO FORM:
14	1 1 24 2-0	DATE: CAPUL 23 2001
- 1	DATE: April 24, 2001	DATE: CIPUL 23
15	DATE: April 24, 2001	DATE: CUPIL 25
	DATE: April 29, 2001	BAIL. SPIGE
15	David Bush	Michael Harris
15 16	an Con	Mightens
15 16 17	David Bush Attorneys for Plaintiff	Michael Harris Attorneys for Defendant
15 16 17	David Bush Attorneys for Plaintiff	Michael Harris Attorneys for Defendant
15 16 17 18 19 20	David Bush Attorneys for Plaintiff	Michael Harris Attorneys for Defendant
15 16 17 18 19 20 21	David Bush Attorneys for Plaintiff	Michael Harris Attorneys for Defendant
15 16 17 18 19 20 21	David Bush Attorneys for Plaintiff	Michael Harris Attorneys for Defendant
15 16 17 18 19 20 21 22 23	David Bush Attorneys for Plaintiff	Michael Harris Attorneys for Defendant
15 16 17 18 19 20 21 22 23 24	David Bush Attorneys for Plaintiff	Michael Harris Attorneys for Defendant
15 16 17 18 19 20 21 22 23 24 25	David Bush Attorneys for Plaintiff	Michael Harris Attorneys for Defendant
15 16 17 18 19 20 21 22 23 24	David Bush Attorneys for Plaintiff	Michael Harris Attorneys for Defendant

## Exhibit A

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3	Welding	Machines
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CONSENT JUDGMENT

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EXHIBIT A