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11	Attorneys for Defendant U.S. TAPE COMPANY, INC.	
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13	SUPERIOR COURT OF TH	E STATE OF CALIFORNIA
14	FOR THE COUNT	TY OF ALAMEDA
15	UNLIMITED CIV	IL JURISDICTION
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18	RUSSELL BRIMER,	Case No. RG10543473
19	Plaintiff,	[PROPOSED] AMENDED
20	v.	CONSENT JUDGMENT
21	U.S. TAPE COMPANY, INC.; and DOES 1-150, inclusive,	Health & Safety Code § 25249.6
22	,,	
23	Defendants.	
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1. INTRODUCTION

1.1 Russell Brimer and Defendant U.S. Tape Company, Inc.

This Consent Judgment is entered into by and between Russell Brimer ("Brimer") and U.S. Tape Company, Inc. ("U.S. Tape"). Brimer and U.S. Tape are collectively referred to as the "Parties."

1.2 Plaintiff

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

1.3 Defendant U.S. Tape

U.S. Tape 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").

1.4 General Allegations

Brimer alleges that U.S. Tape has manufactured, distributed, and/or sold in the State of California tape measures with accessible components containing lead without providing the requisite Proposition 65 warnings. U.S. Tape denies this allegation. 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 defined as follows: tape measures with accessible components containing the Listed Chemical including, but not limited to, the *U.S.*Tape Center Point 25' Measuring Tape (#7 27659 50070 4). All such items shall be referred to herein as the "Products."

1.6 Notice of Violation

On August 5, 2010, Brimer served U.S. Tape and various public enforcement agencies with a document entitled "60-Day Notice of Violation" ("Notice") that provided U.S. Tape and such public enforcers with notice that U.S. Tape was alleged to be in violation of California Health & Safety

Code § 25249.6 for failing to warn consumers and customers that the Products exposed users in California to the Listed Chemical. To the best of the Parties' knowledge, no public enforcer has diligently prosecuted the allegations set forth in the 60-Day Notice of Violation.

1.7 Complaint

On October 25, 2010, Brimer, acting in the interest of the general public in California, filed the instant action naming U.S. Tape as a defendant and alleging violations of Health & Safety Code § 25249.6 based on, *inter alia*, the exposures to Listed Chemical contained in the Products it sold in California ("Complaint") without the clear and reasonable warning required by Proposition 65.

1.8 No Admission

U.S. Tape denies the material, factual, and legal allegations contained in Brimer's 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 U.S. Tape 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 by U.S. Tape of any fact, finding, conclusion of law, issue of law, or violation of law, the same being specifically denied by U.S. Tape. However, this section shall not diminish or otherwise affect the obligations, responsibilities and duties of U.S. Tape 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 U.S. Tape and Russell Brimer 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.

1.10 Effective Date

For purposes of this Consent Judgment, the term "Effective Date" shall mean February 28, 2011.

1.11 Court

For purposes of this Consent Judgment, the term "Court" shall mean the department of the

2. <u>INJUNCTIVE RELIEF: REFORMULATION & WARNINGS</u>

2.1 Reformulated Products

"Reformulated Products" are defined as those Products that contain no more than 100 parts per million lead content when analyzed pursuant to Environmental Protection Agency testing methodologies 3050B and 6010B (Digest Test) and that yield no more than 1.0 micrograms of lead when analyzed pursuant to NIOSH Test Method 9100 (Wipe Test) performed on any accessible component (i.e. any portion of the Product that may be handled, touched, or mouthed by a user during reasonably foreseeable use or misuse).

2.2 Product Warnings

Commencing on the Effective Date, U.S. Tape shall, for all Products that are not Reformulated Products, provide clear and reasonable warnings as set forth in subsections 2.2(a) and (b) below. Such labeling is not in any manner required for Reformulated Products. 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.** U.S. Tape may affix a warning to the packaging, labeling, or directly on each Product sold in retail outlets in California by U.S. Tape or any person selling its Products, that states:

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

(ii) Point-of-Sale Warnings. Alternatively, U.S. Tape may provide warning signs in the form below to its customers in California with instructions to post the warnings in close proximity to the point of display of the Products.

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 defects and other reproductive harm.

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, U.S. Tape must provide a header or footer directing the consumer to the warning language and definition of the designated symbol.

If U.S. Tape 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 Warnings. A warning may be given in conjunction with the sale 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.

3. MONETARY PAYMENTS

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

Pursuant to California Health & Safety Code §25249.7(b), U.S. Tape shall pay a total civil penalty of \$20,000 in settlement of all of the claims alleged in the Notice and Complaint. This

\$20,000 amount is comprised of the initial civil payment of \$5,000, plus the \$15,000 referenced in section 3.1.3, below. The penalty amount was determined according to the factors set forth in California Health & Safety Code § 25249.7(b)(2), including, without limitation, the nature and extent of the violation, the economic effect of the penalty on the violator, and whether the violator took good faith measures to comply with Proposition 65 and the time such measures were taken.

3.1.1 Initial Civil Penalty

In settlement of all the claims referred to in this Consent Judgment and alleged in the Notice and Complaint, U.S. Tape shall pay an Initial Civil Penalty of \$5,000 to be apportioned in accordance with California Health & Safety Code §\$ 25249.12 (c)(1) and (d), with seventy-five percent of these funds remitted to the State of California's Office of Environmental Health Hazard Assessment ("OEHHA") and the remaining twenty-five percent of the penalty paid to Brimer. U.S. Tape shall issue two checks for the penalty payment: (a) one made payable to "The Chanler Group in Trust for OEHHA" in the amount of \$3,750.00; and (b) one check to "The Chanler Group in Trust for Russell Brimer" in the amount of \$1,250.00.

The payment of the Initial Civil Penalty shall be delivered within ten 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

Two 1099 forms shall be provided for the above payments, one to: (a) California Office of Environmental Health Hazard Assessment, P.O. Box 4010, Sacramento, CA, 95814 (EIN: 68-0284486); and one to (b) Russell Brimer.

3.1.2 Final Civil Penalty; Waiver Upon Certification

U.S. Tape shall pay a Final Civil Penalty of \$15,000 on May 31, 2011. However, as an incentive to achieve one hundred percent reformulation of the Products, Brimer agrees and the Court orders that the full \$15,000 Final Civil Penalty shall be waived, in its entirety, upon certification in writing by an officer of U.S. Tape that, as of June 1, 2011, it will only distribute, ship,

sell, or offer for sale in California Reformulated Products. The written certification of reformulation must be received by The Chanler Group on or before May 15, 2011.

In the event that it is not waived as described above, the Final Civil Penalty shall be allocated between Brimer and OEHHA according to California Health & Safety Code §§ 25249.12 (c)(1) and (d). Payment of the Final Civil Penalty shall be in the form of two checks made out as follows: (a) "The Chanler Group in trust Russell Brimer" for the sum of \$3,750; and (b) "The Chanler Group in Trust for OEHHA" for the sum of \$11,250. Tax information for both Brimer and OEHHA shall be provided according section 3.1.1 above. Payment of the Final Civil Penalty, if not waived, shall be delivered to The Chanler Group at the address provided in Section 3.1.1 on or before May 15, 2011.

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 terms on the amount of fees and costs to be reimbursed to them, thereby leaving this fee issue to be resolved after the material terms of the agreement had been settled. U.S. Tape then expressed a desire to resolve the fee and cost issue shortly after the other settlement terms had been finalized. 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. U.S. Tape shall pay \$30,000 for fees and costs incurred as a result of investigating, bringing this matter to U.S. Tape's attention, litigating and negotiating a settlement in the public interest, and seeking judicial approval of this settlement. U.S. Tape shall issue a separate 1099 for fees and costs (EIN: 94-3171522), make the check payable to "The Chanler Group" and deliver payment within ten 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

5. RELEASE OF ALL CLAIMS

5.1 Brimer's Release

In further consideration of the promises and agreements herein contained, and for the payments to be made pursuant to Sections 3.1 and 4.1 above, 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) of any nature whatsoever, whether known or unknown, fixed or contingent (collectively "Claims"), against U.S. Tape and its parents, subsidiaries, affiliates, officers, directors, attorneys, representatives, shareholders, agents, and employees, and each of their downstream distributors, wholesalers, licensors, licensees, auctioneers, retailers, franchisors, franchisees, dealers, customers, owners, purchasers, users, parent companies, corporate affiliates, subsidiaries, and their respective officers, directors, attorneys, representatives, shareholders, agents, and employees, and sister, affiliated, and parent entities (collectively "Releasees"). This release is limited to those Claims arising under Proposition 65 for unwarned exposures to the Listed Chemical in the Products sold by U.S. Tape.

With respect to this release, Brimer on behalf of himself, his past and current agents, representatives, attorneys, successors and/or assignees, and *not* in the interest of the general public, hereby waives the application and protections of California Civil Code Section 1542, after careful explanation of the effects of such waiver by his counsel, the Chanler Group. The releases in this Consent Judgment are limited to those claims that arise under Proposition 65, as such claims relate to U.S. Tape's or any Releasee's alleged failure to warn about exposures to the Listed Chemical in the Products sold by U.S. Tape.

Brimer agrees and the Court rules that compliance with this Consent Judgment shall be deemed to constitute compliance with Proposition 65 for the Products with respect to Listed Chemical, both in the past and in the future. The Court shall retain jurisdiction with respect to all parties' compliance with this Consent Judgment. Any alleged violation of Proposition 65, with

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respect to the Products, allegedly occurring after the Effective Date, shall remain within the jurisdiction of the Court, and be resolved under the terms of this Consent Judgment. The Parties further agree that this release shall not generally extend upstream to any entities that manufactured the Products or any component parts thereof, or to any distributors or suppliers who sold Products or any component parts thereof to U.S. Tape, except to the limited extent those entities' Products were sold or distributed by U.S. Tape and are subject to this Consent Judgment.

5.2 U.S. Tape's Release of Brimer

U.S. Tape 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 the Claims or otherwise seeking enforcement of Proposition 65 against it in this matter, and/or with respect to the Products.

6. <u>COURT APPROVAL</u>

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 one year after it has been fully executed by all Parties, in which event any monies that have been provided to Brimer, or his counsel pursuant to Section 3.1 and/or Section 4.1 above, shall be refunded within fifteen days of receiving written notice from U.S. Tape that the one-year period has expired.

7. SEVERABILITY

If, subsequent to the execution of this Consent Judgment, any of the provisions of this Consent Judgment 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, preempted, or is otherwise rendered inapplicable by reason of law generally, or as to the Products, then U.S. Tape shall provide written notice to Brimer of any asserted change in the law, and shall have no further

1 obligations pursuant to this Consent Judgment with respect to, and to the extent that, the Products are 2 so affected. 3 9. **NOTICES** Unless specified herein, all correspondence and notices required to be provided pursuant to 4 5 this Consent Judgment shall be in writing and personally delivered or sent by: (i) first-class, 6 registered or certified mail, return receipt requested; or (ii) overnight courier on any party by the 7 other party at the following addresses: 8 For U.S. Tape: 9 Peter Rosenquist, President with a copy to: Michael J. Partos, Esq. U.S. Tape Company, Inc. Cozen O'Connor 10 777 South Figueroa Street 2452 Ouakertown Road Suite 300 **Suite 2850** 11 Pennsburg, PA 18073 Los Angeles, CA 90017 12 For Brimer: 13 Proposition 65 Coordinator The Chanler Group 14 2560 Ninth Street Parker Plaza, Suite 214 15 Berkeley, CA 94710 16 Any party, from time to time, may specify in writing to the other party a change of address to which 17 all notices and other communications shall be sent. 10. 18 **COUNTERPARTS: FACSIMILE SIGNATURES** 19 This Consent Judgment may be executed in counterparts and by facsimile, each of which shall be deemed an original, and all of which, when taken together, shall constitute one and the same 20 21 document. 22 11. COMPLIANCE WITH HEALTH & SAFETY CODE § 25249.7(f) 23 Brimer agrees to comply with the reporting form requirements referenced in California Health 24 & Safety Code § 25249.7(f). 25 12. ADDITIONAL POST EXECUTION ACTIVITIES The Parties acknowledge that, pursuant to Health & Safety Code § 25249.7, a noticed motion 26 27 is required to obtain judicial approval of this Consent Judgment. In furtherance of obtaining such 28

approval, Brimer and U.S. Tape 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. 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

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 undersigned are authorized to execute this Consent Judgment and have read, understood, and agree to all of the terms and conditions hereof.

AGREED TO:	AGREED TO:
Date: 6 10 11	Date:
By:	Ву:
RUSSELL BRIMER	Peter Rosenquist, President
	U.S. TAPE COMPANY, INC.