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Attorneys for Defendant KENCOVE FARM FENCE, INC. AND POV	VERFIELDS
SUPERIOR COURT O	F THE STATE OF CALIFORNIA
COUNTY	OF SAN FRANCISCO
UNLIMITED	CIVIL JURISDICTION
RUSSELL BRIMER,	Case No. CGC-18-565315
Plaintiff,	[PROPOSED] CONSENT JUDGMENT
	(Health & Safety Code § 25249.6 et seq. and
	Code Civ. Proc. § 664.6)
	THE CHANLER GROUP 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710-2565 Telephone: (510) 848-8880 Facsimile: (510) 848-8118 laralei@chanler.com Attorneys for Plaintiff RUSSELL BRIMER Michael J. Gleason, State Bar No. 279434 Hahn Loeser & Parks LLP One America Plaza 600 West Broadway, Suite 1500 San Diego, CA 92101 Telephone: (619) 810-4310 Facsimile: (619) 810-4301 mgleason@hahnlaw.com Attorneys for Defendant KENCOVE FARM FENCE, INC. AND POV SUPERIOR COURT OF COUNTY

1. <u>INTRODUCTION</u>

1.1 Parties

This Consent Judgment is entered into by and between plaintiff Russell Brimer ("Brimer"), and defendants Kencove Farm Fence, Inc. and Powerfields, (collectively, "Kencove"), with Brimer and Kencove each individually referred to as a "Party" and collectively as the "Parties."

1.2 Plaintiff

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

1.3 Defendant

Kencove 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, Health and Safety Code section 25249.6 et seq. ("Proposition 65").

1.4 General Allegations

Brimer alleges that Kencove imports, sells, or distributes for sale in California, tool grips that contain di(2-ethylhexyl)phthalate ("DEHP") without first providing the exposure warning required by Proposition 65. DEHP is listed pursuant to Proposition 65 as a chemical known to cause birth defects or other reproductive harm.

1.5 Product Description

The products covered by this Consent Judgment are tool grips including, but not limited to, the *Powerfields Essentials High-Tensile Wire Cutters*, #P-HTC, UPC #6 36166 21250 8, the *Powerfields Electric Fence Digital Fence Tester*, #P-29, UPC #6 36166 22600 0, and the *Powerfields Heavy-Duty Gate Handle*, #P-GHD, UPC #6 36166 26850 5, that are manufactured, imported, distributed, sold and/or offered for sale in California by Kencove ("Noticed Products") as well as "Additional Products" defined as the *Powerfields Alligator Clamp Power* Connectors, #P-APC-1, UPC #6 36166 23460 9, and the *Powerfields Energizer Output Leads*, #PF-EOL-1, UPC #6 36166 23950 5. Noticed Products and Additional Products are collectively referred to herein as "Products."

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1.6 Notice of Violation

On January 17, 2018, Brimer served Kencove, and the requisite public enforcement agencies with a 60-Day Notice of Violation ("Notice") alleging that Kencove violated Proposition 65 by failing to warn its customers and consumers in California of the health hazards associated with exposures to DEHP from the Products. No public enforcer has commenced and is diligently prosecuting an action to enforce the violations alleged in the Notice.

1.7 Complaint

On March 27, 2018, Brimer filed the instant action ("Complaint"), naming Kencove as a defendant for the alleged violations of Health and Safety Code section 25249.6 that are the subject of the Notice.

1.8 No Admission

Kencove denies the material, factual, and legal allegations contained in the Notice and Complaint, and maintains that all of the products it has sold and distributed for sale in California, including the Products, have been, and are, in compliance with all laws. Nothing in this Consent Judgment shall be construed as, 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. This Section shall not, however, diminish or otherwise affect Kencove's obligations, responsibilities, and duties under this Consent Judgment.

1.9 Jurisdiction

For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over Kencove as to the allegations in the Complaint, that venue is proper in the County of San Francisco, and that the Court has jurisdiction to enter and enforce the provisions of this Consent Judgment pursuant to Proposition 65 and Code of Civil Procedure section 664.6.

1.10 Effective Date

For purposes of this Consent Judgment, the term "Effective Date" means the date on which the Court approves this Consent Judgment, including any unopposed tentative ruling granting approval of this Consent Judgment.

2. INJUNCTIVE RELIEF: PRODUCT REFORMULATION AND WARNINGS

2.1 Commitment to Reformulate or Warn

Commencing on the Effective Date and continuing thereafter, Kencove agrees to only manufacture, import, distribute, sell or offer for sale in California, Products that are either (a) Reformulated Products as defined by Section 2.2, below, or (b) Products that bear a clear and reasonable health hazard warning pursuant to Section 2.3 below.

2.2 Reformulation Standard

For the purposes of this Consent Judgment, "Reformulated Products" are defined as Products that contain DEHP in concentrations that do not exceed 1,000 parts per million (0.1%) when analyzed pursuant to U.S. Environmental Protection Agency ("EPA") testing methodologies 3580A and 8270C or equivalent methodologies utilized by state or federal agencies for the purpose of determining DEHP content in a solid substance.

2.3 Clear and Reasonable Warnings

Commencing on the Effective Date and continuing thereafter, for any Products sold or distributed for sale in California by Kencove that are not Reformulated Products, Kencove agrees to only sell or distribute such Products for sale in California with a clear and reasonable warning in accordance with this Section or Title 27 California Code of Regulations section 25602 and 25603. Kencove further agrees that any warning used will be prominently placed in relation to the Products with such conspicuousness when 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 of purchase or use. For purposes of this Consent Judgment, a warning satisfying the above criteria that is affixed directly to a Product or its accompanying labeling or packaging containing the following statement shall be deemed clear:

(a) Warning. The Warning shall consist of the following statement:

MARNING:

This product can expose you to chemicals including DEHP, which is known to the State of California to cause birth defects or other reproductive harm. For more information go to www.P65Warnings.ca.gov.

(b) Alternative Short-Form Warning. Kencove may, but is not required to, use the alternative short-form warning as set forth in this subsection 2.3(b) ("Alternative Short-Form Warning"), as follows:

⚠ WARNING: Reproductive Harm - www.P65Warnings.ca.gov.

The Alternative Short-Form Warning must be in a type size no smaller than the largest type size used for consumer information (as defined in section 25600.1(c)) on the Product or Product label, and in no case smaller than 6-point type.

3. MONETARY SETTLEMENT TERMS

3.1 Civil Penalty Payments

Pursuant to Health and Safety Code section 25249.7(b), and in settlement of all the claims referred to in the Notice, Complaint, and this Consent Judgment, Kencove shall pay \$3,000 in civil penalties. The civil penalty payment shall be allocated according to Health and Safety Code section 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%) of the penalty retained by Brimer. Brimer's counsel shall be responsible for delivering OEHHA's portion of any penalty payment(s) made under this Consent Judgment. Kencove shall provide its payment in a check made payable to "Russell Brimer, Client Trust Account" in the amount of \$750 and a check made payable to "OEHHA" in the amount of \$2,250 to be delivered to the address provided in Section 3.3, below.

3.2 Reimbursement of Attorney's 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 the issue to be resolved after the material terms of this Consent Judgment had been settled. Shortly after the other settlement terms had been finalized, the Parties negotiated 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 section 1021.5 for all work performed through the mutual execution of this Consent Judgment, and court approval of the same, but exclusive of fees and costs on appeal, if any. Under these legal principles, Kencove shall pay \$26,000 for all fees and costs

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incurred by Brimer investigating, bringing this matter to Kencove's attention, litigating and negotiating a settlement in the public interest. Kencove's payment shall be delivered to the address in Section 3.4 in a check payable to "The Chanler Group."

3.3 Payment Timing; Payments Held in Trust

All payments due under this Consent Judgment shall be held in trust until such time as the Court approves the Parties' settlement. Within fourteen (14) days of the date that this Consent Judgment is fully executed by the Parties, all payments due under this agreement shall be delivered to Kencove's counsel and held in trust until the Effective Date. Kencove's counsel shall provide Brimer's counsel with written confirmation upon its receipt of the settlement payments. Within five days of the Effective Date, Kencove's counsel shall deliver the civil penalty and attorneys' fee reimbursement payments to Brimer's counsel.

3.4 Payment Address

All payments required by this Consent Judgment shall be delivered to:

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

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

4.1 Brimer's Public Release of Proposition 65 Claims

Brimer, acting on his own behalf and in the public interest, Brimer releases Kencove and its parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees, and attorneys ("Releasees"), and each entity to whom Kencove directly or indirectly distributes or sells the Products including, without limitation, its downstream customers, distributors, wholesalers, and retailers ("Downstream Releasees") for any violation arising under Proposition 65 pertaining to the failure to warn about exposures to DEHP from Noticed Products sold or distributed for sale by Kencove prior to the Effective Date, as set forth in the Notice. Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 with respect to exposures to DEHP from Noticed Products sold or distributed for sale by Kencove after the Effective Date.

4.2 Brimer's Individual Release of Claims

Brimer, in his individual capacity only and *not* in any representative capacity, also provides a release to Kencove, Releasees, and Downstream Releasees, 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, arising out of alleged or actual exposures to DEHP in Products sold or distributed for sale by Kencove before the Effective Date.

4.3 Kencove's Release of Brimer

Kencove, on its own behalf, and on behalf of its past and current agents, representatives, attorneys, successors, and assignees, hereby waives any and all claims against Brimer, and his attorneys and other representatives, for any and all actions taken or statements made by Brimer, and his attorneys and other representatives, whether in the course of investigating claims, otherwise seeking to enforce Proposition 65 against it in this matter, or with respect to the Products.

5. COURT APPROVAL

This Consent Judgment is not effective until it is approved and entered by the Court and shall be null and void if it is not approved and entered by the Court within one year after it has been fully executed by the Parties, or by such additional time as the Parties may agree in writing.

6. <u>SEVERABILITY</u>

If, subsequent to the Court's approval and entry of this Consent Judgment as a judgment, any provision is held by a court to be unenforceable, the validity of the remaining provisions shall not be adversely affected.

7. 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 Kencove may provide written notice to Brimer of any asserted change in the law, and shall have no further injunctive obligations pursuant to this Consent Judgment with respect to, and to the extent that, the Products are so affected.

8. NOTICE

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Unless specified herein, all correspondence and notice required by 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) a recognized overnight courier to the following addresses:

For Kencove:

Don Kendall, President Kencove Farm Fence, Inc. 344 Kendall Road Blairsville, PA 15717

with a copy to:

Timothy G. Hewitt, Esq. 215 Chestnut Street Latrobe PA, 15650

Michael J. Gleason Hahn Loeser & Parks LLP One America Plaza 600 West Broadway, Suite 1500 San Diego, CA 92101

For Brimer:

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

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

9. COUNTERPARTS; FACSIMILE SIGNATURES

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

10. POST EXECUTION ACTIVITIES

Brimer agrees to comply with the reporting form requirements referenced in Health and Safety Code section 25249.7(f). The Parties further acknowledge that, pursuant to Health and Safety Code section 25249.7(f), a noticed motion is required to obtain judicial approval of the settlement, which motion Brimer shall draft and file. In furtherance of obtaining such approval, the Parties agree

to mutually employ their best efforts, and those of their counsel, to support the entry of this agreement as judgment, 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 objection that any third-party may file or lodge, and appearing at the hearing before the Court if so requested.

11. MODIFICATION

This Consent Judgment may be modified only by: (i) a written agreement of the Parties and entry of a modified consent judgment thereon by the Court; or (ii) a successful motion or application of any Party, and the entry of a modified consent judgment thereon by the Court.

12. <u>AUTHORIZATION</u>

The undersigned are authorized to execute this Consent Judgment and acknowledge that they have read, understand, and agree to all of the terms and conditions contained herein.

AGREED TO: AGREED TO:

Date: 11/13/2018

By: RUSSELL BRIMER

By:

DON KENDALL, PRESIDENT

KENCOVE FARM FENCE, INC.