1 2 3 4 5 6 7	Clifford A. Chanler, State Bar No. 135534 Brian Johnson, State Bar No. 235965 THE CHANLER GROUP 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710-2565 Telephone: (510) 848-8880 Facsimile: (510) 848-8118 Attorneys for Plaintiff RUSSELL BRIMER	
8	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
9	COUNTY OF SAN FRANCISCO	
10	UNLIMITED CIVIL JURISDICTION	
11		
12	RUSSELL BRIMER,	Case No. CGC-16-555806
13	Plaintiff,	[PROPOSED] CONSENT JUDGMENT
14	V.	(Health & Safety Code § 25249.6 et seq. and
15	NORTHERN BREWER, LLC, et al.,	Cal. Code Civ. Proc. § 664.6)
16	Defendant.	
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# **INTRODUCTION**

### 1.1 Parties

This Consent Judgment is entered into by and between plaintiff Russell Brimer ("Brimer"), and defendant Northern Brewer, LLC ("Northern Brewer"), with Brimer and Northern Brewer 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

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Brimer alleges that Northern Brewer 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").

## General Allegations

Brimer alleges that Northern Brewer manufactures, imports, sells, distributes, and/or offers for sale or use in California, tools with grips containing the phthalate chemical di(2-ethylhexyl) phthalate ("DEHP") and vinyl/PVC hoses containing DEHP, and that it does so without first providing the exposure warning required by Proposition 65. DEHP is listed pursuant to Proposition 65 as a chemical known to the State of California to cause birth defects or other reproductive harm.

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# **1.5 Product Description**

For purposes of this Consent Judgment "Products" are defined as (a) tools with grips containing DEHP; and (b) vinyl/PVC hoses containing DEHP that are manufactured, imported, sold, distributed, and/or offered for sale to or in California by Northern Brewer including, but not limited to, the grip component of the clamp crimper tool offered in connection with *the Draft Brewer Taproom Maintenance Tool Kit, SKU# 40074;* and the hose component offered in connection with *the Blichmann Engineering BeerGun Accessory Kit, BE-000212-00, SKU# K217.* 

CONSENT JUDGMENT

### **1.6** Notice of Violation

On June 30, 2016, Brimer served Northern Brewer and certain requisite public enforcement agencies with a "60-Day Notice of Violation" ("Notice"). The Notice alleges that Northern Brewer violated Proposition 65 when it failed to provide "clear and reasonable" warnings to consumers in California that the Products contain DEHP, a chemical known to the State of California to cause birth defects or other reproductive harm. To the best of the Parties' knowledge, no public enforcer has commenced and is diligently prosecuting the allegations set forth in the Notice.

1.7 Complaint

On December 12, 2016, Brimer filed the instant action ("Complaint"), for the violations of Proposition 65 that are the subject of the Notice.

### 1.8 No Admission

Northern Brewer denies the material, factual, and legal allegations contained in the Notice and Complaint, and maintains that all of the products that it has manufactured, imported, distributed, sold, and/or offered for sale or use 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 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. This Section shall not, however, diminish or otherwise affect Northern Brewer'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 Northern Brewer as to the allegations contained 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.

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#### 1.10 **Effective Date**

For purposes of this Consent Judgment, the term "Effective Date" means the date on which the Motion for Approval of the Consent Judgment is granted by the Court.

- 2. **INJUNCTIVE RELIEF: REFORMULATION**
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#### 2.1 **Reformulated Products**

Commencing on the Effective Date, and continuing thereafter, any Products sold, manufactured for sale, and/or distributed for sale in California by Northern Brewer shall be "Reformulated Products." For purposes of this Consent Judgment, Reformulated Products are Products containing DEHP in concentrations of not more than 0.1 percent (1,000 parts per million) 10 when analyzed pursuant to U.S. Environmental Protection Agency testing methodologies 3580A and 8270C or other methodology utilized by federal or state government agencies for the purpose of 12 determining DEHP content in a solid substance, including, without limitation, Consumer Product Safety Commission test method: CPSC-CH-C1001-09.3, Determination of Phthalates (April, 1<sup>st</sup>, 2010), as amended from time to time.

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## **Civil Penalty Payment**

MONETARY SETTLEMENT TERMS

Pursuant to Health & Safety Code § 25249.7(b), in settlement of all the claims referred to in this Consent Judgment, Northern Brewer shall pay \$3,500 in civil penalties. The civil penalty payment shall be allocated according to Health and Safety Code section 25249.12(c)(1) and (d), with 20 seventy-five percent (75%) of the funds paid to the California Office of Environmental Health Hazard Assessment ("OEHHA"), and twenty-five percent (25%) of the funds remitted to Brimer. Northern Brewer shall provide its payment in two checks for the following amount made payable to 23 (a) "OEHHA" in the amount of \$2,625; and (b) "Russell Brimer, Client Trust Account" in the amount of \$875. Brimer's counsel shall be responsible for delivering the penalty payment made under this Consent Judgment to OEHHA.

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#### 3.2 **Reimbursement of Attorney's Fees and Costs**

27 The Parties acknowledge that Brimer and his counsel offered to resolve this dispute without 28 reaching terms on the amount of fees and costs to be reimbursed, thereby leaving the issue to be

1 resolved after the material terms of this Consent Judgment had been settled. Shortly after the other 2 settlement terms had been finalized, the Parties negotiated the compensation due to Brimer and his 3 counsel under general contract principles and the private attorney general doctrine codified at 4 California Code of Civil Procedure section 1021.5 for all work performed through the mutual 5 execution of this Consent Judgment. As provided for in Section 3.3. below, Northern Brewer shall 6 pay \$28,500 to "The Chanler Group" for all of the fees and costs incurred by Brimer through the 7 Effective Date in investigating, bringing this matter to Northern Brewer's attention, litigating, and 8 obtaining court approval of the Parties settlement in the public interest.

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### **3.3** Payments Held in Trust

10 All payments due under this Consent Judgment shall be held in trust until such time as the 11 Court approves this Consent Judgment. All payments due under this agreement shall be delivered 12 within ten (10) business days of the date that this Consent Judgment is fully executed by the Parties, 13 and held in trust by Northern Brewer's counsel until the Court grants the motion for approval of this 14 Consent Judgment contemplated by Section 5. Within three (3) business days following receipt by 15 Northern Brewer's counsel of written notice of the Court's approval of this Consent Judgment, 16 Northern Brewer's counsel shall tender the civil penalty payments and attorneys' fee and costs 17 reimbursements required by Sections 3.1 and 3.2. If the Court does not approve the Consent 18 Judgment, Northern Brewer's counsel will return to Northern Brewer all payments made pursuant to 19 Sections 3.1 and 3.2.

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## 3.4 Payment Address

All payments owed by Northern Brewer under 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, releases Northern Brewer and its
parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees,

1 shareholders and attorneys ("Releasees") and each entity to whom it directly or indirectly distributes 2 or sells the Products including, but not limited to, its downstream distributors, wholesalers, 3 customers, retailers, franchisers, cooperative members, licensors and licensees (collectively 4 "Downstream Releasees") for any violations arising under Proposition 65 based on any alleged 5 exposure to DEHP from Products manufactured, imported, sold, distributed, and/or offered for sale 6 or use by Northern Brewer prior to the Effective Date. Compliance with the terms of this Consent 7 Judgment constitutes compliance with Proposition 65 with respect to the alleged or actual failure to 8 warn about exposures to DEHP from Products manufactured, imported, sold, or distributed and/or 9 offered for sale or use by Northern Brewer after the Effective Date.

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#### 4.2 **Brimer's Individual Release of Claims**

Brimer, in his individual capacity only and not in his representative capacity, also provides a 12 release to Northern Brewer, Releasees, and Downstream Releasees that 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 16 exposures to DEHP in the Products manufactured, imported, sold, distributed and/or offered for sale or use by Northern Brewer before the Effective Date.

#### 4.3 Northern Brewer's Release of Brimer

Northern Brewer, 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 or otherwise seeking to enforce Proposition 65 against Northern Brewer in this matter with respect to the Products, through the Effective Date.

#### 4.4 Mutual Waiver of California Civil Code Section 1542

26 The Parties each acknowledge that he/it is familiar with Section 1542 of the Civil Code, which provides as follows:

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### A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS WHICH THE CREDITOR DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE, WHICH IF KNOWN BY HIM OR HER MUST HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR.

The Parties, each on his/its own behalf (and Brimer in his individual capacity only and not in any representative capacity), and on behalf of his/its past and current agents, representatives, counsel, successors, and/or assignees, expressly waive and relinquish any and all rights and benefits that they may have under, or that may be conferred upon them by the provisions of Civil Code section 1542 as well as under any other state or federal statute or common law principle of similar effect, to the 8 fullest extent he/it may lawfully waive such rights or benefits pertaining to the released matters, as 9 defined by Sections 4.2 and 4.3, above. 10

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#### 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, for any reason, it is not approved and entered by the Court within one year after it has been fully executed by the Parties, or within such additional time as the Parties may agree to in writing.

#### 6. **SEVERABILITY**

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, so long as the deletion of provisions deemed unenforceable does not materially affect, or otherwise result in the effect of the Consent Judgment being contrary to the intent of the Parties.

### 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, preempted, or is otherwise rendered inapplicable by reason of law generally, or if any provision of this Consent Judgment is rendered inapplicable or no longer required as a result of any such repeal or preemption, or rendered inapplicable by reason of law generally as to the Products, then Northern Brewer may provide written notice to Brimer of any asserted change in the law, and shall have no further

1 injunctive obligations pursuant to this Consent Judgment with respect to, and to the extent that, the 2 Products are so affected. 3 8. NOTICE 4 Unless specified herein, all correspondence and notice required by this Consent Judgment 5 shall be in writing and sent by: (i) personal delivery; (ii) first-class, registered, or certified mail, 6 return receipt requested; or (iii) a recognized overnight courier to the following addresses: 7 For Northern Brewer: 8 **Dolores Dinyon**, President Northern Brewer, LLC 9 2221 Highway 36 West Saint Paul, MN 55113

- With a courtesy copy to:
- Stuart Block, Esq. 12 Stice & Block LLP 2335 Broadway, Suite 201 13 Oakland, CA 94612
  - For Brimer:
- 15 Proposition 65 Coordinator The Chanler Group 16 2560 Ninth Street Parker Plaza, Suite 214 17 Berkeley, CA 94710-2565
- 18 Any Party may, from time to time, specify in writing to the other, a change of address to which all 19

notices and other communications shall be sent.

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### 9. **COUNTERPARTS; FACSIMILE SIGNATURES**

This Consent Judgment may be executed in counterparts and by facsimile or portable

22 document format (PDF) signature, each of which shall be deemed an original, and all of which, when

23 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

26 Safety Code section 25249.7(f). The Parties further acknowledge that, pursuant to Health and Safety

27 Code section 25249.7(f), a noticed motion is required to obtain judicial approval of this Consent

Judgment, which Brimer shall take the lead to draft and file and Northern Brewer shall support,
 including appearing at the hearing if so required.

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## 11. MODIFICATION; DUTY TO MEET AND CONFER

### 11.1 Modification

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

## **11.2** Duty to Provide Notice; Meet and Confer

Any Party seeking to modify this Consent Judgment or allege a violation thereof shall first attempt in good faith to meet and confer with the other Party prior to filing a motion to modify the Consent Judgment.

# 12. <u>AUTHORIZATION</u>

2/1/2017

RUSSELL BRIMER

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

**AGREED TO:** 

Date:

By:

## AGREED TO:

### NORTHERN BREWER, LLC

February 1, 2017 Date:

By:  $\frac{(h)}{DOLORES DINYON, PRESIDENT}$ 

CONSENT JUDGMENT