1 2 3 4 5 6	 THE CHANLER GROUP 2 2560 Ninth Street Parker Plaza, Suite 214 3 Berkeley, CA 94710-2565 Telephone: (510) 848-8880 4 Facsimile: (510) 848-8118 brian@chanler.com 5 josh@chanler.com 6 Attorneys for Plaintiff 	7	
7			
8	SUPERIOR COURT OF THE STATE OF CALIFORNIA		
9	FOR MARIN COUNTY		
10 11	UNLIMITED CIVIL JURISI	UNLIMITED CIVIL JURISDICTION	
12		13/170////1	
13	13	ED] CONSENT JUDGMENT	
14	4	Safety Code § 25249.5 <i>et seq.</i> , and	
15	5 Cal. Code C	Civ. Proc. § 664.6)	
16	ALLEN COMPANY INC.; <i>et al.</i> ,		
17	Defendants.		
18	18		
19	19		
20	20		
21	21		
22	22		
23	23		
24	24		
25	25		
26	26		
27	27		
28			

2

3

4

5

6

7

8

9

10

11

12

13

15

16

17

18

19

20

21

22

23

1.

INTRODUCTION

1.1 Parties

This Consent Judgment is entered by and between plaintiff Peter Englander ("Englander"), and defendant Allen Company Inc. ("Allen Company") with Englander and Allen Company each individually referred to as a "Party" and collectively as the "Parties."

1.2 Plaintiff

Englander 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

Allen Company 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").

14

1.4 General Allegations

Englander alleges that Allen Company sells and distributes for sale in California, shooting/range bags with vinyl/PVC components containing di(2-ethylhexyl) phthalate ("DEHP"), and that it does so without first providing a warning in violation of 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**

For purposes of this Consent Judgment, "Products" are defined as shooting/range bags with vinyl/PVC components containing DEHP that are sold or distributed for sale in California by Allen Company including, but not limited to, the *Allen Two Compartment Shotgun Shell Bag, BB2102, UPC #0 26509 02102 5* identified in Englander's Notice.

24

1.6 Notice of Violation

On August 17, 2017, Englander served Allen Company, the California Attorney General, and
all other requisite public enforcers with a 60-Day Notice of Violation ("Notice"). The Notice alleges
that Allen Company violated Proposition 65 by failing to warn its customers and consumers in
California of the health risks associated with exposures to DEHP from the Products. No public

enforcer has commenced or is diligently prosecuting an action to enforce the violations alleged in the Notice.

1.7 Complaint

On December 4, 2017, Englander filed the instant action ("Complaint"), naming Allen Company as a defendant for the alleged violations that are the subject of the Notice.

1.8 No Admission

Allen Company denies the material, factual, and legal allegations contained in the Notice and Complaint, and maintains that all the products that it has sold or distributed for sale in California, including the Products, comply with all laws. Nothing in this Consent Judgment shall be construed as an admission by Allen Company 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 Allen Company of any fact, finding, conclusion of law, or violation of law. This Section shall not, however, diminish or otherwise affect Allen Company's obligations, responsibilities, and duties under this Consent Judgment.

1.9 Jurisdiction

For purposes of this Consent Judgment only, the Parties stipulate that the Court has
jurisdiction over Allen Company as to the allegations in the Complaint, that venue is proper in Marin
County, 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.

20

21

22

23

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

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, including any unopposed tentative ruling granting approval.

24

2.

INJUNCTIVE RELIEF: REFORMULATED PRODUCTS

25

2.1 Commitment to Reformulate Products or Provide Warnings

Commencing on the Effective Date, and continuing thereafter, Allen Company agrees to sell
or distribute for sale in California (a) "Reformulated Products," as defined by Section 2.2, or (b)
Products sold with a clear and reasonable warning pursuant to Section 2.3.

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

2.2 Reformulated Products Defined

For purposes of this Consent Judgment, Reformulated Products are defined as Products containing no more than 1,000 parts per million DEHP (0.1%) in any component analyzed pursuant to U.S. Environmental Protection Agency testing methodology 8270C or equivalent methodologies used by state or federal agencies to determine DEHP content in a solid substance.

2.3 Clear and Reasonable Warnings

Commencing on the Effective Date, for all Products that do not meet the definition of Reformulated Products established by Section 2.1, Allen Company shall provide clear and reasonable warnings in accordance with this Section 2.3. Allen Company further agrees that any warning used will be prominently placed in relation to the Product 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 for the Products displayed or transmitted according to the above criteria that is affixed directly to a Product or its accompanying labeling or packaging that contains one of the following statements, as applicable, shall be deemed clear and reasonable:

> WARNING: 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.

The following short-form warning statement may be used when affixed directly to the Product(s):

WARNING: Reproductive Harm – www.P65Warnings.ca.gov¹

If Allen Company sells Products via an internet website to customers located in California, the warning requirements of this section shall be satisfied if the foregoing warning appears either: (a) on

 ¹ This short-form warning may be used only on a Product, Product label, or as part of an internet or catalog
 warning, provided it is also located directly on a Product and/or its immediate packaging/labeling. If used, the short-form warning must be in a type size no smaller than the largest type size used for consumer information on the product and, in no case, in any text less than a 6-point type size. The short-form warning may not be used on a warning sign, *e.g.*, point-of-sale or shelf sign.

the same web page on which a Product is displayed and/or described; (b) on the same page as the price for the Product; or (c) on one or more web pages displayed to a purchaser prior to purchase during the checkout process. Alternatively, a symbol consisting of a black exclamation point in a yellow or white equilateral triangle may appear adjacent to or immediately following the display, description, price, or checkout listing of the Product, if the warning statement appears elsewhere on the same web page in a manner that clearly associates it with the product(s) to which the warning applies.

2.4 Existing Inventory

The injunctive relief required by Section 2, shall not apply to Products manufactured or caused to be manufactured by Allen before the Effective Date ("Existing Inventory"), for which a civil penalty has been assessed pursuant to Section 3.1. Existing Inventory includes, but is not limited to Products bearing an inadequate warning.

3.

MONETARY SETTLEMENT TERMS

3.1 Civil Penalty Payment

Pursuant to Health and Safety Code section 25249.7(b), in settlement of all the claims referred to in this Consent Judgment, Allen Company shall pay \$2,000 in civil penalties. Allen Company's 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 funds paid to the California Office of Environmental Health Hazard Assessment ("OEHHA"), and twenty-five percent (25%) of the funds remitted to Englander. Allen Company shall provide its payment in two checks for the following amounts made payable to: (a) "OEHHA" in the amount of \$1,500; and (b) "Peter Englander, Client Trust Account" in the amount of \$500. Englander's counsel shall be responsible for delivering OEHHA's portion of the penalty payment. Allen Company shall issue three separate 1099 forms to OEHHA, Englander, and The Chanler Group for the respective amount paid to each under this agreement.

3.2 Reimbursement of Attorney's Fees and Costs

The parties acknowledge that Englander and his counsel offered to resolve this dispute without reaching terms on the fees and costs to be reimbursed, thereby leaving the issue to be resolved after the material terms of this Consent Judgment had been settled. After reaching an

agreement on all other settlement terms, the Parties negotiated a reimbursement of the compensation 2 due Englander and his counsel under general contract principles and the private attorney general 3 doctrine codified at California Code of Civil Procedure section 1021.5 for all work performed 4 through the mutual execution of this Consent Judgment. Accordingly, Allen Company agrees to pay 5 \$25,500 for all fees and costs incurred by Englander investigating, bringing this matter to Allen 6 Company's attention, litigating and negotiating a settlement in the public interest, and obtaining court 7 approval of the same.

8

1

3.3 **Payments Held in Trust**

9 All payments due under this Consent Judgment shall be delivered within fifteen (15) days of 10 the date that this Consent Judgment is fully executed by the Parties, and held in trust by Allen 11 Company's counsel until the Court grants the motion for approval of this Consent Judgment 12 contemplated by Section 5. Allen Company's counsel shall provide Englander's counsel with 13 written notice following its receipt of the settlement funds from Allen Company. Thereafter, Allen 14 Company's counsel shall hold the funds in trust until, and disburse the payments to Englander's 15 counsel within five (5) days after the Effective Date.

3.4

16

17

18

19

20

21

23

24

25

26

27

28

Payment Address

All payments 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.

CLAIMS COVERED AND RELEASED

22

4.1 **Englander's Public Release of Proposition 65 Claims**

Englander, acting on his own behalf and in the public interest, releases Allen Company and its parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees, shareholders and attorneys ("Releasees"), and each entity to whom Allen Company directly or indirectly distributes or sells the Products including, but not limited to, its downstream distributors. wholesalers, customers, retailers, franchisers, cooperative members, licensors and licensees ("Downstream Releasees") for any violation arising under Proposition 65 based on a failure to warn about exposures to DEHP in Products manufactured, imported, sold, or distributed for sale by Allen
Company prior to the Effective Date. Compliance with the terms of this Consent Judgment
constitutes compliance with Proposition 65 with respect to the alleged or actual failure to warn
about exposures to DEHP in Products manufactured, imported, sold, or distributed for sale by Allen
Company after the Effective Date.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

4.2 Englander's Individual Release of Claims

Englander, in his individual capacity only and *not* in his representative capacity, also provides a release to Allen Company, 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 Englander of any nature, character or kind, whether known or unknown, suspected or unsuspected, arising out of alleged or actual exposures to DEHP in Products manufactured, imported, sold, distributed and/or offered for sale by Allen Company before the Effective Date.

4.3

Allen Company's Release of Englander

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

20

21

22

23

24

25

26

27

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 to which the Parties may agree in writing.

6. <u>SEVERABILITY</u>

If, after 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.

28

8

12

13

14

15

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. If Proposition 65 is repealed, preempted, or otherwise rendered inapplicable by reason of law generally, or as to the Products, then Allen Company may provide written notice to Englander 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. <u>NOTICE</u>

9 Unless specified herein, all correspondence and notice required by this Consent Judgment
10 shall be in writing and sent by: (i) personal delivery; (ii) first-class, registered, or certified mail,
11 return receipt requested; or (iii) a recognized overnight courier to the following addresses:

- For Allen Company:
- George Cavanaugh, President Allen Company Inc. 525 Burbank Street Broomfield, CO 80020
- Caitlin C. Blanche, Esq.
 K&L Gates LLP
 Park Plaza, Twelfth Floor
 Irvine, CA 92614
- 18 For Englander:
- Proposition 65 Coordinator The Chanler Group
 20 2560 Ninth Street Parker Plaza, Suite 214
 21 Berkeley, CA 94710-2565
- 22 Any Party may, from time to time, specify in writing to the other, a change of address to which all
- 23 notices and other communications shall be sent.
- 24 9. COUNTERPARTS; FACSIMILE SIGNATURES
 - This Consent Judgment may be executed in counterparts and by facsimile or portable

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

- 27 taken together, shall constitute one and the same document.
- 28

25

10.

POST-EXECUTION ACTIVITIES

Englander 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 this Consent
Judgment, which Englander shall take the lead to draft and file and Allen Company shall support,
including appearing at the hearing if so required.

11. <u>MODIFICATION</u>

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

12.

7

8

9

10

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

AUTHORIZATION

PETER ENGLANDER

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

AGREED TO:

By:

Date: 6/20/2018

AGREED TO:

Date:

By:

GEORGE CAVANAUGH, PRESIDENT ALLEN COMPANY INC.

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

10.

POST-EXECUTION ACTIVITIES

Englander 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 this Consent Judgment, which Englander shall take the lead to draft and file and Allen Company shall support, including appearing at the hearing if so required.

11. 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.

12.

AUTHORIZATION

Date:_____

PETER ENGLANDER

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

AGREED TO:

By:

AGREED TO:

6/2/18 Date: By:

GEORGE CAVANAUGH, PRESIDEN ALLEN COMPANY INC.