1	Cliff Chanler, State Bar No. 135534 Hudson Bair, State Bar No. 172593		
2	Josh Voorhees, State Bar No. 241436 Troy Bailey, State Bar No. 277424		
3	THE CHANLER GROUP 2560 Ninth Street		
4	Parker Plaza, Suite 214		
5	Berkeley, CA 94710-2565 Telephone: (510) 848-8880		
6	Facsimile: (510) 848-8118 cliff@chanler.com		
7	hudson@chanler.com josh@chanler.com		
8	troy@chanler.com		
9	Attorneys for Plaintiffs ANTHONY E. HELD, PH.D., P.E.;		
10	PETER ENGLANDER; WHITNEY R. LEEMAN, PH.D.; and		
11	JOHN MOORE		
12			
13	SUPERIOR COURT OF	THE STATE OF CALIFORNIA	
14	COUNTY OF ALAMEDA		
15	UNLIMITED CIVIL JURISDICTION		
16			
17	ANTHONY E. HELD, PH.D., P.E.; PETER ENGLANDER; WHITNEY R. LEEMAN,	Case No. RG16803507	
18	PH.D.; and JOHN MOORE,	[PROPOSED] CONSENT JUDGMENT AS TO READY AMERICA, INC.	
19	Plaintiffs,	,	
20	v.	(Health & Safety Code § 25249.6 et seq.)	
21	READY AMERICA, INC.; ABLE PLANET,		
22	INCORPORATED; E.S.I. CASES & ACCESSORIES, INC.; GROCERY OUTLET		
23	INC.; QUICK FITTING, INC.; TAP PLASTICS, INC., A CALIFORNIA		
24	CORPORATION; and DOES 1-150, inclusive,		
25	Defendants.		
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#### 1. INTRODUCTION

#### 1.1 Parties

This Consent Judgment is entered into by and between plaintiff Anthony E. Held, PH.D., P.E. ("Held"), and Ready America, Inc. ("Ready America"), with Held and Ready America each individually referred to as a "Party" and collectively as the "Parties."

#### 1.2 Plaintiff

Held 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

Ready America 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, California Health and Safety Code section 25249.6 *et seq.* ("Proposition 65").

#### 1.4 General Allegations

Held alleges that Ready America manufactures, imports, sells, or distributes for sale in California, Vinyl/PVC Gloves that contain Dissononyl phthalate ("DINP") without first providing the exposure warning required by Proposition 65. DINP is listed pursuant to Proposition 65 as a chemical known to the State of California to cause cancer.

#### 1.5 Product Description

The products covered by this Consent Judgment are vinyl/PVC gloves containing DINP that are manufactured, imported, sold, or distributed for sale in California by Ready America, including but not limited to, the *Ready America First Aid Outdoor Kit (Vinyl Gloves)*, VG-1, UPC #7 53962 74002 5, hereinafter the "Products".

#### 1.6 Notice of Violation

On or about December 1, 2015, Held served Ready America, and certain requisite public enforcement agencies with a "60-Day Notice of Violation" ("Notice") alleging that Ready America violated Proposition 65 by failing to warn its customers and consumers in California that the Products

expose users to DINP. 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 February 10, 2016, Held filed the instant action ("Complaint") naming Ready America as a defendant for the alleged violations of Health and Safety Code section 25249.6 that are the subject of the Notice. On February 16, 2016, Held filed the first amended complaint naming additional defendants for the alleged violations of Health and Safety Code section 25249.6 that are the subject of additional Notices.

#### 1.8 No Admission

Ready America 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 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 Ready America's obligations, responsibilities, and duties under this Consent Judgment.

#### 1.9 Jurisdiction and Venue

For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over Ready America as to the allegations contained in the Complaint, that venue is proper in the County of Alameda, 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 Motion for Approval of the Consent Judgment is granted by the Court.

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#### 2.1 Reformulated Products

**INJUNCTIVE RELIEF: REFORMULATION** 

Commencing on the Effective Date, and continuing thereafter, Ready America shall only purchase for sale, manufacture, sell, or distribute for sale in California, "Reformulated Products." For purposes of this Consent Judgment, "Reformulated Products" are defined as Products that contain DINP in concentrations less than 0.1 percent (1,000 parts per million) 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 determining DINP content in a solid substance.

#### 3. MONETARY SETTLEMENT TERMS

#### 3.1 Civil Penalty Payments

Pursuant to Health & Safety Code § 25249.7(b), in settlement of all the claims referred to in this Consent Judgment, Ready America shall pay \$5,000 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 funds paid to the California Office of Environmental Health Hazard Assessment ("OEHHA"), and twenty-five percent (25%) of the funds remitted to Held.

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

The parties acknowledge that Held 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, Ready America expressed a desire to resolve Held's fees and costs. The Parties then attempted to (and did) reach an accord on the compensation due to Held 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. Ready America shall pay \$27,000 for the fees and costs incurred by Held investigating, bringing this matter to Ready America's attention, litigating and negotiating a settlement in the public interest.

#### 3.3 Payments

All payments shall be held in trust by Defendant's counsel until the Consent Judgment is approved by the court. Within five (5) business days of the Court's approval of this Consent Judgment, Defendant's counsel shall tender the civil penalty payment and attorneys' fee and costs reimbursements required by Sections 3.1 and 3.2, as follows:

- **3.3.1** On or before August 1, 2016, Ready America shall make the following payments: (1) \$3,750 to "OEHHA;" (2) \$1,250 to "Anthony E Held, Ph.D., P.E. Client Trust Account;" and (3) \$6,000 to "The Chanler Group."
- **3.3.2** On or before September 1, 2016, Ready America shall make a payment of \$11,000 to "The Chanler Group."
- **3.3.3** On or before October 1, 2016, Ready America shall make a payment of \$10,000 to "The Chanler Group."

### 3.4 Payment Address

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

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

#### 4. CLAIMS COVERED AND RELEASED

#### 4.1 Held's Public Release of Proposition 65 Claims

Held, acting on his own behalf and in the public interest, releases Ready America and its parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees, and attorneys ("Releasees") and each entity to whom it directly or indirectly distributes or sells the Products including, but not limited to, it's downstream distributors, wholesalers, customers, retailers, franchisers, cooperative members, licensors and licensees ("Downstream Releasees") for any violations arising under Proposition 65 for unwarned exposures to DINP from Products sold by Ready America prior to the Effective Date, as set forth in the Notice. Compliance with the terms of

this Consent Judgment constitutes compliance with Proposition 65 by Ready America and any other Releasee or Downstream Releasee with respect to the alleged or actual failure to warn about exposures to DINP in Products manufactured, sold or distributed for sale by Ready America on and after the Effective Date.

#### 4.2 Held's Individual Release of Claims

Held, in his individual capacity only and *not* in his representative capacity, also provides a release to Ready America, 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 Held of any nature, character or kind, whether known or unknown, suspected or unsuspected, arising out of alleged or actual exposures to DINP in the Products sold or distributed for sale by Ready America before the Effective Date.

#### 4.3 Ready America's Release of Held

Ready America, 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 Held and his attorneys and other representatives, for any and all actions taken or statements made by Held 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, for any reason, it is not approved and entered by the Court within one year after it has been fully executed by the Parties.

#### 6. <u>ENFORCEMENT AND PREVAILING PARTY</u>

In the event any dispute between the Parties arises out of this Consent Judgment, the Parties shall meet and confer in an attempt to resolve the dispute informally, for a period of thirty (30) days. Should such attempts at informal resolution fail, the disputing party may seek to enforce the terms of this Consent Judgment by any means under the law, including by motion or application for an order

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to show cause before the Court. The prevailing party shall be entitled to recover its reasonable attorney's fees and costs incurred as a result of such motion or application.

#### **SUCCESSORS AND ASSIGNS**

This Consent Judgment shall be binding upon and inure to the benefit of the Parties hereto and their respective divisions, subdivisions, and subsidiaries, and the successors or assigns of any of them.

#### 8. **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.

#### 9. **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 Ready America may provide written notice to Held of any asserted change in the law, and shall have no further obligations pursuant to this Consent Judgment with respect to, and to the extent that, the Products are so affected. Nothing in this Consent Judgment shall be interpreted to relieve Ready America from any obligation to comply with any pertinent state or federal toxics control laws.

#### 10. **NOTICE**

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:

**Ready America** Jeff Primes, President Ready America, Inc. 1399 Specialty Drive Vista, ČA 92081

Joshua A. Bloom, Esq. Meyers Nave 555 12th Street, Suite 1500 Oakland, CA 94607

Held

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.

#### 11. COUNTERPARTS; FACSIMILE SIGNATURES

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

#### 12. POST EXECUTION ACTIVITIES

Held 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. 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, cooperating on the drafting and filing of the necessary moving papers, supporting the motion, and appearing at the hearing before the Court.

#### 13. 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.

#### 14. **AUTHORIZATION**

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:	AGREED	TO:

Date: July 22, 2016

y: Unihory & K. H. ANTHONY E. HELD, PH.D., P.E.

Date: July 21, 2016

By:

Jeff Primes, President

READY AMERICA, INC.