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7	Attorneys for Plaintiff WHITNEY R. LEEMAN, PH.D.				
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9	SUPERIOR COURT OF THE STATE OF CALIFORNIA				
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4.1	COUNTY OF SANTA CLARA				
11	UNLIMITED CIVIL JURISDICTION				
12	OT DIVITIES OF	TYID VOINGDIOTIOTY			
13	WHITNEY R. LEEMAN, PH.D.,	Case No. 16CV292585			
14		EDDODGEDI GONGENE HID GIVENE			
1.5	Plaintiff,	[PROPOSED] CONSENT JUDGMENT			
15	V.	(Health & Safety Code § 25249.6 et seq.)			
16					
	HAMPTON PRODUCTS INTERNATIONAL				
17	CORPORATION, et al.				
18	Defendants.				
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### 1. INTRODUCTION

### 1.1 Parties

This Consent Judgment is entered into by and between plaintiff Whitney R. Leeman, Ph.D. ("Leeman"), and Hampton Products International Corporation ("Hampton"), with Leeman and Hampton each individually referred to as a "Party" and collectively as the "Parties."

### 1.2 Plaintiff

Leeman 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 Hampton

Hampton 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

Leeman alleges that Hampton manufactures, imports, sells, offers for sale, distributes for sale, or purchases for resale in California, locks with vinyl/PVC cables 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 the State of California to cause cancer and birth defects or other reproductive harm.

# 1.5 Product Description

The products covered by this Consent Judgment are locks with vinyl/PVC cables containing DEHP that are manufactured, imported, sold, or distributed for sale in California by Hampton including, but not limited to, *Brinks Resettable Luggage Lock*, #165-25105, *UPC* #0 39208 98345 7, hereinafter the "Products".

### 1.6 Notice of Violation

On or about December 29, 2015, Leeman served Hampton, and certain requisite public enforcement agencies with a "60-Day Notice of Violation" ("Notice") alleging that Hampton violated Proposition 65 by failing to warn its customers and consumers in California that the Products expose

users to DEHP. 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 March 10, 2016 Leeman filed the instant action ("Complaint") naming Hampton 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

Hampton 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 Proposition 65. 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 Hampton'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 Hampton as to the allegations contained in the Complaint, that venue is proper in the County of Santa Clara, 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.

### 2. INJUNCTIVE RELIEF: REFORMULATION/WARNINGS

# 2.1 Reformulation and Warning Commitments

Commencing sixty (60) days after the Effective Date, and continuing thereafter, Hampton agrees to only sell, distribute for sale, manufacture for sale or purchase for resale in California:

(a) "Reformulated Products" or (b) Products that bear a clear and reasonable health hazard warning,

pursuant to Sections 2.2 below. For purposes of this Consent Judgment, "Reformulated Products" are Products containing DEHP in concentrations of equal to or 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 DEHP content in a solid substance.

# 2.2 Clear and Reasonable Warnings

Hampton agrees that on or after the date that is sixty (60) days after the Effective Date, all Products it sells and/or distributes in California that do not qualify as Reformulated Products will bear a clear and reasonable warning pursuant to this Section. Defendant further agrees that the warning will be prominently placed 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 before purchase or use. For purposes of this Consent Judgment, a clear and reasonable warning for the Products shall consist of a warning affixed to the packaging, or, if no packaging exists, directly on each non-reformulated Product sold in California, and shall contain the statement below:

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

OR

WARNING: This product contains one or more chemicals known to the State of California to cause cancer, birth defects or other reproductive harm. Wash hands after handling.<sup>1</sup>

# 3. MONETARY SETTLEMENT TERMS

### 3.1 Civil Penalty Payments

Pursuant to Health & Safety Code section 25249.7(b), in settlement of all the claims referred to in this Consent Judgment, Hampton shall pay to Leeman \$3,500 in civil penalties. Leeman shall

<sup>&</sup>lt;sup>1</sup> Hampton may use this warning only for Products that Hampton reasonably believes contains one or more Proposition 65-listed chemicals in addition to DEHP.

allocate the civil penalty payment 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") by Leeman, and twenty-five percent (25%) of the funds retained by Leeman. Civil penalties are to be paid within seven days of the Effective Date, payable as follows: (i) a check payable to "OEHHA" in the amount of \$2,625;

(ii) a check payable to "Whitney R. Leeman, Ph.D., Client Trust Account" in the amount of \$875.

# 3.2 Reimbursement of Attorney's Fees and Costs

The parties acknowledge that Leeman and her 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, Hampton expressed a desire to resolve Leeman's fees and costs. The Parties then attempted to (and did) reach an accord on the compensation due to Leeman and her 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. Within seven days of the Effective Date, Hampton shall pay to The Chanler Group \$29,500 for the fees and costs incurred by Leeman investigating, bringing this matter to Hampton's attention, litigating and negotiating a settlement in the public interest.

# 3.3 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 Leeman's Public Release of Proposition 65 Claims

Leeman, acting on her own behalf and in the public interest, fully and finally releases Hampton 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, its downstream distributors, wholesalers, sales representatives, customers, retailers, franchisers, cooperative members, licensors and licensees ("Downstream Releasees") for any actual or alleged violations arising under Proposition 65 for unwarned exposures to DEHP from Products sold by Hampton or Downstream Releasees prior to a date that is sixty (60) days after the Effective Date, as set forth in the Notice. Compliance with the terms of this Consent Judgment, specifically Section 2, constitutes compliance with Proposition 65 with respect to any exposure associated with a failure to warn about DEHP from the Products sold by Hampton or Downstream Releasees.

# 4.2 Leeman's Individual Release of Claims

Leeman, in her individual capacity only and *not* in her representative capacity, also provides a release to Hampton, 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 Leeman of any nature, character or kind, whether known or unknown, suspected or unsuspected, arising out of alleged or actual exposures to DEHP in the Products manufactured, imported, sold, offered for sale, distributed for sale, or purchased for resale by Hampton, or Downstream Releasees or based on any other violation of law by Hampton and known to Leeman, in each case on or before the date that is ninety (60) days after the Effective Date.

# 4.3 Hampton's Release of Leeman

Hampton, 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 Leeman and her attorneys and other representatives, for any and all actions taken or statements made by Leeman and her 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.

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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.

## 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 Parties' original intent remains intact.

# 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 as to the Products, then Hampton may provide written notice to Leeman 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. Nothing in this Consent Judgment shall be interpreted to relieve Hampton from any obligation to comply with any pertinent state or federal toxics control laws.

Nothing in this Consent Judgment shall interfere the judgment entered in the matter of *Mateel Environmental Justice v. Ez-Flo International Inc.*, et al., Superior Court of California, County of San Francisco case number CGC-06-456810, to which Hampton is a party.

# 8. <u>NOTICE</u>

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:

### Hampton

Hayward Kelley III, President Hampton Products International Corporation 50 Icon Foothill Ranch, CA 92610 Robert Nicksin, Esq. 400 South Hope Street 18th Floor Los Angeles CA 90071-2899 United States

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#### Leeman

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. <u>COUNTERPARTS; FACSIMILE SIGNATURES</u>

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.

## 10. POST EXECUTION ACTIVITIES

Leeman 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. Leeman shall prepare and file a Motion for Approval of this Consent Judgment. 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. Hampton's obligation to support a Motion for Approval of this Consent Judgment shall not necessarily apply to any proposed revisions to this Consent Judgment requested by the Court or the California Attorney General.

# 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.

#### **ENFORCEMENT** 12.

Any Party may, after meeting and conferring, for a period no longer than sixty (60) days, by motion or application for an order to show cause before this Court, enforce the terms and conditions contained in this Consent Judgment. This Court shall retain jurisdiction to implement or modify the Consent Judgment.

#### 13. 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.

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Date: 6/2/2016

### AGREED TO:

Hayward Kelley III, President

HAMPTON PRODUCTS INTERNATIONAL

CORPORATION