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8	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
9	COUNTY OF ALAMEDA	
10	UNLIMITED CIVIL JURISDICTION	
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12	PAUL WOZNIAK,	Case No. RG14744066
13	Plaintiff,	[PROPOSED] CONSENT JUDGMENT
14	v.	(Health & Safety Code § 25249.6 et seq.)
15	NEWELL RUBBERMAID INC.;	
16	CALPHALON CORPORATION; THE TJX COMPANIES, INC.; IRWIN INDUSTRIAL TOOL COMPANY; SANFORD, L.P.; and	
17	DOES 1-150, inclusive,	
18	Defendants.	
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# 1. <u>INTRODUCTION</u>

#### 1.1 Parties

This Consent Judgment is entered into by and between Paul Wozniak ("Wozniak") on the one hand and Newell Rubbermaid Inc., Calphalon Corporation, Irwin Industrial Tool Company, and Sanford, L.P. (collectively, "Newell"), with Wozniak and Newell each individually referred to as a "Party" and collectively as the "Parties."

#### 1.2 Plaintiff

Wozniak 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

Newell 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

Wozniak alleges that Newell manufactures, imports, sells, or distributes for sale in California, nylon cooking utensils that contain 4,4'-methylenedianiline ("4,4'-MDA") without first providing the exposure warning required by Proposition 65. 4,4'-MDA is listed pursuant to Proposition 65 as a chemical known to the State of California to cause cancer. Wozniak also alleges that Newell manufactures, imports, sells, or distributes for sale in California, vinyl/PVC tape and vinyl/PVC journal covers 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 birth defects or other reproductive harm.

## 1.5 Product Description

The products covered by this Consent Judgment are: (a) nylon cooking utensils containing 4,4'-MDA that are manufactured, imported, sold, or distributed for sale in California by Newell including, but not limited to, the *Calphalon Nylon Spoon*, #1751971, (UPC No. 0 16853 04062 9); (b) vinyl/PVC tape containing DEHP that is manufactured, imported, sold, or distributed for sale in

California by Newell including, but not limited to, the *Irwin Strait-Line*, #65604, (UPC No. 0 24721 71005 5) ("the Tape Products"); and (c) vinyl/PVC journal covers containing DEHP that are manufactured, imported, sold, or distributed for sale in California by Newell including, but not limited to, *Rolodex Journal*, USLV1173080, (UPC No. 0 30402 63717 7). The nylon cooking utensils, vinyl/PVC tape and vinyl/PVC journal covers described herein are collectively referred to as "Products."

#### 1.6 Notice of Violation

On May 21, 2014, Wozniak served Newell and certain requisite public enforcement agencies with a "60-Day Notice of Violation" ("Notice") alleging that Newell violated Proposition 65 by failing to warn its customers and consumers in California that its nylon cooking utensils expose users to 4,4'-MDA. On September 12, 2014, Wozniak served Newell and certain requisite public enforcement agencies with a "Supplemental 60-Day Notice of Violation" ("Supplemental Notice") alleging that Newell violated Proposition 65 when it failed to warn its customers and consumers in California that its vinyl/PVC tape and vinyl PVC journal covers expose users to DEHP. The Initial Notice and Supplemental Notice together are referred to collectively as the "Notices." To the best of the Parties' knowledge, no public enforcer has commenced and is diligently prosecuting the allegations set forth in the Notices.

## 1.7 Complaint

On October 10, 2014, Wozniak filed the instant action. Thereafter, on December 10, 2014, Wozniak filed a First Amended Complaint, the operative pleading in this action ("Complaint'), naming Newell as a defendant for the alleged violations of Health and Safety Code section 25249.6 that are the subject of the Notices

#### 1.8 No Admission

Newell denies the material, factual, and legal allegations contained in the Notices and Complaint, and it maintains that all of the products that 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 Newell'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 Newell as to the allegations in the Complaint, that venue is proper in Alameda County, and that this Court has jurisdiction to enter and enforce the provisions of this Consent Judgment.

#### 1.10 Effective Date

For purposes of this Consent Judgment, the term "Effective Date" means March 15, 2015.

# 2. <u>INJUNCTIVE RELIEF: REFORMULATION AND WARNINGS</u>

#### 2.1 Reformulated Products

Commencing on the Effective Date, and continuing thereafter, and with the exception of the Tape Products, Newell shall only purchase for sale, or manufacture for sale in California, "Reformulated Products." For purposes of this Consent Judgment, Reformulated Products are Products that contain a maximum of 200 parts per million 4,4'-MDA by weight, utilizing European Standard EN-14362, or other equivalent methodologies used to detect 4,4'-MDA in a solid substance, and analyzed using gas chromatography with mass spectrometer detection (GC-MS) to determine 4,4'-MDA content by weight in a solid substance.

For the purposes of this Consent Judgment and as to Products containing DEHP, with the exception of the Tape Products, Reformulated Products are products that contain a maximum of 1,000 parts per million DEHP by weight in any accessible component (i.e., any part or feature of a Product that may be touched during use) when analyzed pursuant to Environmental Protection Agency testing methodologies 3580A and 8270C, or equivalent methodologies utilized by state and federal agencies to determine DEHP content in a solid substance.

#### 2.2 Clear and Reasonable Warnings for Tape Products

Commencing on August 15, 2015, and continuing thereafter, for all Tape Products that are not Reformulated Products, Newell agrees that it will only sell or distribute such Tape Products for sale

in California with a clear and reasonable warning pursuant to this Section. Newell 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 DEHP in Products shall consist of a warning affixed to the packaging, label, tag, or directly to a Product sold in California and containing the following statement:

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

Newell represents that after receiving plaintiff's Notice, it began implementing the following warning:

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

Newell may continue using its current warning for Tape Products that it sold or distributed before August 15, 2015.

# 3. MONETARY SETTLEMENT TERMS

# 3.1 Payments Pursuant to Health and Safety Code § 25249.7(b)(2)

Pursuant to Health and Safety Code section 25249.7(b)(2), and in settlement of all the claims referred to in this Consent Judgment, Newell shall pay \$25,000 in civil penalties in accordance with this Section. The penalty payment will be allocated in accordance with California Health & Safety Code § 25249.12(c)(1) & (d), with 75% of the funds remitted to the California Office of Environmental Health Hazard Assessment ("OEHHA") and the remaining 25% of the penalty remitted to Wozniak. Wozniak's counsel shall be responsible for remitting Newell's penalty payment under this Consent Judgment to OEHHA.

# 3.2 Reimbursement of Attorneys' Fees and Costs

The Parties acknowledge that Wozniak 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 the agreement had been settled. Shortly after the other settlement terms had been finalized, Newell expressed a desire to resolve Wozniak's fees and costs. The Parties then attempted to (and did) reach an accord on the compensation due to Wozniak and his counsel under general contract principles and the private attorney general doctrine codified at California Code of Civil Procedure § 1021.5 for all work performed through the mutual execution of this Consent Judgment. Newell shall pay \$46,000 for fees and costs incurred by Wozniak investigating, bringing this matter to Newell's attention, litigating and negotiating a settlement in the public interest. Newell's payment shall be delivered as set forth Section 3.4 in the form of a check payable to "The Chanler Group."

# 3.3 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. All payments due under this agreement shall be paid within fifteen (15) days of the date this Consent Judgment is fully executed by the Parties, and shall be held in trust by Newell's counsel until the Court grants the motion for approval of this Consent Judgment contemplated by Section 5. Within two days of the Court's approval of this Consent Judgment, Newell's counsel shall tender the civil penalty payment and attorneys' fees and costs reimbursements required by Sections 3.1 and 3.2 to Wozniak's counsel at the address in Section 3.4 below.

## 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 Wozniak's Public Release of Proposition 65 Claims

Wozniak, acting on his own behalf and in the public interest, releases Newell 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, customers, retailers, franchisers, cooperative members, licensors and licensees ("Downstream Releasees") for any violations arising under Proposition 65 for unwarned exposures to 4,4'-MDA and DEHP from Products sold by Newell 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 alleged or actual exposures to and failures to warn about 4,4'-MDA and DEHP from the Products sold by Newell before the Effective Date, as set forth in the Notice.

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

Wozniak, in his individual capacity only and *not* in his representative capacity, also provides a release to Newell, 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 Wozniak of any nature, character or kind, whether known or unknown, suspected or unsuspected, arising out of alleged or actual exposures to and failures to warn about 4,4'-MDA and DEHP in the Products sold or distributed for sale by Newell before the Effective Date.

#### 4.3 Newell's Release of Wozniak

Newell, 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 Wozniak and his attorneys and other representatives(or those that could have been taken or made), for any and all actions taken or statements made by Wozniak 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. <u>COURT APPROVAL</u>

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 unless the unenforceable provision(s) render(s) one or more of the remaining provisions a nullity or void.

### 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 Newell may provide written notice to Wozniak 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 Newell from any obligation to comply with any pertinent state or federal toxics control laws.

#### 8. 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:

# Newell Rubbermaid Inc.

Michael Polk, President	Kevin C. Mayer, Esq.
Newell Rubbermaid Inc.	Crowell & Moring LLP
3 Glenlake Parkway	515 S Flower St., 40 <sup>th</sup> Floor
Atlanta, GA 30328	Los Angeles, CA 90071

#### **Paul Wozniak**

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

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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 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

Wozniak 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, Wozniak and Newell 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.

#### 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**

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: March 4, 201/5

PALIL WOZNIAK

AGREED TO: Date: 3/5/15 Bradford R. Turner, Vice President and Deputy General Counsel NEWELL RUBBERMAID INC.