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3	Parker Plaza, Suite 214 Berkeley, CA 94710				
4	Telephone: (510) 848-8880   Facsimile: (510) 848-8118				
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6	Attorneys for Plaintiff				
7	PAUL WOZNIAK				
8	SUPERIOR COURT OF T	THE STATE OF CALIFORNIA			
9					
10	COUNTY OF MARIN				
11	UNLIMITED CIVIL JURISDICTION				
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13	PAUL WOZNIAK,	Case No. CIV-1702209			
14	Plaintiff,	[PROPOSED]CONSENT JUDGMENT			
15	v.	(Health & Safety Code § 25249.6 et seq. and Code of Civil Procedure § 664.6)			
16	THEXTON MANUFACTURING	Code of Civil Procedure & 004.0)			
17	COMPANY; and DOES 1-150, inclusive,  Defendants.				
18	Defendants.				
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[PROPOSED] CONSENT JUDGMENT AS TO THEXTON MANUFACTURING COMPANY

#### 1. INTRODUCTION

#### 1.1 Parties

This Consent Judgment is entered into by and between plaintiff Paul Wozniak ("Wozniak") and defendant Thexton Manufacturing Company ("Thexton"), with Wozniak and Thexton each referred to individually as a "Party" and collectively as the "Parties."

#### 1.2 Plaintiff

Wozniak is a resident of the State of California who seeks to promote awareness of exposures to toxic chemicals, and to improve human health by reducing or eliminating harmful substances contained in consumer and commercial products.

#### 1.3 Defendant

Thexton employs ten or more persons 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 25249.5 *et seq.* ("Proposition 65").

# 1.4 General Allegations

Wozniak alleges that Thexton manufactures, imports, sells and/or distributes for sale in California, products containing di(2-ethylhexyl)phthalate ("DEHP"), and that it does so without providing the health hazard warning that Wozniak alleges is required by Proposition 65.

## 1.5 Product Description

The products covered by this Consent Judgment are circuit testers with vinyl/PVC cords and clamp handle grips including, but not limited to, *Thexton Wirehawk Circuit Tester*, *Part No. 121*, *TH121*, *UPC #0 08721 00121 4*, that are manufactured, imported, distributed, sold and/or offered for sale in California by Thexton ("Products").

#### 1.6 Notice of Violation

On February 23, 2017, Wozniak served Thexton and the requisite public enforcement agencies with a 60-Day Notice of Violation (the "Notice"), alleging that Thexton violated Proposition 65 when it failed 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 an action to enforce the allegations set forth in the Notice.

## 1.7 Complaint

On June 19, 2017, Wozniak commenced the instant action, naming Thexton as one of the defendants for the alleged violations of Proposition 65 that are the subject of the Notice.

#### 1.8 No Admission

Thexton denies the material, factual, and legal allegations contained in the Notice and Complaint, and maintains that all of the products that it has sold or 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 by Thexton 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 Thexton of any fact, finding, conclusion of law, issue of law, or violation of law. This Section shall not, however, diminish or otherwise affect Thexton'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 Thexton as to the allegations contained in the Complaint, that venue is proper in the County of Marin, 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" shall mean the date that the Court grants the motion for approval of this Consent Judgment contemplated by Section 5, including any unopposed tentative ruling.

# 2. <u>INJUNCTIVE SETTLEMENT TERMS</u>

#### 2.1 Reformulation Standards

"Reformulated Products" are defined as those Products containing DEHP 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 DEHP content in a solid substance.

#### 2.2 Reformulation Commitment

As of the Effective Date all Products manufactured, imported, distributed, sold and/or offered for sale in the State of California by Thexton shall be Products that qualify as Reformulated Products as defined in Section 2.1 above or carry the Proposition 65 warnings specified in Section 2.3 below.

# 2.3 Product Warnings

Commencing on or before the Effective Date, Thexton shall provide clear and reasonable warnings for all Products as set forth in subsections 2.3(a) and (b) for all Products that do not qualify as Reformulated Products. Each warning shall be prominently placed with such conspicuousness as 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. Each warning shall be provided in a manner such that the consumer or user understands to which *specific* Product the warning applies, so as to minimize the risk of consumer confusion.

## (a) Retail Store Sales.

(i) Product Labeling. Thexton shall affix a warning to the packaging, labeling, or directly on each Product provided for sale in retail outlets in California that states:

⚠ WARNING: This product can expose you to DEHP, which is known to the State of California to cause cancer and birth defects or other reproductive harm. For more information go to www.P65Warnings.ca.gov.

(b) Mail Order Catalog and Internet Sales. In the event that Thexton sells Products via mail order catalog and/or the internet, to customers located in California, after the Effective Date, that are not Reformulated Products, Thexton shall provide warnings for such Products sold via mail order catalog or the internet to California residents. Warnings given in the mail order catalog or on the internet shall identify the *specific* Product to which the warning applies as further specified in Sections 2.3(b)(i) and (ii).

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(i) Mail Order Catalog Warning. Any warning provided in a mail order catalog shall be in the same type size or larger than the Product description text within the catalog. The following warning shall be provided on the same page and in the same location as the display and/or description of the Product:

⚠ WARNING: This product can expose you to DEHP, which is known to the State of California to cause cancer and birth defects or other reproductive harm. For more information go to www.P65Warnings.ca.gov.

Where it is impracticable to provide the warning on the same page and in the same location as the display and/or description of the Product, Thexton may utilize a designated symbol to cross reference the applicable warning and shall define the term "designated symbol" with the following language on the inside of the front cover of the catalog or on the same page as any order form for the Product(s):

⚠ WARNING: Certain products identified with this symbol ▼ and offered for sale in this catalog can expose you to DEHP, which is known to the State of California to cause cancer and birth defects or other reproductive harm. For more information go to <a href="https://www.P65Warnings.ca.gov">www.P65Warnings.ca.gov</a>.

The designated symbol must appear on the same page and in close proximity to the display and/or description of the Product. On each page where the designated symbol appears, Thexton must provide a header or footer directing the consumer to the warning language and definition of the designated symbol.

(ii) Internet Website Warning. A warning shall be given in conjunction with the sale of the Products via the internet, which warning shall appear either: (a) on the same web page on which a Product is displayed; (b) on the same web page as the order form for a Product; (c) on the same page as the price for any Product; or (d) on one or more web pages displayed to a purchaser during the checkout process. The following warning statement shall be used and shall appear in any of the above instances adjacent to or immediately following the display, description,

or price of the Product for which it is given in the same type size or larger than the Product description text:

⚠ WARNING: This product can expose you DEHP, which is known to the State of California to cause cancer and birth defects or other reproductive harm. For more information go to

www.P65Warnings.ca.gov.

Alternatively, where it is impracticable to provide the warning on the same page and in the same location as the display and/or description of the Product, Thexton may utilize a designated symbol to cross reference the applicable warning with a "designated symbol" which may appear adjacent to or immediately following the display, description, or price of the Product for which a warning is being given, provided that the following warning statement also appears elsewhere on the same web page, as follows:

⚠ WARNING: Certain products identified with this symbol ▼ and offered for sale in this website can expose you to DEHP, which is known to the State of California to cause cancer and birth defects or other reproductive harm. For more information go to www.P65Warnings.ca.gov.

# 2.3 Product Warning Pass Through

Notwithstanding the above, Products that were labeled with the following warning, prior to the Effective Date of this Consent Judgment, are deemed to be in compliance with this agreement.

**WARNING:** This product contains one or more chemicals, including lead, known to the State of California to cause cancer and birth defects or other reproductive harm. *Wash hands after handling*.

# 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, Thexton shall pay a total of \$3,000 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, as follows: Thexton shall, on or before April 30, 2018, issue two checks as follows: (1) to "Paul Wozniak, Client Trust Account" totaling \$750; and (2) to the "Office of Environmental Health Hazard Assessment" totaling \$2,250. Upon receipt, Wozniak and his counsel will then ensure payment to OEHHA. All penalty payments shall be delivered to the address listed in Section 3.3 below.

# 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, Thexton expressed a desire to resolve Wozniak's fees and costs. The Parties then negotiated a resolution of 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 agreement and the Court's approval of the same, but exclusive of fees and costs on appeal, if any, Thexton shall reimburse Wozniak and his counsel \$24,000. Thexton shall, on or before April 30, 2018, issue a check payable to "The Chanler Group" in the amount of \$15,000, to be held in trust by The Chanler Group until the Effective Date. On or before May 30, 2018, Thexton shall issue an additional check to "The Chanler Group" in the amount of \$9,000. All payments under this section shall be delivered to the address listed in Section 3.3 below. The reimbursements shall cover all fees and costs incurred by Wozniak investigating, bringing this matter to Thexton's attention, litigating, and negotiating a settlement of the matter 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

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Wozniak's Release of Proposition 65 Claims

Wozniak, acting on his own behalf and in the public interest, releases Thexton and its

parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees,

and attorneys ("Releasees") and each entity to whom Thexton 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 DEHP from the Products

CLAIMS COVERED AND RELEASED

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respect to the Products.

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# manufactured, imported, distributed or sold by Thexton prior to the Effective Date, as set forth in

Wozniak's Individual Release of Claims

Wozniak, in his individual capacity only and *not* in his representative capacity, also provides a release to Thexton, 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 DEHP in Products manufactured, imported, distributed or sold by

Thexton before the Effective Date.

4.3 Thexton's Release of Wozniak

Thexton, on its own behalf and on behalf of its past and current agents, representatives, attorneys, successors and/or assignees, hereby waives any and all claims against Wozniak and his

attorneys and other representatives, for any and all actions taken or statements made (or those that

could have been taken or made) by Wozniak and his attorneys and other representatives in the

course of investigating claims, seeking to enforce Proposition 65 against it in this matter, or with

# 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 all Parties. Wozniak and Thexton agree to support the entry of this agreement as a judgment, and to obtain the Court's approval of their settlement in a timely manner. The Parties acknowledge that, pursuant to California Health and Safety Code section 25249.7(f), a noticed motion is required for judicial approval of this Consent Judgment, which motion Wozniak shall draft and file and Thexton shall support, appearing at the hearing if so requested. If any third-party objection to the motion is filed, Wozniak and Thexton agree to work together to file a reply and appear at any hearing. This provision is a material component of the Consent Judgment and shall be treated as such in the event of a breach.

### 6. <u>SEVERABILITY</u>

If, subsequent to the Court's approval and entry of this Consent Judgment as a judgment, any provision of this Consent Judgment is held by a court to be unenforceable, the validity of the remaining provisions shall not be adversely affected.

### 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 Thexton may provide Wozniak with written notice 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 Thexton from its obligation to comply with any pertinent state or federal law or regulation.

### 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 any Party by the other at the following addresses:

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1		To Thexton:	To Wozniak:
2		Monica J. Baumann, Esq.	Attn: Proposition 65 Coordinator
3	Bruce Nye, Esq. The Scali Law Firm		The Chanler Group 2560 Ninth Street
4		980 9 <sup>th</sup> Street,	Parker Plaza, Suite 214
5		16 <sup>th</sup> Floor Sacramento, CA 95814	Berkeley, CA 94710-2565
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7	Any Party may, from time to time, specify in writing to the other Party a change of address to		
8	which all notices and other communications shall be sent.		
9	9. <u>COUNTERPARTS, FACSIMILE AND PDF SIGNATURES</u>		
10	This Consent Judgment may be executed in counterparts and by facsimile or portable		
11	document format (pdf) signature, each of which shall be deemed an original and, all of which, when		
12	taken together, shall constitute one and the same document.		
13	10. <u>COMPLIANCE WITH REPORTING REQUIREMENTS</u>		
14		Wozniak and his counsel agree to comply	y with the reporting form requirements referenced
15	in California Health and Safety Code section 25249.7(f).		
16	11. MODIFICATION		
17	This Consent Judgment may be modified only by: (i) a written agreement of the Parties and		
18	the entry of a modified Consent Judgment by the Court thereon; or (ii) upon a successful motion of		
19	any party and the entry of a modified Consent Judgment by the Court thereon.		
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22	12.	<b>AUTHORIZATION</b>	
23		The undersigned are authorized to execut	te this Consent Judgment on behalf of their
24	respective Parties and have read, understood, and agreed to all of the terms and conditions of this		
25	Consent Judgment.		
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27	AGR	EED TO:	AGREED TO:

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1	PAUL WOZNIAK	THEXTON MANUFACTURING COMPANY
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