1	Kamala D. Harris	
2	Attorney General of California SALLY MAGNANI	
3	Senior Assistant Attorney General SUSAN S. FIERING	
4	Supervising Deputy Attorney General State Bar No. 121621	
5	1515 Clay Street, 20th Floor P.O. Box 70550	
6	Oakland, CA 94612-0550 Telephone: (510) 622-2142	
7	Fax: (510) 622-2270 E-mail: Susan.Fiering@doj.ca.gov Attorneys for Defendants/Respondents Governor	
8	Edmund G. Brown Jr. et al.	
9		E STATE OF CALIFORNIA
10	COUNTY O	F ALAMEDA
11		
12		
13	Sierra Club, et al,	No. RG07356881
14	Plaintiffs/Petitioners,	Consolidated with San Diego Superior Court Case No. 37-2008-00096549-CU-WM-CTL
15	<b>v.</b>	Case No. 37-2008-00090349-CU-wivi-CTL
16	CONTRANO EDMIND C. DRONN ID. DT 44	JOINT NOTICE OF MOTION AND
17 18	GOVERNOR EDMUND G. BROWN JR., ET AL,	MOTION FOR JUDICIAL APPROVAL OF PARTIAL CONSENT JUDGMENT; MEMORANDUM OF POINTS AND
18	Defendants/Respondents	AUTHORITIES IN SUPPORT THEREOF
	CALIFORNIA CHAMBER OF COMMERCE,	Date: August 15, 2013 Time: 2:00 p.m.
20 21	Plaintiffs/Petitioners,	Time:2:00 p.m.Dept:20Judge:The Honorable Robert B.
22	<b>v.</b>	Freedman Trial Date: None Set
23	GOVERNOR EDMUND G. BROWN JR. ET AL,	Action Filed: November 19, 2007
24	Defendants/Respondents	Reservation No. R – 1418262
25		
26		
27		
28		
		1
	Joint Notice of Motion and Motion for Judicial Approval	of Consent Judgment; Ps and As in Support (RG07356881)

## NOTICE OF MOTION AND MOTION FOR JUDICIAL APPROVAL

2

3

4

5

6

7

8

9

10

28

1

TO ALL PARTIES AND THEIR COUNSEL OF RECORD: PLEASE TAKE NOTICE that on August 15, 2013 at 2 p.m. in Department 20 of the Superior Court of the County of Alameda, 1221 Oak Street, Oakland, CA 94612, the Honorable Robert Freedman, presiding, Plaintiffs Sierra Club *et al.* ("Sierra Club") and defendants Governor Edmund G. Brown, Jr. *et al.* ("State Parties") will jointly move for judicial approval of a partial consent judgment in this matter. This motion is based on the Notice of Motion, Memorandum of Points and Authorities in support thereof, Declaration of Susan S. Fiering in support thereof, on all documents in the record before the court and on the arguments of counsel presented at the hearing.

Respectfully Submitted,

KAMALA D. HARRIS Attorney General of California SALLY MAGNANI Senior Assistant Attorney General SUSAN S. FIERING Supervising Deputy Attorney General

SUSAN S. FIERING Deputy Attorney General Attorneys for Governor Edmund G. Brown et al.

STEPHEN P. BERZON JONATHAN WEISSGLASS DANIELLE LEONARD ALTSHULER BERZON LI

By JONATHAN WEISSGLASS, Esq. Attorneys for Plainfiffs Sierra Club et al.

2 Joint Notice of Motion and Motion for Judicial Approval of Consent Judgment; Ps and As in Support (RG07356881)

## MEMORANDUM OF POINTS AND AUTHORITIES INTRODUCTION

Plaintiffs the Sierra Club *et al.* ("Sierra Club") and Defendants Governor Edmund G. Brown, Jr. *et al.* ("State Parties") jointly move for judicial approval of the Partial Consent Judgment ("Consent Judgment"), a copy of which is attached to the Declaration of Susan S. Fiering ("Fiering Decl."). The Consent Judgment resolves all but one of the issues remaining in this case. The parties anticipate that that final issue can be resolved based on a paper trial before the Court or briefing without a trial, as the Court and the parties determine appropriate.

## BACKGROUND

In late 2007, the Sierra Club sued the State Parties alleging that the State Parties had failed to consider and list chemicals under Proposition 65, Health and Safety Code section 25249.5 et seq. The parties engaged in litigation over the course of several years, and have been engaged in settlement discussions since February 2011, including several face-to-face meetings between representatives of Plaintiffs and Defendants, and discussions with scientific staff at the Office of Environmental Health Hazard Assessment ("OEHHA"), the lead agency for Proposition 65 responsible for evaluating chemicals for potential listing. (Fiering Decl.)

## THE PARTIAL CONSENT JUDGMENT

Subject to Court approval, the Partial Consent Judgment requires the State Parties to take the steps below. (To the extent this description or this brief uses different language than the Partial Consent Judgment in an attempt to summarize that document, the parties understand and agree that the language of the Partial Consent Judgment governs.)

1.e Within three months after all outstanding legal issues concerning the Labor Codee
listing mechanism are fully and finally resolved, including any appeals, OEHHA will initiate a
formal regulatory process to propose a regulation describing the procedure for listing chemicals
pursuant to the Labor Code Listing Mechanism set forth in Health and Safety Code section
25249.8, subdivision (a). (Consent Judgment, ¶ 3.1.1, Exh. A to Fiering Decl.)

OEHHA will initiate a formal regulatory process to propose a regulation establishing
 educational and scientific qualifications for appointments to the CIC and Developmental and
 Reproductive Toxicity Identification Committee. (*Id.* at ¶ 3.3.2.)

3 4

5

6

7

8

9

3. For a period of three years from the effective date of the Consent Judgment, OEHHA will eliminate the informal "data call-in" public comment period currently being provided prior to initiating the formal Authoritative Body Listing process. OEHHA will post on its website, a list of all chemicals that OEHHA has identified as meeting the criteria for potential Authoritative Body listing, the date on which each step in the process has been completed and the next step to be completed. (*Id.* at ¶¶ 3.2.1, 3.2.2.)

4. OEHHA will decide within six months whether or not to issue a notice of intent to list
("NOIL") for eleven identified chemicals, and within a year whether to issue an NOIL for an
additional four identified chemicals. Unless prevented from doing so by contingencies (as
described in 5(e) below), OEHHA will make a decision on whether or not to list the identified
chemicals within a year of issuing an NOIL. (*Id.* at ¶¶ 3.2.3.1, 3.2.3.2, 3.2.3.3.)

15 5. The parties disagree as to whether OEHHA has an ongoing duty to decide on whether 16 or not to list chemicals within a certain time period. Notwithstanding that disagreement, and in 17 an effort to resolve the litigation, for a period of three years and six months from the effective 18 date of the Consent Judgment, OEHHA will, consistent with its current policy, diligently and 19 frequently review chemicals that may be subject to the Authoritative Body's Listing mechanism 20 and promptly request documents from the authoritative body. In addition:

(a) For those chemicals for which OEHHA obtains the authoritative body records within
six months of the effective date, unless prevented by contingencies from doing so (as described in
5(e) below), OEHHA will decide whether or not to issue an NOIL for those chemicals within 18
months after the effective date and will decide whether or not to list those chemical within one
year after the close of the public comment period on the NOIL.

(b) For those chemicals for which OEHHA obtains the authoritative body records after
six months from the effective date, OEHHA will decide whether or not to issue the NOIL within

28

4

1 one year after obtaining the records of the authoritative body and will decide whether to list the 2 chemical within one year after the close of the public comment period on the NOIL. 3 (c)e If OEHHA is unable to comply with the above deadlines, it will provide notice on itse 4 website and to the State's Qualified Experts. 5 (d)e OEHHA's obligations under this provision terminate at the end of three years and sixe 6 months from the effective date of the Consent Judgment. 7 (e)e In the event that OEHHA is unable to meet the time frames due to contingencies such 8 as scientific complexity, voluminous public comments, etc., the parties will meet and confer to 9 agree upon an extension; if the parties are unable to agree on an extension, OEHHA may ask the 10 Court for an extension. 11 (f)e Boron, boric acid, borate salts, and boron oxide are not covered by these requirements.e 12 (*Id.* at  $\P$  3.2.4.1, 3.2.4.2, 3.2.6.) 13 6.e For those chemicals referred to the Carcinogen Identification Committee ("CIC")e 14 for its review, for a period of three years OEHHA will shorten the informal public comment 15 periods to forty-five (45) days and will make a proposal to the CIC at a 2013 meeting regarding 16 steps to streamline the preparation of the Hazard Identification Materials and other procedures. 17 OEHHA will follow-up with the CIC on an annual basis to determine if the streamlined 18 procedures are successful and whether additional procedures are desirable. (Id. at ¶¶ 3.3.1, 3.3.3.) 19 7.e The Sierra Club will dismiss all of its claims against the members of the CIC withe 20 prejudice. (Id. at § 4.) 21 The Court's jurisdiction over the matter terminates at the end of four years and sixe 8.e 22 months from the effective date. (Id. at § 14.) 23 9. With certain specified exceptions, the Consent Judgment resolves all claims raised ine 24 the Complaint that have arisen as of the effective date or that could have been raised in the 25 complaint as of the effective date based on the allegations of the Complaint. (Id. at  $\S$  9.) 10.e The Sierra Club agrees for a period of three years and six months not to bring ae 26 27 lawsuit raising the claim that the State Parties have violated a mandatory duty and abused their 28 discretion by delaying the listing of chemicals pursuant to the Authoritative Body Listings 5

Joint Notice of Motion and Motion for Judicial Approval of Consent Judgment; Ps and As in Support (RG07356881)

1	mechanism, with the exception of the chemical Bisphenol A ("BPA"). The Sierra Club agrees	
2	not to bring any claims regarding delay in listing BPA for a period of 6 months from the effective	
3	date. (Id. at § 9.)	
4	11.e The only claim not resolved in the Consent Judgment is whether OEHHA is requirede	
5	to list all chemicals identified by the International Agency for Research on Cancer ("IARC") as	
6	IARC Group 3 chemicals, for which IARC finds sufficient evidence of carcinogenicity in animals.	
7	The parties have agreed that this issue remains to be resolved by the Court.	
8	12.e The Consent Judgment also does not resolve the Sierra Club's claim for attorney'se	
9	fees and costs, which will be resolved separately by the Court. (Id. at §§ 5, 6.)	
10	DISCUSSION	
11	I. <sup>e</sup> Standard for Judicial Approval of Settlements	
12	Because the litigation process "is fraught with complexities, uncertainties, delays, and risks	
13	of many kinds[,]" public policy in California favors settlement. (Neary v. Regents of University of	
14	California (1992) 3 Cal.4th 273, 280.) As a judgment of the Court, the settlement may be	
15	rejected if it is contrary to public policy or incorporates an erroneous rule of law. (California	
16	State Auto. Assn. Inter-Ins. Bureau v. Superior Court (1990) 50 Cal.3d 658, 664; Plaza Hollister	
17	Ltd. Partnership v. County of San Benito (1999) 72 Cal. App. 4th 1.) Such circumstances are rare,	
18	however, and do not exist here. (Cf. Mary R. v. B & R Corp. (1983) 149 Cal.App.3d 308, 316-	
19	317 [settlement between physician and patient purporting to bar state from access to information	
20	relevant to physician's fitness to practice medicine contrary to public policy].)	
21	II.e THE PARTIAL CONSENT JUDGMENT IS CONSISTENT WITH LAW AND PUBLIC POLICY AND SHOULD BE APPROVED BY THE COURT	
22	The Consent Judgment before the Court resolves all but one of the remaining issues in thise	Į
23	case in a manner that is consistent with law and public policy. The Consent Judgment permits	
24	OEHHA sufficient time to make decisions on a list of identified chemicals, sets timeframes for	
25	the next three years for moving forward with listing decisions, permits OEHHA to adjust those	
26	timeframes based on contingencies either through consultation with the Plaintiffs or by seeking a	
27	modification from the Court, and requires OEHHA to begin a process to propose amendments to	
28		
	6	1

Joint Notice of Motion and Motion for Judicial Approval of Consent Judgment; Ps and As in Support (RG07356881)

1	certain listing provisions, and to take certain steps to streamline the listing processes. OEHHA's		
2	duties under the Consent Judgment exist for three and a half years and the Court's jurisdiction		
3	terminates at the conclusion of four and a half years. In return, the Plaintiffs have agreed to		
4	dismiss the members of the CIC with prejudice, to release all claims alleged in the Complaint or		
5	that could have been alleged as of the effective date of the Complaint and, for a period of three		
6	years and six months, with one exception, to refrain from filing a lawsuit alleging that the State		
7	Parties have delayed listing chemicals under the Authoritative Body listing mechanism.		
8	Thus, the agreement resolves all but one of the outstanding claims in the lawsuit without		
9	further litigation in a manner that is consistent with the law and public policy.		
10	CONCLUSION		
11	For all the reasons discussed above, the State Parties and the Sierra Club jointly request that		
12	the Court enter an Order approving the Partial Consent Judgment.		
13	Dated: 7/12/13 Respectfully Submitted,		
14	KAMALA D. HARRIS		
15	Attorney General of California SALLY MAGNANI		
16	Senior Assistant Attorney General SUSAN S. FIERING		
17	Supervising Deputy Attorney General		
18	1 Ation		
19	puren 100		
20	SUSAN S. FIERING Deputy Attorney General		
21	Attorneys for Governor Edmund G. Brown et al.		
22			
23	Dated: JUL 12, 2017 JONATHAN WEISSGLASS		
24	DANIELLE LEONARD ALTSHULER BERZON LLP		
25			
26 27	By: 1/ New / JONATHAN WEISSGIASS, Esq.		
27	Attorneys for Plain fifs Sierra Club et al.		
7			
	Joint Notice of Motion and Motion for Judicial Approval of Consent Judgment; Ps and As in Support (RG07356881)		

.