

UNITED STATES CONSUMER PRODUCT SAFETY COMMISSION

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Statement of Chair Alexander Hoehn-Saric on Vote to Approve \$6M Settlement Agreement with Clawfoot Supply, LLC

September 15, 2022

The Consumer Product Safety Commission (CPSC) voted unanimously to approve a proposed settlement agreement with Clawfoot Supply, LLC ("Clawfoot") to resolve charges that the company failed to report that its Wall-Mounted Teak Folding Shower Seats created an unreasonable risk of serious injury or death or had a defect which could create a substantial product hazard. The settlement would require Clawfoot to pay a civil penalty of \$6 million and to take other remedial actions.

Manufacturers are required to inform the CPSC of possible product defects or risks that cause injuries or deaths so that they can be adequately fixed and future injuries prevented. Secret recalls that do not improve safety and hide product risks endanger the public. Yet, for more than three years after Clawfoot learned that its shower seats posed a fall and laceration hazard, the company stayed silent and did not reveal the risks to CPSC or to the consumers who had purchased the products. During that time, there were 194 incidents of the seats breaking, including 37 incidents of falls and 23 reported injuries.

Instead of fulfilling its reporting obligations and working with CPSC to recall its product, Clawfoot tried on its own to resolve the problem quietly by initiating a design change that did not remove the hazard and offering past purchasers replacements of their shower seats. Meanwhile, the Firm continued to sell the shower seats and amass consumer incident reports. It did not make a report to CPSC until August 2018 when it learned of another incident in which its shower seat broke in such a way that the consumer required 20 stitches.

This behavior was egregious. I credit CPSC staff for pursuing this case and assessing this civil penalty. Today's announcement is the 5th civil penalty announcement so far this year with a combined total of \$38 million¹ assessed against companies that did not comply with laws CPSC enforces. I expect industry to take seriously the CPSC's renewed focus on enforcement and look forward to a safer marketplace for all. In the meantime, I encourage consumers to report hazards to CPSC so that we can uncover defects and save lives. Let us know what you are seeing at <u>saferproducts.gov</u>.

¹ See: Segway Powersports Assessed \$5 Million Civil Penalty for Unlawfully Importing ATVs | CPSC.gov; TJX Agrees to Pay \$13 Million Civil Penalty for Selling, Offering for Sale and Distributing Recalled Products | CPSC.gov; Vornado Agrees to Pay \$7.5 Million Civil Penalty for Failure to Immediately Report Space Heaters Posing a Fire Hazard | CPSC.gov; Core Agrees to Pay \$6.5 Million Civil Penalty for Failure to Report Serious Injuries Involving its Exercise Equipment | CPSC.gov; and Clawfoot Supply Agrees to Pay \$6 Million Civil Penalty for Failure to Immediately Report Shower Seats Posing Fall and Laceration Hazards | CPSC.gov.