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July 10, 2024

By electronic delivery and U.S. mail

Daniel N. Greenbaum, Esq. GREENBAUM LAW FIRM 7120 Hayvenhurst Ave., Ste. 320 Van Nuys, CA 91406 dgreenbaum@greenbaumlawfirm.com

RE: Proposition 65 Notice No. 2024-01245

Dear Mr. Greenbaum:

We write to you pursuant to the Attorney General's authority under Health and Safety Code section 25249.7, subdivision (e)(1)(A), which is part of the Safe Drinking Water and Toxic Enforcement Act of 1986, commonly known as "Proposition 65." We have reviewed the above 60-day notice of violation and accompanying certificate of merit that Mothers Oversight Network for Actionable Response to Contaminant Harm, LLC ("MONARCH) sent to American International Industries and Sally Beauty Holdings Inc., on March 25, 2024. The notice alleges that the companies sell products that expose persons to Titanium dioxide (airborne, unbound particles of respirable size) ("TiO2") without providing a clear and reasonable warning.

Based on our review of the notice, we have concluded that you have failed to provide sufficient information to indicate that there is a credible basis to conclude that there is merit to each element of the action on which plaintiff will have the burden of proof and that the information relied on does not prove that any affirmative defense has merit. The 60-day notice would not give MONARCH authority to file suit in the public interest, or to settle claims based on the alleged violations.¹ We ask that you withdraw the notice immediately. Our position is discussed in more detail below.

Proposition 65 requires companies with ten or more employees to provide clear and reasonable warnings to persons prior to knowingly and intentionally exposing them to chemicals

¹ We also direct you to the Attorney General's Proposition 65 website that includes notice that a federal court has issued a preliminary injunction affecting litigation regarding TiO2. <u>https://oag.ca.gov/prop65</u>

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known to cause cancer or reproductive toxicity. (Health & Saf. Code, § 25249.6.) Persons acting in the public interest can bring a private action to enforce Proposition 65 at least sixty days after sending a 60-day notice to the alleged violators and public enforcers, unless the Attorney General or other public enforcer is diligently prosecuting an action against the violation. (Id., § 25249.7, subd. (d).) Before sending a 60-day notice alleging a failure to warn, the private enforcer must consult with an expert who has reviewed facts, studies, or other data regarding the alleged exposure to the listed chemical. Based on the consultation, the person sending the notice or his or her attorney must execute a certificate of merit stating his or her belief that, based on the consultation, "there is a reasonable and meritorious case for the private action." (Id., subd. (d)(1).) The enforcer must attach to the Attorney General's copy of the certificate of merit factual information sufficient to establish the basis of the certificate of merit. The Attorney General must maintain this information in confidence. (Id., subds. (d)(1), (i).) The certificate of merit must document both exposure to the chemical and that there "is merit to each element of the action on which the plaintiff will have the burden of proof." (Cal. Code Regs., tit. 11, § 3101, subd. (a).) Further, the certifier must certify that "the information relied upon does not prove that any affirmative defense has merit." (Ibid.) If the Attorney General believes there is no merit to the action after reviewing the certificate of merit and meeting and conferring with the private enforcer, the Attorney General must serve a letter on the noticing party and the alleged violator stating this position and make the letter available to the public. (Health & Saf. Code, § 25249.7, subd. (e)(1).)

The referenced 60-day notice alleges that the companies expose persons to TiO2 in certain products without providing the required warning. We are not able to disclose the contents of the supporting information for the certificate of merit in this correspondence. However, based on our review, we have concluded that you have failed to provide sufficient information to indicate that there is a credible basis to conclude that there is merit to each element of the action on which plaintiff will have the burden of proof and that the information relied upon does not prove that any affirmative defense has merit. Thus, the 60-day notice does not give MONARCH authority to file suit in the public interest, or to settle claims based on the alleged violations, and we ask that you withdraw the notice immediately.

Sincerely,

/<u>S/</u> Susan S. Fiering SUSAN S. FIERING Deputy Attorney General

For ROB BONTA Attorney General Daniel Greenbaum, Esq. July 10, 2024 Page 3

ccs: American International Industries 2220 Gaspar Avenue Commerce, CA 90040

> Sally Beauty Holdings Inc. 3001 Colorado Boulevard Denton, TX 76210

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