

NOTICE OF VIOLATION

California Safe Drinking Water and Toxic Enforcement Act

Lead In Gaming Chips

December 22, 2006

This Notice of Violation is provided to you pursuant to and in compliance with California Health and Safety Code Section 25249.7(d).

- For general information regarding the California Safe Drinking Water and Toxic Enforcement Act (Proposition 65), see the attached summary provided by the California EPA (copies not provided to public enforcement agencies).
- This Notice of Violation is provided by the Center for Environmental Health ("CEH"), 528 61st Street, Suite A, Oakland, CA 94609, (510) 594-9864. CEH is a nonprofit corporation dedicated to protecting the environment, improving human health and supporting environmentally sound practices. Michael Green is the Executive Director of and a responsible individual within CEH.

Description of Violation:

- The names and address of the violator is Hustler Casino, 1000 West Redondo Beach Boulevard, Gardena, CA 90247.
- The violations have been occurring since at least December 22, 2003 and are continuing to this day.
- This Notice of Violation covers the "warning provision" of Proposition 65, which is found at California Health and Safety Code Section 25249.6.
- The names of the listed chemicals involved in these violations are lead and lead compounds ("Lead"). Exposures to Lead occur from use of the products identified in this Notice.
- The specific type of products causing these violations is gaming chips (also known as casino chips and poker chips). These gaming chips are used for various purposes, including but not limited to use as special tokens representing a fixed amount of money for individuals to make wagers in casinos and cardrooms throughout California. The Lead is contained in these products.
- Description of Exposure: Use of the products identified in this notice results in both consumer and occupational exposures to Lead. Consumer and occupational exposures to Lead from the products take place when individuals use, touch or handle the products. The route of exposure for the violations is direct ingestion when individuals place the products in their mouths, ingestion via hand to mouth contact, dermal absorption directly through the skin, and inhalation of dust containing Lead as a result of individuals touching and handling the products. These exposures occur in each of the alleged violator's casinos and cardrooms, and in homes, workplaces, and everywhere else in California where the products are used, touched, or handled. Exposed workers include cashiers, dealers, floor persons, pit bosses, security guards, wait staff, bartenders, managers, runners, clerks, and any other workers in the alleged violator's casinos and cardrooms that come into contact with the products. No clear and reasonable warning is provided with these products regarding the

carcinogenic or reproductive hazards of Lead.

- Statement Re: Occupational Exposures: As set forth above, this notice alleges violations of both consumer and occupational exposures to Lead. The following statement concerns procedures and requirements that are specific to occupational exposures. "This notice alleges the violation of Proposition 65 with respect to occupational exposures governed by the California State Plan for Occupational Safety and Health. The State Plan incorporates the provisions of Proposition 65, as approved by Federal OSHA on June 6, 1997. This approval specifically placed certain conditions with regard to occupational exposures on Proposition 65, including that it does not apply to the conduct of manufacturers occurring outside the State of California. The approval also provides that an employer may use the means of compliance in the general hazard communication requirements to comply with Proposition 65. It also requires that supplemental enforcement is subject to the supervision of the California Occupational Safety and Health Administration. Accordingly, any settlement, civil complaint, or substantive court orders in this matter must be submitted to the Attorney General." 8 Cal. Code of Regs. §338(b).

Resolution of Noticed Claims:

- Based on the allegations set forth in this Notice, CEH intends to file a citizen enforcement lawsuit unless each of the alleged violators agrees in a binding written instrument to remedy the violations alleged herein and to pay an appropriate civil penalty based on the factors enumerated in California Health and Safety Code Section 25249.7(b). If any of the alleged violators is interested in resolving this dispute without resort to expensive and time-consuming litigation, please feel free to contact CEH through its counsel identified below. It should be noted that CEH cannot: (1) finalize any settlement until after the 60-day notice period has expired; nor (2) speak for the Attorney General or any District or City Attorney who received CEH's 60-day Notice. Therefore, while reaching an agreement with CEH will resolve his claims, such agreement may not satisfy the public prosecutors.

Please direct any inquiries regarding this notice to counsel for CEH: Mark N. Todzo, Lexington Law Group, LLP, 1627 Irving Street, San Francisco, CA 94122, (415) 759-4111.

PROOF OF SERVICE BY MAIL

I declare that:

I am employed in San Francisco County, California. I am over the age of 18 years and not a party to the within cause; my business address is 1627 Irving Street, San Francisco, California 94122.

On December 22, 2006, I served true copies of the following documents:

NOTICE OF VIOLATION OF CALIFORNIA SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT;

CERTIFICATE OF MERIT; and

THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986 (PROPOSITION 65): A SUMMARY (only sent to those on service list marked with asterisks).

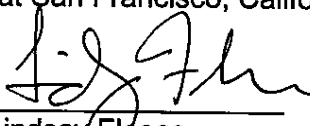
I placed a true copy of this paper in an envelope addressed to:

See Attached Service List.

I am readily familiar with my firm's practice for collection and processing of correspondence for mailing with the United States Postal Service, to wit, that correspondence will be deposited with the United States Postal Service this same day in the ordinary course of business. I placed the envelope containing the above-mentioned documents for collection and mailing on December 22, 2006, following the ordinary business practice.

I declare under penalty of perjury that the foregoing is true and correct, and that this declaration was executed on December 22, 2006, at San Francisco, California.

Signed:


Lindsay Fleece

SERVICE LIST

District Attorney of Alameda
County
1225 Fallon Street
Room 900
Oakland, CA 94612

District Attorney of Colusa
County
547 Market Street
Colusa, CA 95932

District Attorney of Contra
Costa County
725 Court Street, Room 402
Martinez, CA 94553

District Attorney of Alpine
County
P.O. Box 248
Markleeville, CA 96120

District Attorney of Del Norte
County
450 H Street, Ste 171
Crescent City, CA 95531

District Attorney of Amador
County
708 Court Street, #202
Jackson, CA 95642

District Attorney of Butte
County
25 County Center Drive
Oroville, CA 95965

District Attorney of El
Dorado County
515 Main Street
Placerville, CA 95667

District Attorney of
Calaveras County
891 Mountain Ranch Road
San Andreas, CA 95249

District Attorney of Fresno
County
2220 Tulare Street, #1000
Fresno, CA 93721

District Attorney of Glenn
County
P.O. Box 430
Willows, CA 95988

District Attorney of Kings
County
1400 West Lacey
Hanford, CA 93230

District Attorney of Lake
County
255 N. Forbes Street
Lakeport, CA 95453

District Attorney of
Humboldt County
825 5th Street
Eureka, CA 95501

District Attorney of Imperial
County
939 Main Street
El Centro, CA 92243

District Attorney of Lassen
County
220 S. Lassen St., Ste 8
Susanville, CA 96130

District Attorney of Inyo
County
P.O. Drawer D
Independence, CA 93526

District Attorney of Los
Angeles County
210 W. Temple Street,
Room 345
Los Angeles, CA 90012

District Attorney of Madera
County
209 West Yosemite Avenue
Madera, CA 93637

District Attorney of Kern
County
1215 Truxtun Avenue
Bakersfield, CA 93301

District Attorney of Marin
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3501 Civic Center Dr.,
Room 183
San Rafael, CA 94903

District Attorney of Mono
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Bridgeport, CA 93517

District Attorney of Mariposa
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P.O. Box 730
Mariposa, CA 95338

District Attorney of Monterey
County
PO Box 1131
Salinas, CA 93901

District Attorney of
Mendocino County
P.O. Box 1000
Ukiah, CA 95482

District Attorney of Napa
County
931 Parkway Mall
Napa, CA 94559

District Attorney of Merced
County
2222 "M" Street
Merced, CA 95340

District Attorney of Nevada
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201 Church St., Suite 8
Nevada City, CA 95959

District Attorney of Orange
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401 Civic Ctr Drive West
Santa Ana, CA 92701

District Attorney of Modoc
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204 S Court Street
Alturas, CA 96101-4020

District Attorney of Placer
County
11562 "B" Avenue
Auburn, CA 95603

District Attorney of San
Bernardino County
316 N. Mountain View
Avenue
San Bernardino, CA 92415

District Attorney of Plumas
County
520 Main Street, Room 404
Quincy, CA 95971

District Attorney of San Diego County
330 West Broadway, Suite 1320
San Diego, CA 92112

District Attorney of Riverside County
4075 Main Street, 1st Floor
Riverside, CA 92501

District Attorney of Sacramento County
901 AG@ Street
Sacramento, CA 95814

District Attorney of San Joaquin County
P.O. Box 990
Stockton, CA 95201

District Attorney of San Luis Obispo County
1050 Monterey St, Room 450
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District Attorney of San Benito County
419 Fourth Street, 2nd Floor
Hollister, CA 95023

District Attorney of San Mateo County
400 County Ctr, 3rd Fl
Redwood City, CA 94063

District Attorney of Sierra County
Courthouse, P.O. Box 457
Downieville, CA 95936

District Attorney of Santa Barbara County
1105 Santa Barbara Street
Santa Barbara, CA 93101

District Attorney of Siskiyou County
P.O. Box 986
Yreka, CA 96097

District Attorney of Solano County
600 Union Avenue
Fairfield, CA 94533

District Attorney of Santa Clara County
70 West Hedding Street
San Jose, CA 95110

District Attorney of Santa Cruz County
701 Ocean Street, Room 200
Santa Cruz, CA 95061

District Attorney of San Francisco County
850 Bryant Street, Rm 325
San Francisco, CA 94103

District Attorney of Sonoma County
600 Administration Drive, Room 212J
Santa Rosa, CA 95403

District Attorney of Shasta County
1525 Court Street, Third Floor
Redding, CA 96001-1632

District Attorney of Stanislaus County
800 11th Street, Room 200
Modesto, CA 95353

District Attorney of Sutter County
446 Second Street
Yuba City, CA 95991

District Attorney of Ventura County
800 South Victoria Ave
Ventura, CA 93009

District Attorney of Tehama County
P.O. Box 519
Red Bluff, CA 96080

District Attorney of Yolo County
301 Second Street
Woodland, CA 95695

District Attorney of Trinity County
P.O. Box 1310
Weaverville, CA 96093

District Attorney of Yuba County
215 Fifth Street
Marysville, CA 95901

District Attorney of Tulare County
221 S. Mooney Ave, Room 224
Visalia, CA 93291

District Attorney of Tuolumne County
2 South Green
Sonora, CA 95370

San Jose City Attorney's Office
151 West Mission Street
San Jose, CA 95110

Los Angeles City Attorney's Office
Room 1800, City Hall East
200 N. Main Street
Los Angeles, CA 90012

San Diego City Attorney's Office
1200 3rd Avenue, 12th Floor
San Diego, CA 92101

San Francisco City Attorney's Office
City Hall, Room 234
San Francisco, CA 94102

Ed Weil, Deputy Attorney General
California Attorney General's Office
1515 Clay Street
Oakland, CA 94612

Larry Flint, Owner*
Hustler Casino
1000 West Redondo Beach
Boulevard
Gardena, CA 90247

CERTIFICATE OF MERIT

Health & Safety Code §25249.7(d)

I, Mark N. Todzo, hereby declare:

1. This Certificate of Merit accompanies the attached sixty-day notice in which it is alleged that the parties identified in the notice have violated Health & Safety Code §25249.6 by failing to provide clear and reasonable warnings.

2. I am an attorney with the Lexington Law Group, LLP, and I represent the noticing party, the Center for Environmental Health (“CEH”).

3. Members of my firm and I have consulted with one or more persons with relevant and appropriate experience or expertise who has reviewed facts, studies or other data regarding the exposures to the listed chemical that is the subject of the action.

4. Based on the information obtained through those consultations, and on other information in my possession, I believe there is a reasonable and meritorious case for the private action. I understand that “reasonable and meritorious case for the private action” means that the information provides a credible basis that all elements of the plaintiff’s case can be established and the information did not prove that the alleged violators will be able to establish any of the affirmative defenses set forth in the statute.

5. The copy of the Certificate of Merit served on the Attorney General attaches to it factual information sufficient to establish the basis for this certificate, including the information identified in Health & Safety Code §25249.7(h)(2), *i.e.*: (1) the identity of the persons consulted with and relied on by the certifier; and (2) the facts, studies or other data reviewed by those persons.

Dated: December 22, 2006



Mark N. Todzo
Attorney for CENTER FOR
ENVIRONMENTAL HEALTH