#### SIXTY-DAY NOTICE OF INTENT TO SUE FOR VIOLATION OF THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986

(Cal. Health & Safety Code § 25249.5, et seq.) ("Proposition 65")

June 20, 2013

David Green, CEO Current President/CEO Hobby Lobby Stores, Inc. 7707 SW 44<sup>th</sup> St.

Oklahoma City, OK 73179

Jack Yang, CEO Or Current President/CEO

Golden State Silk Flowers. Inc.

175 Wholesale Aly Lexington, NC 27295 David Green, CEO Current President/CEO

Hob-Lob Limited Partnership

7707 SW 44<sup>th</sup> St.

Oklahoma City, OK 73179

Jack Yang, CEO

Or Current President/CEO Golden State Silk Flowers, Inc.

175 Berrier Ave.

Lexington, NC 27295

Jack Yang, CEO

Or Current President/CEO Golden State Silk Flowers.

Inc.

7115 South Blvd. Charlotte, NC 28273

AND THE PUBLIC PROSECUTORS LISTED ON THE DISTRIBUTION LIST ACCOMPANYING THE ATTACHED CERTIFICATE OF SERVICE

Re: Violations of Proposition 65 concerning Crimping Tools containing DEHP

To whom this may concern:

Consumer Advocacy Group, Inc. ("CAG"), the noticing entity, located at 9903 Santa Monica Boulevard #225, Beverly Hills, California 90212, serves this Notice of Violation ("Notice") on Hobby Lobby Stores. Inc., Hob-Lob Limited Partnership, and Golden State Silk Flowers, Inc. (collectively "Violators") pursuant to and in compliance with Proposition 65. Violators may contact CAG concerning this Notice through its designated person within the entity, its attorney, Reuben Ycroushalmi 9100 Wilshire Boulevard, Suite 610E, Beverly Hills, CA 90212, telephone no. (310) 623-1926, facsimile no. (310) 623-1930. This Notice satisfies a prerequisite for CAG to commence an action against Violators in any Superior Court of California to enforce Proposition 65. The violations addressed by this Notice occurred at numerous locations in each county in California as reflected in the district attorney addresses listed in the attached distribution list. CAG is serving this Notice upon each person or entity responsible for the alleged violations, the California Attorney General, the district attorney for each county where alleged violations occurred, and the City Attorney for each city with a population (according to the most recent decennial census) of over 750,000 located within counties where the alleged violations occurred.

- CAG is an organization dedicated to protecting the environment, improving human health, and supporting environmentally sound practices. By sending this Notice, CAG is acting "in the public interest" pursuant to Proposition 65.
- This Notice concerns violations of the warning prong of Proposition 65, which states that "[n]o person in the course of doing business shall knowingly and intentionally expose any individual to a chemical

known to the state to cause cancer or reproductive toxicity without first giving clear and reasonable warning to such individual . . . " Cal. Health & Safety Code § 25249.6.

- Crimping Tools ("Tools") contain Diethyl Hexyl Phthalate (DEHP), which is known to the State of
  California to cause both cancer and reproductive toxicity, developmental, female, male. On January 1,
  1988, the Governor of California added DEHP to the list of chemicals known to the State to cause
  cancer, and on October 24, 2003, the Governor added DEHP to the list of chemicals known to the State
  to cause developmental male reproductive toxicity. Both additions took place more than twenty (20)
  months before CAG served this Notice.
  - An exemplar of the violations caused by Tools includes but is not limited to:
    - Handy Pick, The Hand Held Pick Machine No. M71, Pick Refill No. M71-200, Made in China, USA Patent No: D392166, "Create beautiful arrangements with fresh, silk, or dried flowers", "Includes 200 free 2-1/8 in. Plated steel picks", barcode: 6 43641 71718 2
- This Notice addresses consumer products exposures. A "'[c]onsumer products exposure' is an exposure which results from a person's acquisition, purchase, storage, consumption, or other reasonably foreseeable use of a consumer good, or any exposure that results from receiving a consumer service."
   Cal. Code Regs. 27 tit. § 25602(b).

Violators caused consumer product exposures in violation of Proposition 65 by producing or making available for distribution or sale in California to consumers Tools. The packaging for Tools (meaning any label or other written, printed or graphic matter affixed to or accompanying the product or its container or wrapper) contains no Proposition 65-compliant warning. Nor did Violators, with regard to Tools, provide a system of signs, public advertising identifying the system and toll-free information services, or any other system, which provided clear and reasonable warnings. Nor did Violators, with regard to Tools, provide identification of the product at retail outlets in a manner that provided a warning through shelf labeling, signs, means, or a combination thereof.

These violations occurred each day between June 20, 2010, and June 20, 2013, and are ever continuing thereafter.

The principal routes of exposure with regard to Tools are and were through dermal contact, ingestion, and inhalation. Persons sustain exposures by handling Tools without wearing gloves or any other personal protective equipment, or by touching bare skin or mucous membranes with gloves after handling Tools, as well as through direct and indirect hand to mouth contact, hand to mucous membrane, or breathing in particulate matter dispersed from Tools.

Proposition 65 requires that notice of intent to sue be given to the violator(s) sixty (60) days before the suit is filed. Cal. Health & Safety Code § 25249.7(d)(1). With this letter, CAG gives notice of the alleged violations to Violator and the appropriate governmental authorities. In absence of any action by the appropriate governmental authorities within sixty (60) calendar days of the sending of this notice (plus ten (10) calendar days because the place of address is beyond the State of California but within the United States), CAG may file suit. See Cal. Code Civ. Proc. § 1013; Cal. Health & Safety Code § 25249.7(d)(1); and Cal. Code Regs. tit. 27 § 25903(d)(1). CAG remains open and willing to discussing the possibility of resolving its grievances short of formal litigation.

With the copy of this notice submitted to the Violator, a copy of the following is attached: The Safe Drinking Water and Toxic Enforcement Act of 1986 (Proposition 65): A Summary.

Dated: \_\_\_\_\_\_\_\_

Reuben Yerouskalmi

Yeroushalmi & Associates

Attorneys for Consumer Advocacy Group,

Inc.

#### Appendix A

#### OFFICE OF ENVIRONMENTAL HEALTH HAZARD ASSESSMENT CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY

#### THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACTION 1986 (PROPOSITION 65): A SUMMARY

The following summary has been prepared by the Office of Environmental Health Hazard Assessment, the lead agency for the implementation of the Safe Drinking Water and Toxic Enforcement Act of 1986 (commonly known as "Proposition 65"). A copy of this summary must be included as an attachment to any notice of violation served upon an alleged violator of the Act. The summary provides basic information about the provisions of the law, and is intended to serve only as a convenient source of general information. It is not intended to provide authoritative guidance on the meaning or application of the law. The reader is directed to the statute and its implementing regulations (see citations below) for further information.

Proposition 65 appears in California law as Health and Safety Code Sections 25249,5 through 25249,13. Regulations that provide more specific guidance on compliance, and that specify procedures to be followed by the State in carrying out certain aspects of the law, are found in Title 27 of the California Code of Regulations, Sections 25000 through 27000.

#### WHAT DOES PROPOSITION 65 REQUIRE?

The "Governor's List." Proposition 65 requires the Governor to publish a list of chemicals that are known to the State of California to cause cancer, or birth defects or other reproductive harm. This list must be updated at least once a year. Over 735 chemicals have been listed as of November 16, 2001. Only those chemicals that are on the list are regulated under this law. Businesses that produce, use, release, or otherwise engage in activities involving those chemicals must comply with the following:

Clear and Reasonable Warnings. A business is required to warn a person before "knowingly and intentionally" exposing that person to a listed chemical. The warning given must be "clear and reasonable." This means that the warning must:(1) clearly make known that the chemical involved is known to cause cancer, or birth defects or other reproductive harm; and (2) be given in such a way that it will effectively reach the person before he or she is

exposed. Exposures are exempt from the warning requirement if they occur less than twelve months after the date of listing of the chemical.

Prohibition from discharges into drinking water. A business must not knowingly discharge or release a listed chemical into water or onto land where it passes or probably will pass into a source of drinking water. Discharges are exempt from this requirement if they occur less than twenty months after the date of listing of the chemical.

# DOES PROPOSITION 65 PROVIDE ANY EXEMPTIONS?

Yes. The law exempts:

Governmental agencies and public water utilities. All agencies of the federal, State or local government, as well as entities operating public water systems, are exempt.

Businesses with nine or fewer employees. Neither the warning requirement nor the discharge prohibition applies to a business that employes a total of nine or fewer employees.

Exposures that pose no significant risk of cancer. For chemicals that are listed as known to the State to cause cancer ("carcinogens"), a warning is not required if the business can demonstrate that the exposure occurs at a level that poses "no significant risk." This means that the exposure is calculated to result in not more than one excess case of cancer in 100,000 individuals exposed over a 70-year lifetime. The Proposition 65 regulations identify specific "no significant risk" levels for more than 250 listed carcinogens.

Exposures that will produce no observable reproductive effect at 1,000 times the level in question. For chemicals known to the State to cause birth defects or other reproductive harm ("reproductive toxicants"), a warning is not required if the business can demonstrate that the exposure will produce no observable effect, even at 1,000

times the level in question. In other words, the level of exposure must be below the "no observable effect level (NOEL)," divided by a 1,000-fold safety or uncertainty factor. The "no observable effect level" is the highest dose level which has not been associated with an observable adverse reproductive or developmental effect.

Discharge that do not result in a "significant amount" of the listed chemical entering into any source of drinking water. The prohibition from discharges into drinking water does not apply If the discharger is able to demonstrate that a "significant amount" of the list chemical has not, does not, or will not enter any drinking water source, and that the discharge complies with all other applicable laws, regulations, permits, requirements, or orders. A "significant amount" means any detectable amount, except an amount that would meet the "no significant risk" or "no observable effect" test if an individual were exposed to such an amount in drinking water.

#### HOW IS PROPOSITION 65 ENFORCED?

Enforcement is carried out through civil lawsuits. These lawsuits may be brought by the Attorney General, any district attorney, or certain city attorneys(those in cities with a population exceeding 750,000). Lawsuits may also be brought by private parties acting in the public interest, but only after providing notice of the alleged violation to the Attorney General, the appropriate district attorney and city attorney, and the business accused of the violation. The notice must provide adequate information to allow the recipient to assess the nature of the alleged violation. A notice must comply with the information and procedural requirements specified in regulations (Title 27, California Code of Regulations, Section 25903). A private party may not pursue an enforcement action directly under Proposition 65 if one of the governmental officials noted above initiates an action within sixty days of the notice.

A business found to be in violation of Proposition 65 is subject to civil penaltics of up to \$2,500 per day for each violation. In addition, the business may be ordered by a court of law to stop committing the violation.

#### FOR FURTHER INFORMATION...

Contact the Office of Environmental Health Hazard Assessment's Proposition 65 Implementation Office at (916) 445-6900.

#### Crimping Tools Containing DEHP

#### CERTIFICATE OF MERIT

Health and Safety Code Section 25249,7(d)

## I, Reuben Yeroushalmi, hereby declare:

- 1. This Certificate of Merit accompanies the attached sixty-day notice(s) in which it is alleged the party(s) identified in the notice(s) has violated Health and Safety Code section 25249.6 by failing to provide clear and reasonable warnings.
- 2. I am the attorney for the noticing party.
- 3. I have consulted with at least one person with relevant and appropriate experience or expertise who has reviewed facts, studies, or other data regarding the exposure to the listed chemical that is the subject of the action.
- 4. Based on the information obtained through those consultations, and on all 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 plaintiffs' case can be established and the information did not prove that the alleged violator will be able to establish any of the affirmative defenses set forth in the statute.
- 5. The copy of this 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 and Safety Code section 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

Bv:

Rothen Veroushaltur

#### CERTIFICATE OF SERVICE

I am over the age of 18 and not a party to this case. I am a resident of or employed in the county where the mailing occurred. My business address is 9100 Wilshire Boulevard, Suite 610E, Beverly Hills, CA 90212.

#### ON THE DATE SHOWN BELOW, I SERVED THE FOLLOWING:

- 60-Day Notice of Intent to Sue Under Health & Safety Code Section 25249.6
- 2) Certificate of Merit: Health and Safety Code Section 25249.7(d)
- 3) Certificate of Merit (Attorney General Copy): Factual information sufficient to establish the basis of the certificate of merit (only sent to Attorney General)
- 4) The Safe Drinking Water and Toxic Enforcement Act of 1986 (Proposition 65): A Summary

by enclosing copies of the same in a sealed envelope, along with an unsigned copy of this declaration, addressed to each person shown below and depositing the envelope in the U.S. mail with the postage fully prepaid. Place of Mailing: Beverly Hills, CA

### Name and address of each party to whom documents were mailed:

David Green, CEO Current President/CEO Hobby Lobby Stores, Inc. 7707 SW 44th St. Oklahoma City, OK 73179 David Green, CEO Current President/CEO Hob-Lob Limited Partnership 7707 SW 44<sup>th</sup> St.

Oklahoma City, OK 73179

Jack Yang, CEO Or Current President/CEO Golden State Silk Flowers, Inc. 7115 South Blvd. Charlotte, NC 28273

Jack Yang, CEO Or Current President/CEO

Golden State Silk Flowers. Inc. 175 Wholesale Aly

Lexington, NC 27295

Jack Yang, CEO

Or Current President/CEO Golden State Silk Flowers,

Inc.

175 Berrier Ave, Lexington, NC 27295

Name and address of each public prosecutor to whom documents were mailed: See Distribution List

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and

By:

correct.

Date of Mailing: 06-20-2013

lya Gingoyon

## Distribution List

AL 4.20 170 170 170 170 170 170 170 170 170 17	T	
Alumeda County District Attorney 1225 Fallon St, Room 900	Los Angeles County District Afformey	Mono County District Attorney
Oakland, CA 98612	210 W Temple St, 18th Floor Tais Angeles, CA 90012	PO Box 617 Bridgeport, CA 93517
Alpine County District Attarney	<u> </u>	
PO Bux 248	Madera County District Attorney 209 W Yosemite Ave	San Josephin County District Attorney 1 PO Box 990
Markiceville, CA, 96120	: Madera CA 93637	Stockton, CA 95201 -0990
Amador County District Attorney	Mariposa County District Atterney	San Francisco County District Attorney
708 Court, Suite 202	P.O. Bux 730	850 Bryant St, Rm 322
Jackson, CA 95642	Mariposa, CA 95338	San Francisco, CA 94103
Buttle County District Attorney	Marin County District Altorney	San Diego County District Attorney
25 County Center Dr.	3501 Civic Center Drive, #130	330 W. Broadway, Stc 1300
Oroville, CA 95965-3385	San Rafael, CA 94903	San Diego, CA, 92101-3803
Calaveras County District Attorney	Mendocino County District Alterney	San Bernardino County District Attorney
891 Mountain Ranch Road	P.O. Box 1000	: 316 N Mountain View Ave
San Andreas, CA 95249	Ukiah, CA 95482	San Bernardino, CA 92415-0004
Office of the Attorney General	Los Angefes Čity Attorney	San Francisca City Attorney
P.O. Box 70550	200 N Main St Stc 1800	# 1 Dr. Carlton B. Goodlett Place, Suite 234
Oakland, CA 94612-0550	Los Angeles CA 90012	San Francisco, CA 94102
Colusa Cuanty District Attorney	Inyo County District Atterney	Placer County District Antorney
Counthouse, 547 Market St.	P.O. Drawer D	10810 Justice Center Drive
Colusa, CA 95932	Independence, CA 93526	Suite 240
	<u></u>	- Roseville, CA 95678-6231
Centra Costa County District Attorney	Orange County District Attorney	Merced County District Attorney
725 Court St., Room 402	j PO Box 808	650 W. 20th Street
Martinez, CA 96553	Sauta Ana. CA 92702	Merced, CA 95340
Del Norte County District Attorney	Nevada County District Attorney	Napa County District Attorney
450 °H" St.	201 Church St. Suite 8	PO Box 720
Crescent City, CA 95531	Nevada City, CA 95959-2504	Napa, CA 94559-0720
El Dorade County District Attorney 515 Main St	Plumas County District Attorney 520 Main Street, Rm 404	Riverside County District Attorney
Placerville, CA 95667-5697	920 Main Street Rm 404 Quincy, CA 95971	3960 Orange St, Stc. 5
Presno County District Allorney	Saurumento County District Attorney	Riverside, CA 92501
2220 Tulare St, Ste. 1000	904 G Street	San Beriito County District Atformey
Fresno, CA 93721	Secremento, CA 95814	419 4th St Hollister, CA 95023
Glenn County District Attorney	San Luis Obispo County District Atturney	Siskiyou Councy District Attorney
PO Box 430	County Government Center, Rm 450	PO Box 986
Willows, CA 95988	San Luis Obispo, CA 93408	Yeska, CA. 96097
Humboldt County District Attorney	San Mateo County District Attorney	Solano County District Attorney
825 5th St., 4th Floor	400 County Center	600 Union Ave
Eureka, CA 95501	Redwood City, CA 94063	Fritfield, CA 94533
Imperial County District Attorney	Santa Barbara County District Attorney	Sonoma County District Attorney
939 W. Main St., 2 <sup>rd</sup> Floor	1112 Santa Barbara St.	600 Administration Dr.,
El Centro, CA 92243-2860	Santa Barbara, CA 93191	Rm 212-J
Kem County District Attorney		Santa Rosa, CA 95403
1215 Trustum Ave.	Santa Clare County District Atterney	Shasta County District Attorney
Bakersfield, CA 93301	70 W Hedding St. San Jose, CA 95110	1525 Court St, 3rd Flour
Kings County District Attorney	Santa Cruz County District Attorney	Redding, CA 96001-1632
Gov't Ctr. 1400 W Lacey Blvd	PO Box 1159	Steria County District Attorney
Hanford, CA, 93230	Santa Cruz, CA 95061	PO Box 457 Downleville, CA 95936-0457
Lake County District Attorney	Stanislaus County District Attorney	Trinity County District Attorney
255 N Fortxes St	PO Box 442	PO Box 310
Lakeport, CA 95453-4790	Modesto, CA 95353	Weaverville, CA 96093
Modoc County District Attorney	Sutton County Distance Assess	<u> </u>
204 S. Court Street	Sutter County District Attorney 446 Second Street	Yuba County District Automey
Alturas, CA 96101-1020	Yuba Ciry, CA 95991	215 5th St Manuaille Ca. 05001
San Diego City Attorney	Lassen County District Attorney	Marysville, CA 95901
City Center Plaza	200 S Lasson St, Suite 8	Monterey Caumly District Attorney PO Box 1131
1200 3rd Ave # 1100	Susanville, CA 96130	Salinas, CA 93902
San Diego, CA 92161		1
Tuolumne County District Attorney	Tulare County District Attorney	; Yolo County District Astorney
2 S Green St	County Civic Center, Rm 224	310 Second St
Sonora, CA 95370	Visalia, CA 93291	Woodland, CA, 95695
Ventura County District Attorney	Tchama County District Attorney	San Jose City Attorney
800 S Victoria Ave	P.O. Box 519	151 W. Mission St.
Venturu, CA 93009	Red Blifft, CA 96080	San Juse, CA 95110
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