

October 21, 2014

Ms. Alicia Iverson Chief Financial Officer Koloa Rum Company 2-2741 Kaumualii Highway, Suite C Kalaheo, Kauai, Hawaii 96741-8346

Re: <u>NOTICE OF VIOLATION AGAINST KOLOA RUM COMPANY, OF CALIFORNIA HEALTH &</u> <u>SAFETY CODE SECTION 25249.6</u>

To Whom It May Concern and to Public Prosecutors:

Jesse Garrett ("Garrett") is a citizen of the state of California acting in the interest of the general public seeking to further, among other causes, the protection of the environment, toxics reduction, the promotion and improvement of human health, the improvement of workers and consumer rights, environmental education and corporate accountability. As described below, Mr. Garrett has identified violations of California's Safe Drinking Water and Toxic Enforcement Act of 1986 ("Proposition 65" or "Act"), codified at Cal. Health & Safety Code §25249.5 *et seq.* by Koloa Rum Company, a Hawaii corporation (the "Violator"). This letter serves to provide Mr. Garrett's notification of these violations to the Violator and elected prosecutors. Pursuant to §25249.7(d) of the statute, Mr. Garrett intends to bring an enforcement action sixty (60) days or more after effective service of this notice unless the appropriate public enforcement agencies have commenced and are diligently prosecuting an action to rectify these violations.

The products which are causing an exposure without a warning in violation of Proposition 65, are alcoholic beverages manufactured, distributed, offered for sale, and/or served to California consumers by Violator ("Products"). The location of the violations include Lunardi's Market, 2801 San Bruno Ave. West, San Bruno, CA 94066, where the Products were sold without a warning on or before October 10, 2014, and continuing thereafter.

A copy of the Proposition 65 summary prepared by the Office of Environmental Health Hazard Assessment is attached, to the copy of this letter served to the Violator.

Because of this lack of a warning, consumers were exposed to the following chemicals without the proper required Proposition 65 warnings: 1) Alcoholic beverages, when associated with alcohol abuse; 2) Ethyl alcohol in alcoholic beverages; and 3) Ethanol in alcoholic beverages.

Pursuant to Title 27, CCR § 25603.3(e)(7): "For alcoholic beverages, the placement and maintenance of the warning shall be the responsibility of the manufacturer or its distributor at no cost to the retailer, and any consequence for failure to do the same shall rest solely with the manufacturer or its distributor, provided that the retailer does not remove, deface, or obscure the requisite signs or notices, or obstruct, interfere with, or otherwise frustrate the manufacturer's reasonable efforts to post, maintain, or periodically replace said materials."

Mr. Garrett intends to file a private enforcement action as provided for in the Act for the alleged violations by the Violator, unless California agrees in an enforceable written instrument to: (1) recall the listed products so as to eliminate further exposures to the identified chemicals; or (2) affix clear and reasonable Proposition 65 warning labels; and (3) pay an appropriate civil penalty. Consistent with the public interest goals of Proposition 65, Mr. Garrett is interested in seeking a constructive resolution to this matter, and invites violator, should it seek early resolution of this matter, to communicate directly with Garrett's attorneys. Such resolution will avoid further unwarned consumer exposures, as well as resource intensive litigation.

Please direct all questions concerning this notice to Mr. Garrett's attorneys, Vineet Dubey (dubey@cd-lawyers.com) or Miguel A. Custodio, Jr.(custodio@cd-lawyers.com), 766 E. Colorado Blvd., Ste 108, Pasadena, CA 91101, 213-785-2909.

Sincerely,

Vineet Dubey Custodio & Dubey LLP

cc: see attached distribution list

Attachments: Proposition 65 summary Certificate of Merit Certificate of Service

CERTIFICATE OF MERIT

Health and Safety Code Section 25249.7(d)

Re: Jesse Garrett's Notice of Proposition 65 Violations by Koloa Rum Company.

I, Vineet Dubey, hereby declare:

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

2. I am an attorney for the noticing party.

3. I have consulted with one or more persons with relevant and appropriate experience, extensively reviewed Title 22, CCR 12601(b)(1)(D)(2), and have assembled evidence attached to the copy for the California Attorney General as Exhibits 1 and 2 to this Certificate of Merit regarding the lack of warnings for the listed chemical that is the subject of the notice.

4. Based on the information obtained; Title 22, CCR §12601(b)(1)(D)(2); 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 that 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 California Health & Safety Code §25249.7(h)(2).

Dated: October 21, 2014

Vineet Dubey, Attorney at Law

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 766 E. Colorado Blvd., Ste 108, Pasadena, CA 91101.

On the date shown below, I served the following:

- 1) 60-Day Notice of Intent to Sue Under Health and 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

on the alleged violator listed below via First Class Certified Mail through the United States Postal Service by placing a true and correct copy in a sealed envelope, addressed to the entity listed below and providing such envelope to a United States Postal Service Representative:

Ms. Alicia Iverson Chief Financial Officer Koloa Rum Company 2-2741 Kaumualii Highway, Suite C Kalaheo, Kauai, Hawaii 96741-8346

as well as providing copies of the notice to the public enforcers by placing a true and correct copy in a sealed envelope, addressed to the parties listed on the attached Distribution List.

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

October 21, 2014

Vineet Dubey

Distribution List

Alameda County District Attorney 1225 Fallon St. Room 900	Los Angeles County District Attorney 210 W Temple St. 18th Floor	Mono County District Attorney P0 Box 617
Oakland. CA 94612	Los Angeles. CA 90012	Bridgeport, CA 93517
Alpine County District Attorney PO Box 248	Madera County District Attorney 209 W Yosemite Ave	San Joaquin County District Attorney PO Box 990
Markleeville, CA 96120	Madera. CA 93637	Stockton, CA 95201 -0990
Amador County District Attorney 708 Court, Suite 202	Mariposa County District Attorney P.O. Box 730	San Francisco County District Attorney 850Bryant St, Rm 322
Jackson, CA 95642	Mariposa, CA 95338	San Francisco, CA 94103
Butte County District Attorney 25 County Center Dr.	Marin County District Attorney 3501 Civic Center Drive, #130	San Diego County District Attorney
Oroville. CA 95965-3385	San Rafael. CA 94903	San Diego, CA 92101-3803
Calaveras County District Attorney 891 Mountain Ranch Road	Mendocino County District Attorney P.O. Box 1000	San Bernardino County District Attorney 316 N Mountain View Ave
San Andreas, CA 95249	Ukiah. CA 95482	San Bernardino. CA 92415-0004
Office of the Attorney General	Los Angeles City Attorney	San Francisco City Attorney
P.O. Box 70550 Oakland, CA 94612-0550	200 N Main St Ste 1800 Los Angeles CA 90012	# 1 Dr. Carlton B. Goodlett Place, Suite 234 San Francisco, CA 94102
Colusa County District Attorney	Inyo County District Attorney	Placer County District Attorney
Courthouse, 547 Market St	P.O. Drawer D	10810 Justice Center Drive
Colusa. CA 95932	Independence, CA 93526	Suite 240 Roseville, CA 95678-6231
Contra Costa County District Attorney	Orange County District Attorney	Merced County District Attorney
725 Court St., Room 402	P0 Box 808	550 W. Main St.
Martinez, CA 94553 Del Norte County District Attorney	Santa Ana. CA 92702 Nevada County District Attorney	Merced, CA 95340 Napa County District Attorney
450 "H" St.	10075 Levon Ave.	P0 Box 720
Crescent City, CA 95531	Truckee, CA 96161	Nana, CA 94559-0720
El Dorado County District Attorney 515 Main St.	Plumas County District Attorney 520 Main Street, Rm 404	Riverside County District Attorney 3960 Orange Street, Suite 6
Placerville, CA 95667-5697	Ouincy, CA 95971	Riverside, CA 92501
Fresno County District Attorney	Sacramento County District Attorney	San Benito County District Attorney
2220 Tulare St, Ste. 1000 Fresno, CA 93721	901 G Street Sacramento, CA 95814	419 4th St Hollister, CA 95023
Glenn County District Attorney	San Luis Obispo County District Attorney	Siskiyou County District Attorney
PO Box 430	County Government Center, Rm 450	PO Box 986
Willows. CA 95988 Humboldt County District Attorney	San Luis Obispo, CA 93408 San Mateo County District Attorney	Yreka, CA 96097 Solano County District Attorney
825 5th St., 4th Floor	400 County Center	600 Union Ave
Eureka. CA 95501	Redwood City.CA 94063	Fairfield, CA 94533
Imperial County District Attorney 939 W. Main St., 2nd Floor	Santa Barbara County District Attorney 1112 Santa Barbara St.	Sonoma County District Attorney 600 Administration Dr.
El Centro, CA 92243-2860	Santa Barbara. CA 93101	Rm 212-J
K	Santa Clara County District Attorney	Santa Rosa, CA 95403
Kern County District Attorney 1215 Truxtun Ave.	70W Hedding St.	Shasta County District Attorney 1355 West St.
Bakersfield, CA 93301	San Jose, CA 95110	Redding, CA 96001-1632
Kings County District Attorney	Santa Cruz County District Attorney	Sierra County District Attorney P0 Box 457
Gov't Ctr. 1400 W Lacey Blvd Hanford, CA 93230	701 Ocean St., Room 200 Santa Cruz, CA 95060	Downieville. CA 95936-0457
Lake County District Attorney	Stanislaus County District Attorney	Trinity County District Attorney
255 N Forbes St Lakeport, CA 95453-4790	P0 Box 442 Modesto. CA 95353	PO Box 310 Weaverville, CA 96093
Modoc County District Attorney	Sutter County District Attorney	Yuba County District Attorney
204 S. Court Street	446 Second Street	215 5th St
Alturas, CA 96101-4020 San Diego City Attorney	Yuba City, CA 95991 Lassen County District Attorney	Marysville, CA 95901 Monterey County District Attorney
City Center Plaza	200 S Lassen St. Suite 8	PO Box 1131
1200 3rd Ave # 1100 San Diego, CA 92101	Susanville, CA 96130	Salinas. CA 93902
Tuolumne County District Attorney	Tulare County District Attorney	Yolo County District Attorney
2 S Green St	County Civic Center, Rm 224	310 Second St
Sonora, CA 95370 Ventura County District Attorney	Visalia, CA 93291 Tehama County District Attorney	Woodland, CA 95695 SanJose City Attorney
800 S Victoria Ave	P.O. Box 519	200 E. Santa Clara St
Ventura. CA 93009	Red Bluff; CA 96080	16th Floor
		San Jose, CA 95110