NOTICE OF VIOLATION

California Safe Drinking Water and Toxic Enforcement Act

Ethyl Alcohol in Kombucha Alcoholic Beverages

October 30, 2019

This Notice of Violation (the "Notice") 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, see the attached summary provided by the California EPA (copies not provided to public enforcement agencies).
- This Notice is provided by the Center for Environmental Health ("CEH"), 2201 Broadway, Suite 302, Oakland, CA 94612, (510) 655-3900. CEH is a nonprofit corporation dedicated to protecting the environment, improving human health, and supporting environmentally sound practices. Caroline Cox is the Senior Scientist and a responsible individual within CEH.

Description of Violation:

- <u>Violators</u>: The names and addresses of the violators are identified on the attached Exhibit 1.
- <u>Time Period of Exposure</u>: The violations have been occurring since at least October 30, 2016, and are ongoing.
- <u>Provision of Proposition 65</u>: This Notice covers the "warning provision" of Proposition 65, which is found at California Health and Safety Code Section 25249.6.
- <u>Chemical(s) Involved</u>: The name of the listed chemicals involved in these violations is "ethyl alcohol in alcoholic beverages" and "alcoholic beverages" (collectively, "Alcohol"). Exposures to Alcohol occur from ingesting the products identified in this Notice.
- Type of Product: The specific type of product causing these violations is kombucha. Kombucha is a fermented beverage produced from a mixture of steeped tea and sugar, combined with a culture of yeast strains and bacteria. Beverages that contain more than 0.5% alcohol by volume are an alcoholic beverage under California law. See Bus. & Prof. Code § 23004. The products subject to this Notice contain more than 0.5% alcohol by volume and are thus alcoholic beverages under California law. Non-exclusive examples of this specific type of product are identified on the attached Exhibit 1.

Description of Exposure: This Notice addresses consumer exposures to Alcohol in kombucha. Drinking the kombucha identified in this Notice results in human exposures to Alcohol at levels above 0.5% Alcohol by volume. The primary route of exposure for the violations is direct ingestion when consumers drink the kombucha. No clear and reasonable warning is provided with the kombucha regarding the carcinogenic or reproductive hazards of Alcohol.

Resolution of Noticed Claims:

Based on the allegations set forth in this Notice, CEH intends to file a citizen enforcement lawsuit against each alleged violator unless such violator agrees in a binding written instrument to: (1) recall products already sold; (2) provide clear and reasonable warnings for products sold in the future or reformulate such products to eliminate the Alcohol exposures; and (3) pay an appropriate civil penalty based on the factors enumerated in California Health and Safety Code Section 25249.7(b). If any alleged violator 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 its claims, such agreement may not satisfy the public prosecutors.

Preservation of Relevant Evidence:

This Notice also serves as a demand that each alleged violator preserve and maintain all relevant evidence, including all electronic documents and data, pending resolution of this matter. Such relevant evidence includes but is not limited to all documents relating to the presence or potential presence of Alcohol in Kombucha; purchase and sales information for such products; efforts to comply with Proposition 65 with respect to such products; communications with any person relating to the presence or potential presence of Alcohol in such products; and representative exemplars of each of the products sold by each alleged violator in the year preceding this Notice through the date of any trial of the claims alleged in this Notice.

Please direct any inquiries regarding this Notice to CEH's counsel Mark N. Todzo at Lexington Law Group, 503 Divisadero Street, San Francisco, CA 94117, (415) 913-7800, mtodzo@lexlawgroup.com.

EXHIBIT 1 October 30, 2019 Notice of Violation Ethyl Alcohol in Kombucha

Names and Addresses of Responsible Parties	Non-Exclusive Examples of the Products	UPC#
Holy Kombucha, Inc. 10735 N Stemmons Fwy. Dallas, TX 75220	Holy Kombucha Hibiscus Sangria Probiotic Tea	UPC No. 8-53328-00513-0
Big Easy Bucha, LLC 4040 Euphrosine St. New Orleans, LA 70125	Big Easy Bucha – Basin Street Blues	UPC No. 8-56180-00705-2
Marin Kombucha Company, LLC 106 Birch Ave. Corte Madera, CA 90058	Marin Kombucha – Original Oak	UPC No. 8-64820-00010-3
Upstart Kombucha LLC 3095 Sterling Circle, Unit 1 Boulder, CO 80301 BCJ Beverage Company 3095 Sterling Circle, Unit 1 Boulder, CO 80301	Upstart Kombucha – Berry Black	UPC No. 8-52383-00603-8

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, and I represent the noticing party, the Center for Environmental Health.
- 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.

October 30, 2019

Attorney for CENTER FOR

ENVIRONMENTAL HEALTH

1	PROOF OF SERVICE		
2			
3	I, Nick Redfield, declare:		
4	I am a citizen of the United States and employed in the County of San Francisco, Sta		
5	nredfield@lexlawgroup.com.		
6 7	On October 30, 2019, I served the following action by placing a true copy thereof in the manne	ng document(s) on all interested parties in this r and at the addresses indicated below:	
8	NOTICE OF VIOLATION OF CALIFORNIA SAFE DRINNKING WATER AND TOXIC ENFORCEMENT ACT;		
9	CERTIFICATE OF MERIT; and		
10 11	THE SAFE DRINKING AND TOXIC ENFORCEMENT ACT OF 1986 (PROPOSITION 65): A SUMMARY (only sent to those on service list marked with an		
12	asterisk).		
13	☑ BY MAIL: I am readily familiar with the firm's practice for collecting and processing mail with the United States Postal Service ("USPS"). Under that practice, mail would be deposited with USPS that same day with postage thereon fully prepaid at San Francisco, California in the		
14	ordinary course of business. On this date, I placed mentioned documents for collection and mailing f	sealed envelopes containing the above	
15	Please see attached service list.	gy	
16			
17	☑ BY ELECTRONIC MAIL: I transmitted a PDF version of the document(s) listed above via email to the email address(es) indicated on the attached service list [or noted above] before 5 p.r on the date executed.		
18	Stacey Grassini, Deputy District Attorney	Allison Haley, District Attorney	
19	Contra Costa County 900 Ward Street	Napa County 1127 First Street, Suite C	
20	Martinez, CA 94553	Napa, CA 94559	
21	sgrassini@contracostada.org	CEPD@countyofnapa.org	
22	Michelle Latimer, Program Coordinator Lassen County	Stephan R. Passalacqua, District Attorney Sonoma County	
23	220 S. Lassen Street Susanville, CA 96130	600 Administration Drive, Rm. 212J Santa Rosa, CA 95403	
24	mlatimer@co.lassen.ca.us	jbarnes@sonoma-county.org	
25	Yen Dang Supervising Deputy District Attorney	Phillip J. Cline, District Attorney Tulare County	
26	Santa Clara County	221 S. Mooney Avenue, Rm. 224	
27	70 West Hedding Street, West Wing San Jose, CA 95110	Visalia, CA 93291 Prop65@co.tulare.ca.us	
28	epu@da.sccgov.org		

1	Paul E. Zellerbach, District Attorney Riverside County	Gregory D. Totten, District Attorney Ventura County	
2	4075 Main Street	800 South Victoria Avenue Ventura, CA 93009	
3	Riverside, CA 92501 Prop65@rivcoda.org	daspecialops@ventura.org	
4	Jeff W. Reisig, District Attorney	Gregory Alker, Assistant District Attorney	
5	Yolo County 301 Second Street	San Francisco County 732 Brannan Street	
6	Woodland, CA 95695 cfepd@yolocounty.org	San Francisco, CA 94103 gregory.alker@sfgov.org	
7	Dije Ndreu, Deputy District Attorney	Anne Marie Schubert, District Attorney	
8	Monterey County 1200 Aguajito Road	Sacramento Country 901 G Street	
9	Monterey, CA 93940 Prop65DA@co.monterey.ca.us	Sacramento, CA 95814 Prop65@sacda.org	
10	Tori Verber Salazar, District Attorney	Eric J. Dobroth, Deputy District Attorney	
11	San Joaquin County 222 E. Weber Avenue, Room 202	San Luis Obispo County County Government Center Annex, 4th	
12	Stockton, CA 95202 DAConsumer.Environmental@sjcda.org	Floor San Luis Obispo, CA 93408	
13	Christopher Dalbey, Deputy District	edobroth@co.slo.ca.us	
14	Attorney, Santa Barbara County 1112 Santa Barbara Street	Jeffrey S. Rosell, District Attorney Santa Cruz County	
15	Santa Barbara, CA 93101 DAProp65@co.santa-barbara.ca.us	701 Ocean Street Santa Cruz, CA 95060	
16	San Francisco City Attorney's Office	Prop65DA@santacruzcounty.us	
17	City Hall, Room 234	Nancy O'Malley, District Attorney	
18	1 Dr. Carlton B. Goodlett Place Valerie.lopez@sfcityatty.org	Alameda County 7776 Oakport Street, Suite 650	
19	San Francisco, CA 94102	Oakland, CA 94621 CEPDProp65@acgov.org	
20	Mara W. Elliott, City Attorney City of San Diego	Office of the District Attorney	
21	1200 Third Ave, Suite 700 San Diego, CA 92101	Calaveras County 891 Mountain Ranch Road	
22	CityAttyCrimProp65@sandiego.gov	San Andreas, CA 95249 Prop65Env@co.calaveras.ca.us	
23	I declare under penalty of perjury under the laws of the State of California that the		
24	foregoing is true and correct.		
25	Executed on October 30, 2019 at San Francisco, California.		

Nick Redfield

SERVICE LIST

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

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

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

District Attorney of Colusa County 346 Fifth Street, Suite 101 Colusa, CA 95932

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

District Attorney of El Dorado County 778 Pacific Street Placerville, CA 95667

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

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

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

District Attorney of Imperial County 939 Main Street, Ste. 102 El Centro, CA 92243

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

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

District Attorney of Kings County 1400 West Lacey Blvd. Hanford, CA 93230 District Attorney of Lake County 255 N. Forbes Street Lakeport, CA 95453

District Attorney of Los Angeles County Hall of Justice 211 W. Temple Street, Ste. 1200 Los Angeles, CA 90012-3210

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

District Attorney of Marin County 3501 Civic Center Drive, Rm. 130 San Rafael, CA 94903

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

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

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

District Attorney of Modoc County 204 S. Court Street, Rm. 202 Alturas, CA 96101-4020

District Attorney of Mono County P.O. Box 617 Bridgeport, CA 93546

District Attorney of Nevada County 201 Commercial Street Nevada City, CA 95959

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

District Attorney of Placer County 10810 Justice Center Drive, Ste. 240 Roseville CA 95678-6231

District Attorney of Plumas County 520 Main Street, Rm. 404 Quincy, CA 95971 District Attorney of San Benito County 419 Fourth Street, 2nd Fl. Hollister, CA 95023

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

District Attorney of San Diego County 330 West Broadway, Ste. 1300 San Diego, CA 92101

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

District Attorney of Shasta County 1355 West Street Redding, CA 96001

District Attorney of Sierra County Courthouse 100 Courthouse Sq., 2nd Fl. Downieville, CA 95936

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

District Attorney of Solano County 675 Texas Street, Ste. 4500 Fairfield, CA 94533

District Attorney of Stanislaus County 832 12th Street, Ste. 300 Modesto, CA 95354

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

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

District Attorney of Trinity County P.O. Box 310 11 Court Street Weaverville, CA 96093

District Attorney of Tuolumne County 423 N. Washington Street Sonora, CA 95370 District Attorney of Yuba County 215 Fifth Street Marysville, CA 95901

Los Angeles City Attorney's Office City Hall East 200 N. Main Street, Rm. 800 Los Angeles, CA 90012

San Jose City Attorney's Office 200 East Santa Clara Street San Jose, CA 95113

California Attorney General's Office Attention: Proposition 65 Coordinator and Robert Thomas 1515 Clay Street, Ste. 2000 P.O. Box 70550 Oakland, CA 94612-0550

Leo Bienati, President* Holy Kombucha, Inc. 10735 N Stemmons Fwy. Dallas, TX 75220

Austin Sherman, CEO* Big Easy Bucha, LLC 4040 Euphrosine St. New Orleans, LA 70125

Brian Igersheim, CEO*
Marin Kombucha Company, LLC
106 Birch Ave.
Corte Madera, CA 90058

Scott Perlmeter, CEO* Upstart Kombucha LLC 3095 Sterling Circle, Unit 1 Boulder, CO 80301

Scott Perlmeter, CEO* Upstart Kombucha LLC 2525 W. 6th Ave. Denver, CO 80204

Brian Mckinney, CEO* BCJ Beverage Company 3095 Sterling Circle, Unit 1 Boulder, CO 80301

Brian Mckinney, CEO* BCJ Beverage Company 1859 Cedaridge Road Superior, CO 80027