LAW OFFICES

BRODSKY & SMITH, LLC

9595 WILSHIRE BLVD., STE, 900 BEVERLY HILLS, CA 90212 877.534.2590 www.brodskysmith.com

NEW JERSEY OFFICE 1310 NORTH KINGS HIGHWAY CHERRY HILL, NJ 08934 856.795.7250 NEW YORK OFFICE 240 MINEOLA BOULEVARD MINEOLA, NY 11501 516.741.4977 PENNSYLVANIA OFFICE TWO BALA PLAZA, STE. 805 BALA CYNWYD, PA 19004 610.667.6200

March 9, 2023

President/CEO Mekhala Living Inc. c/o Northwest Registered Agent Service, Inc. 8 The Green, Suite B Dover, DE 19901	President/CEO Mekhala PTE Ltd. 2 Alexandra Road #05-03A Delta House SINGAPORE 159919
President/CEO Gelson's Markets 16400 Ventura Blvd., Suite 240 Encino, CA 91426-1802	President/CEO Mekhala PTE Ltd. 1002 Jalan Bukit Merach, #03-13 SINGAPORE 159456
President/CEO Gelson's Markets c/o Mark Motsenbocker 13833 Freeway Drive Santa Fe Springs, CA 90670	

60-Day Notice of Violation of California Safe Drinking Water and Toxic Enforcement Act1

To Whom It May Concern:

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

Brodsky & Smith, LLC ("Brodsky Smith") represents Gabriel Espinoza ("Espinoza"), a citizen of the State of California acting in the interest of the general public to promote awareness of exposures to toxic chemicals from use of consumer products sold in California and to improve human health and the environment by reducing hazardous substances.

With respect to the Product herein, Espinoza has identified a violation of California's Safe Drinking Water and Toxic Enforcement Act of 1986 ("Proposition 65") codified at Cal. Health & Safety Code § 25249.5, et seq. This violation has occurred and continues to occur because the alleged Violator(s) failed to provide a clear and reasonable health hazard warning in connection with the sale or use of the Product in California. Health & Safety Code § 25249.6 provides 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 providing a clear and reasonable warning to such individual ..." Without proper warnings regarding the toxic effects of exposures to the Listed Chemical resulting from use of the Product, California citizens lack the information necessary to make informed decisions on whether and/or how to eliminate (or reduce) the risk of exposure to the Listed Chemical from the reasonably foreseeable use of the Product.

¹ The public enforcement agencies that have been served with copies of this Notice are identified in the attached distribution list accompanying the Certificate of Service.

I. <u>DESCRIPTION OF THE VIOLATION</u>

- 1. Enforcer: Gabriel Espinoza, 3924 Carlin Ave., Lynwood, CA 90262-5204; (Ph) 310.863.2852.
- 2. Alleged Violator(s): Mekhala Living Inc.; Mekhala PTE Ltd.; Gelson's Markets
- 3. Time Period of Exposure: Violations have been occurring since at least March 9, 2023 and are continuing to this day.
- **4. Listed Chemical**: Lead. Lead is listed under Proposition 65 as a chemical known to the State to cause cancer and reproductive toxicity.

5. Product:

Product ²	Non- Exclusive Examples of the Product
Curry Paste	Mekhala Organic Curry Paste
	UPC# 8885009961017

6. Description of Exposure: The exposures that are the subject of this Notice result from the purchase and recommended use of the Product. The primary route of exposure to the Listed Chemical is through ingestion. When foods contaminated with the Listed Chemical are consumed, ingestion of the Listed Chemical will occur which will increase BLLs. No clear and reasonable warning is provided with the Products regarding the health hazards of exposure to the Listed Chemical.

II. PROPOSITION 65 INFORMATION

For the Violators' reference, enclosed is a copy of "Proposition 65: A Summary" that has been prepared by the Office of Environmental Health Hazard Assessment ("OEHHA"). For more information concerning the provisions of Proposition 65, contact OEHHA at 916.445.6900.

III. RESOLUTION OF THE CLAIMS

Based on the allegations set forth in this Notice, Brodsky Smith intends to file a citizen enforcement lawsuit on behalf of Espinoza against the alleged Violator(s) unless such Violator(s) agree in a binding written agreement to: (1) recall Products already sold; (2) provide Proposition 65 compliant exposure warnings for Products sold in the future or reformulate the Products to eliminate exposures to the Listed Chemical; and (3) pay an appropriate civil penalty based on the factors enumerated in Health & Safety Code § 25249.7(b). Consistent with the public interest goals of Proposition 65 and the desire to have these violations of California law quickly rectified, Espinoza is interested in seeking a constructive resolution of the claims in this Notice without engaging in costly and protracted litigation.

² The specifically identified example of the Product in this Notice is to assist the recipients' investigation of, among other things, the magnitude of potential exposures to the Listed Chemical from other items within the definition of Products. This example is not intended to be an exhaustive or comprehensive identification of each specific offending Product. It is Espinoza's position that the alleged Violators are obligated to conduct a good faith investigation into other Products that may have been manufactured, distributed, sold, shipped, stored (or otherwise within the alleged Violators' custody or control) during the relevant period to ensure that requisite health hazard warnings were and are provided to California citizens prior to purchase and use.

Espinoza has retained me as legal counsel in connection with this Notice. Please direct all communications regarding this Notice to my attention at Brodsky & Smith, LLC, 9595 Wilshire Blvd., Ste. 900, Beverly Hills, CA 90212, (877) 534-2590, esmith@brodskysmith.com.

Sincerely,

Evan J. Smith

Attachments

Certificate of Merit Certificate of Service

The Safe Drinking Water and Toxic Enforcement Action of 1986 (Proposition 65): A Summary

CERTIFICATE OF MERIT

Health & Safety Code Section 25249.7(d)

I, Evan J. Smith, hereby declare:

- (1) This Certificate of Merit accompanies the attached sixty-day notice in which it is alleged the parties identified in the notice have violated Health & Safety Code Section 25249.6 by failing to provide clear and reasonable warnings.
- (2) I am the attorney for the noticing party, Gabriel Espinoza.
- (3) 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 alleged exposure to the listed chemicals that are the subject of the action.
- (4) Based on the information obtained through these 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 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(s) 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 information identified in Health & 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: March 9, 2023

Evan J. Smith

Attorney for Gabriel Espinoza

CERTIFICATE OF SERVICE

I, the undersigned, declare under penalty of perjury under the laws of the State of California that the following is true and correct:

I am a citizen of the United States, over the age of 18 years of age, and am not a party to the within action. My business address is 2 Bala Plaza, Suite 805, Bala Cynwyd, Pennsylvania. I am employed in Montgomery County where the mailing occurred.

On March 9, 2023 I served the following documents: Notice of Violation of California Health & Safety Code §25249.5, et seq.; Certificate of Merit; The Safe Drinking Water and Toxic Enforcement Action of 1986 (Proposition 65): A Summary on the following entities and individuals listed below by placing a true and correct copy thereof in a sealed envelope, addressed to the person or entity listed below and depositing it in a US Postal Service Office with postage fully prepaid for delivery by Certified Mail:

President/CEO Mekhala Living Inc. c/o Northeast Registered Agent Service, Inc. 8 The Green, Suite B Dover, DE 19901	President/CEO Makhala PTE Ltd. 2 Alexandra Road #05-03A Delta House SINGAPORE 159919
President/CEO Gelson's Markets 16400 Ventura Blvd., Suite 240 Encino, CA 91426-1802	President/CEO Mekhala PTE Ltd. 1002 Jalan Bukit Merach, #03-13 SINGAPORE
President/CEO Gelson's Markets c/o Mark Motsenbocker 13833 Freeway Drive Santa Fe Springs, CA 90670	

On March 9, 2023, I served the following documents: Notice of Violation of California Health & Safety Code §25249.5, et seq.; Certificate of Merit; The Safe Drinking Water and Toxic Enforcement Action of 1986 (Proposition 65): A Summary on each of the individuals on the service list attached hereto as Appendix B by placing a true and correct copy thereof in a sealed envelope, addressed to the person or entity listed below and depositing it in a US Postal Service Office with postage fully prepaid for delivery by Priority Mail.

Executed March 9, 2023, in Bala Cynwyd, Pennsylvania.

Evan J. Smith

ELECTRONIC MAIL SERVICE LIST

The Honorable Nancy O'Malley	The Honomble Tori Verher Salzar	Honorable Anne Marie Schubert
Alameda County District Attorney	San Joaquin County District Altorney	Sacramento County District Attorney
7776 Oakport Street, Suite 650	222 E. Weber Averure, Room 202	901 G Street
Oakland, CA 94621	Stockton, CA 95202	Sacramento, CA 95814
CEPDProp65@acgiv.org	DAConsumer, Environmental@sjcda.org	Prop65@sacda.org
The Honorable Allison Haley	The Honorable Jeffrey S. Rosell	The Honorable Summer Stephan
Napa County District Attorney	Santa Cruz County District Attorney	San Diego County District Attorney
1127 First St., Suite C	701 Ocean Street	300 West Broadway
Napa, CA 94559	Sunta Cruz, CA 95060	San Diego, CA 92101
CEPD@countyofnapa.org	Prop65DA@santacruzcounty.us	SanDiegoDAProp65@sdcda.org
The Honorable Jeff W. Reisig		
Yolo County District Attorney	Michelle Latimer, Program Coordinator	Mark Anksorn, Deputy City Attorney
301 Second Street	Lassen County 220 S. Lassen Street	City of San Diego
Woodland, CA 95695		1200 Third Avenue
cfepd@yolocounty.org	Susanville, CA 96130	San Diego, CA 92101
Bud Porter	mlatimor@co.lassen.ca.us	CityAttyProp65@sandiego.gov
	Alethea M. Sargent	Christopher Dalbey,
Supervising Deputy District Attorney	Assistant District Attorney	Deputy District Attorney
Santa Clara County	San Francisco District Attorney's Office	Santa Barbara County
70 W Hedding Street	350 Rhode Island Street	1112 Santa Barbara Street
San Jose, CA 95110	San Francisco, CA 94103	Santa Barbara, CA 93101
EPU@da.sccgov.org	alethea.sargent@sfgov.org	DAProp65@co.santa-barbara.ca.us
The Honorable Gregory D. Totten,	The Honorable Barbara Yook	Valerie Lopez, Deputy City Attorney
Ventura County District Attorney	Calaveras County District Attorney	Office of the City Attorney
800 S Victoria Avenue	891 Mountain Ranch Road	1390 Market Street, 7th Floor
Ventura, CA 93009	San Andreas, CA 95249	San Francisco, CA 94102
daspecialops@ventura.org	Prop6SEnv@co.calaveras.ca.us	Valerie.Lopez@sfcityatty.org
Stacey Grassini	Brie J. Dobroth	Jeannine M. Pacioni
Deputy District Attorney	Deputy District Attorney	Deputy District Attorney
Contra Costa County	San Luis Obispo County	Monterey County
900 Ward Street	County Govt Center Annex, 4th Floor	1200 Aguajito Road
Martinez, CA 94553	San Luis Obispo, CA 93408	Monterey, CA 93940
grassini@contracostada.org	edobroth@co.slo.ea.us	Prop65DA@co.monterey.ca.us
The Honorable Thomas Hardy	The Honorable Phillip J. Cline	The Honorable Clifford Newell
nyo County District Attorney	Tulare County District Attorney	Nevada County District Attorney
68 N. Edwards Street	221 S Mooney Blvd	201 Commercial Street
ndependence, CA 93526	Visalia, CA 95370	Nevada City, CA 95959
nyoda@inyocounty.us	Prop65@co.tulare.ca.us	DA.Prop65@co.nevada.ca.us
The Honorable Paul E. Zellerbach		
Riverside County District Attorney	The Honorable Stephan Passalacqua	The Flonorable David Hollister
072 Orange Street	Sonoma County District Attorney	Plumas County District Attorney
Riverside, CA 92501	600 Administration Drive	520 Main Street, Room 404
	Sonoma, CA 95403	Quincy, CA 95971
rop65@rivcoda.org	ibarnes@sonoma-county.org	davidhollister@countyofplumas.com
he Honorable Walter W. Wall	The Honorable Kimberly Lewis	The Honorable Morgan Briggs Gire
Mariposa County District Attorney	Merced County District Attorney	Placer County District Attorney
.O. Box 730	550 West Main Street	10810 Justice Center Drive
fariposa, CA 95338	Merced, CA 95340	Roseville, CA 95678
ncda@mariposacounty.org	Prop65@countyofmerced.com	prop65@placer.ca.gov
lora V. Frimann, City Attorney	Lisa A. Smittcamp, District Attorney	7
00 E. Santa Clara Street, 16th Floor	2100 Tulare Struct	1
an Jose, CA 96113	Fresno, CA 93721	1
roposition65notices@sanjoseca.gov	consumerprotection@fresnocountyca.gov	7
- E Storio Andrio Antique Ca. guv	ponsumer protection (graft conocounty ca. gov	<u></u>

ELECTRONIC UPLOAD SERVICE LIST

Office of the California Attorney General
Proposition 65 Enforcement Reporting
ATTN: Prop 65 Coordinator
P.O. Box 70550
Oakland, CA 94612-0550
https://oag.ca.gov/prop65/add-60-day-notice

SERVICE LIST

F15			
The Honorable Nancy O'Mailey	The Honorable Stacey Montgomery	The Honorable Candice Hooper	The Honorable Gregg Cohen
Alemeda County District Attorney	Lassen County District Attorney	San Benito County District Altorney	Teharna County District Attorney
1225 Fallon Street, Room 900	220 South Lassen Street, Ste. 8	419 4th Street, Second Floor	444 Oak Street, Room L
Oakland, CA 94612	Susanville, CA 96130	Hollister, CA 95203	Red Bluff, CA 96080
The Honorable Terese Orabec	The Honorable Jackie Lacoy	The Honoreble Michael Ramos	The Honorable Eric Herylord
Alpine County District Attorney	Los Angeles County District Attorney	San Bernardino Counly District Attorney	Trinity County District Attorney
270 Laramie Street, PO BOX 248	211 West Temple Street, Suite 1200	303 West 3rd Street, 6th Floor	P.O. Box 310
Markleeville, CA 96120	Los Angeles, CA 90012	San Bernardino, CA 92415-0502	Weaverville, CA 96093
The Honorable Todd Riebe	The Honorable David Linn	The Honorable Bonnie Dumanis	The Honorable Tim Ward
Amador County District Attorney	Madera County District Attorney	San Dlego County District Attorney	Tulare County District Allomey
708 Court Street	209 West Yosemite Avenue	330 W. Broadway Street	221 South Mooney Boulevard, Rm 224
Jackson, CA 95642	Madera, CA 93637	San Dlego, CA 92101	Visalia, CA 93291-4593
The Honorable Michael Ramsey	The Honorable Edward Berberlan	The Honorable George Gascon	The Honorable Laura Krleg
Butte County District Attorney	Marin County District Attorney	San Francisco County District Attorney	Tuolumne County District Attorney
25 County Center Drive	3501 Civic Center Drive, Room 130	850 Bryant Street, Room 322	423 North Washington Street
Oroville, CA 95965	San Rafael, CA 94903	San Francisco, CA 94103	Sonora, CA 95370
The Honorable Barbara Yook	The Honorable Thomas Cooke	The Honorable Tori Verber Salazar	The Honorable Gregory Totten
Calaveras County District Attorney	Marlposa County District Attorney	San Joaquin County Disirict Altorney	Ventura County District Attorney
891 Mountain Ranch Road	5101 Jones Street, P.O. Box 730	222 East Weber Avenue, Room 202	800 South Victoria Avenue
San Andreas, CA 95249	Mariposa, CA 95338	Stockton, CA 95201	Ventura, CA 93009
The Honorable John Poyner	The Honorable C. David Eyster	The Honorable Oan Dow	The Honorable Joff Reisig
Colusa County District Attorney	Mendocino County District Attorney	San Luis Obispo County District Atty	Yolo County District Altomey
346 Fifth Street	100 North State Street, P.O. Box 1000	1035 Palm Street, 4th Floor	301 Second Street
Colusa, CA 95932	Ukiah, CA 95462	San Luis Obispo, CA 93408	Woodland, CA 95695
The Honorable Mark Peterson	The Honorable Larry Morse II	The Honorable Stephen Wagstaffe	The Honorable Patrick McGrath
Contra Costa County District Attorney	Merced County District Attorney	San Mateo County District Attorney	Yuba County District Attorney
900 Ward Street	550 W. Main Street	400 County Center, Third Floor	215 Fifth Street
Marlinez, CA 94553	Merced, CA 95340	Redwood City, CA 94083	Marysville, CA 95901
The Honorable Dale Trigg	The Honorable Jordan Funk	The Honorable Joyce Dudley	The Honorable Mike Feuer Office of the City Attorney, Los Angeles 800 City Hall East 200 North Main Street Los Angeles, CA 90012
Del Norte County District Attorney	Modoc County District Attorney	Santa Barbara County District Attorney	
450 H Streat, Room 171	204 S. Court Street, Suite 202	1112 Santa Barbara Street	
Crescent City, CA 95531	Alturas, CA 96101	Santa Barbara, CA 93101	
The Honorable Vern Plesson El Dorado County District Attorney 776 Pacille Street Placerville, CA 95667	The Honorable Tim Kendall Mono County District Attorney P.O. Box 617 Bridgeport, CA 93517	The Honorable Jeffrey Rosen Santa Clara County District Attorney 70 West Hedding Street, West Wing San Jose, CA 95110	The Honorable James Sanchez Office of the City Attorney, Sacramento 915 I Street, 4th Floor Sacramento, CA 95814
The Honorable Lisa Smittcamp Fresno County District Attorney 2220 Tulare Street, #1000 Fresno, CA 93721 The Honorable Dwayne Stewart	The Honorable Dean Flippo	Tho Honorable Joff Recell	The Henerable Jan Geldemith
	Monterey County District Attorney	Santa Cruz County District Altomey	Office of the City Atterney, San Diego
	P.O. Box 1131	701 Ocean Street, Room 200	1200 Third Avenue, Suite 1620
	Salinas, CA 93902	Santa Cruz, CA 95060	San Diego, CA 92101
Glenn County District Attorney P.O. Box 430 Willows, CA 95988	The Honorable Allison Haley Napa County District Attorney 1127 First Street, Sulte C Napa, CA 94559	The Honorable Stephen Carllon Shasta County District Attorney 1355 West Street Redding, CA 96001	The Honorable Dennis Herrera Office of the City Attorney, San Francisco 1 Dr. Cartton B. Goodlett Place San Francisco, CA 94102
The Honorable Maggle Fleming Humboldt County District Attorney 825 5th Street, Fourth Floor Eureka, CA 95501 The Honorable Gibert Otero	The Honorable Clifford Newell Nevada County District Attorney 201 Commercial Street Nevada City, OA 95959	The Honorable Lawrence Allen Sierra County District Altorney 100 Courthouse Square Downieville, CA 95936	The Honorable Richard Doyle Office of the City Attorney, San Jose 200 East Sante Clara Street, 16th Floor San Jose, CA 95113
Impetial County District Atterney 940 West Main Street, Suite 102 El Centro, CA 92243	The Honorable Tony Rackauckas Orange County District Altorney 401 Civic Center Drive West Santa Ana, CA 92701	The Honorable James Kirk Andrus Siskiyou County District Attorney P.O. Box 986 Yraka, CA 96097	Office of the California Altorney General Proposition 65 Enforcement Reporting ATTN: Prop 65 Coordinator 1515 Clay Street, Suile 2000 Oakland, CA 94812-0550
The Honorable Thomas Hardy	The Honorable R. Scott Owens	The Honorable Krishna Abrams	
Inyo County District Attorney	Placer County District Attorney	Solano County District Attorney	
P.O. Drawer D	10810 Justice Center Drive, Suite 240	675 Texas Street, Sulte 4500	
Independence, CA 93526	Roseville, CA 95678	Fairfield, CA 94653	
The Honorable Lisa Green	The Honorable David Hollister	The Honorable JIII Ravilch	
Kern County District Attorney	Plumas County District Attorney	Sonoma County District Attorney	
1215 Truxtun Avenue	520 Main Street, Room 404	600 Administration Drive, Room 212J	
Bakerslield, CA 93301	Quíncy, CA 95971	Santa Rosa, CA 95403	
The Honorable Keith Fagundas	The Honorable Michael Hestrin	The Honorable Birgit Fladager	
Kings County District Attorney	Riverside County District Attorney	Stanislaus County District Attorney	
1400 West Lacoy Boulevard	3960 Orange Street	832 12th Street, Suite 300	
Hanford, CA 93230	Riverside, CA 92501	Modesto, CA 95354	
The Honorable Donald Anderson	The Honorable Anne Marle Schubert	The Honorable Amanda Hopper	
Lake County District Attorney	Sacramento County District Attorney	Sutter County District Attorney	
255 North Forbes Street	901 G Street	463 Second Street, Sulte 102	
Lakeport CA 95453	Sacramento CA 95814	Yuba City CA 95991	

APPENDIX A

OFFICE OF ENVIRONMENTAL HEALTH HAZARD ASSESSMENT CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY

THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986 (PROPOSITION 65): A SUMMARY

The following summary has been prepared by the California Office of Environmental Health Hazard Assessment (OEHHA), 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 OEHHA implementing regulations (see citations below) for further information.

FOR INFORMATION CONCERNING THE BASIS FOR THE ALLEGATIONS IN THE NOTICE RELATED TO YOUR BUSINESS, CONTACT THE PERSON IDENTIFIED ON THE NOTICE.

The text of Proposition 65 (Health and Safety Code Sections 25249.5 through 25249.13) is available online at: http://oehha.ca.gov/prop65/law/P65law72003.html. 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 25102 through 27001.1 These implementing regulations are available online at: http://oehha.ca.gov/prop65/law/P65Regs.html.

WHAT DOES PROPOSITION 65 REQUIRE?

The "Proposition 65 List." Under Proposition 65, the lead agency (OEHHA) publishes a list of chemicals that are known to the State of California to cause cancer and/or reproductive toxicity. Chemicals are placed on the Proposition 65 list if they are known to cause cancer and/or birth defects or other reproductive harm, such as damage to

All further regulatory references are to sections of Title 27 of the California Code of Regulations unless otherwise indicated. The statute, regulations and relevant case law are available on the OEHHA website at: http://www.oehha.ca.gov/prop65/law/index.html.

female or male reproductive systems or to the developing fetus. This list must be updated at least once a year. The current Proposition 65 list of chemicals is available on the OEHHA website at: http://www.oehha.ca.gov/prop65/prop65_list/Newlist.html.

Only those chemicals that are on the list are regulated under Proposition 65. Businesses that produce, use, release or otherwise engage in activities involving listed 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 unless an exemption applies. 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 to that chemical. Some exposures are exempt from the warning requirement under certain circumstances discussed below.

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. Some discharges are exempt from this requirement under certain circumstances discussed below.

DOES PROPOSITION 65 PROVIDE ANY EXEMPTIONS?

Yes. You should consult the current version of the statute and regulations (http://www.oehha.ca.gov/prop65/law/index.html) to determine all applicable exemptions, the most common of which are the following:

Grace Period. Proposition 65 warning requirements do not apply until 12 months after the chemical has been listed. The Proposition 65 discharge prohibition does not apply to a discharge or release of a chemical that takes place less than 20 months after the listing of the chemical.

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 employs a total of nine or fewer employees. This includes all employees, not just those present in California.

Exposures that pose no significant risk of cancer. For chemicals that are listed under Proposition 65 as known to the State to cause cancer, a warning is not required if the business causing the exposure 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" (NSRLs) for many listed carcinogens. Exposures below these levels are exempt from the warning requirement. See OEHHA's website at:

http://www.oehha.ca.gov/prop65/getNSRLs.html for a list of NSRLs, and Section 25701 et seq. of the regulations for information concerning how these levels are calculated.

Exposures that will produce no observable reproductive effect at 1,000 times the level in question. For chemicals known to the State to cause reproductive toxicity, a warning is not required if the business causing the exposure 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" divided by 1,000. This number is known as the Maximum Allowable Dose Level (MADL). See OEHHA's website at: http://www.oehha.ca.gov/prop65/getNSRLs.html for a list of MADLs, and Section 25801 et seq. of the regulations for information concerning how these levels are calculated.

Exposures to Naturally Occurring Chemicals in Food. Certain exposures to chemicals that naturally occur in foods (i.e., that do not result from any known human activity, including activity by someone other than the person causing the exposure) are exempt from the warning requirements of the law. If the chemical is a contaminant² it must be reduced to the lowest level feasible. Regulations explaining this exemption can be found in Section 25501.

Discharges that do not result in a "significant amount" of the listed chemical entering 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 listed chemical has not, does not, or will not pass into or probably pass into a source of drinking water, 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" level for chemicals that cause cancer or that is 1,000 times below the "no observable effect" level for chemicals that cause reproductive toxicity, if an individual were exposed to that amount in drinking water.

² See Section 25501(a)(4).

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. 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. The notice must comply with the information and procedural requirements specified in Section 25903 of Title 27 and sections 3100-3103 of Title 11. A private party may not pursue an independent enforcement action under Proposition 65 if one of the governmental officials noted above initiates an enforcement action within sixty days of the notice.

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

A private party may not file an enforcement action based on certain exposures if the alleged violator meets specific conditions. For the following types of exposures, the Act provides an opportunity for the business to correct the alleged violation:

- An exposure to alcoholic beverages that are consumed on the alleged violator's premises to the extent onsite consumption is permitted by law:
- An exposure to a Proposition 65 listed chemical in a food or beverage prepared and sold on the alleged violator's premises that is primarily intended for immediate consumption on- or off-premises. This only applies if the chemical was not intentionally added to the food, and was formed by cooking or similar preparation of food or beverage components necessary to render the food or beverage palatable or to avoid microbiological contamination;
- An exposure to environmental tobacco smoke caused by entry of persons (other than employees) on premises owned or operated by the alleged violator where smoking is permitted at any location on the premises;
- An exposure to listed chemicals in engine exhaust, to the extent the exposure
 occurs inside a facility owned or operated by the alleged violator and primarily
 intended for parking non-commercial vehicles.

If a private party alleges that a violation occurred based on one of the exposures described above, the private party must first provide the alleged violator a notice of special compliance procedure and proof of compliance form.

A copy of the notice of special compliance procedure and proof of compliance form is included in Appendix B and can be downloaded from OEHHA's website at: http://oehha.ca.gov/prop65/law/p65law72003.html.

FOR FURTHER INFORMATION ABOUT THE LAW OR REGULATIONS...

Contact the Office of Environmental Health Hazard Assessment's Proposition 65 Implementation Office at (916) 445-6900 or via e-mail at P65Public.Comments@oehha.ca.gov.

Revised: May 2017

NOTE: Authority cited: Section 25249.12, Health and Safety Code. Reference: Sections 25249.5, 25249.6, 25249.7, 25249.9, 25249.10 and 25249.11, Health and Safety Code.

APPENDIX B

OFFICE OF ENVIRONMENTAL HEALTH HAZARD ASSESSMENT CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY

THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986 (PROPOSITION 65): SPECIAL COMPLIANCE PROCEDURE

This Appendix B contains the notice of special compliance procedure and proof of compliance form prepared by the California Office of Environmental Health Hazard Assessment (OEHHA), the lead agency for the implementation of the Safe Drinking Water and Toxic Enforcement Act of 1986 (commonly known as "Proposition 65"). Under the Act, a private party may not file an enforcement action based on certain exposures if the alleged violator meets specific conditions. These exposures are:

- An exposure to alcoholic beverages that are consumed on the alleged violator's premises to the extent onsite consumption is permitted by law;
- An exposure to a Proposition 65 listed chemical in a food or beverage prepared and sold on the alleged violator's premises that is primarily intended for immediate consumption on- or off-premises. This only applies if the chemical was not intentionally added to the food, and was formed by cooking or similar preparation of food or beverage components necessary to render the food or beverage palatable or to avoid microbiological contamination;
- An exposure to environmental tobacco smoke caused by entry of persons (other than employees) on premises owned or operated by the alleged violator where smoking is permitted at any location on the premises;
- An exposure to listed chemicals in engine exhaust, to the extent the exposure occurs inside a facility owned or operated by the alleged violator and primarily intended for parking non-commercial vehicles.

A private party may not file an action against the alleged violator for these exposures, or recover in a settlement any payment in lieu of penalties any reimbursement for costs and attorney's fees, if the alleged violator has done *all* of the following within 14 days of being served notice:

- · Corrected the alleged violation;
- Agreed to pay a civil penalty of \$500 (subject to change in 2019 and every five years thereafter) to the private party within 30 days; and

 Notified the private party serving the notice in writing that the violation has been corrected.

An alleged violator may satisfy these conditions only one time for a violation arising from the same exposure in the same facility or on the same premises. The satisfaction of these conditions does not prevent the Attorney General, a district attorney, a city attorney of a city of greater than 750,000 population, or any full-time city prosecutor with the consent of the district attorney, from filing an enforcement action against an alleged violator.

When a private party sends a notice of alleged violation that alleges one or more of the exposures listed above, the notice must include a notice of special compliance procedure, and a proof of compliance form to be completed by the alleged violator as directed in the notice.

The notice and proof of compliance form is reproduced here:

Date:

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Name of Noticing Party or attorney for Noticing Party:

Address:

Phone number:

PROOF OF COMPLIANCE

You are receiving this form because the Noticing Party listed above has alleged that you are violating California Health and Safety Code §25249.6 (Prop. 65).

The Noticing Party may <u>not</u> bring any legal proceedings against you for the alleged violation checked below if:

- (1) You have actually taken the corrective steps that you have certified in this form.
- (2) The Noticing Party has received this form at the address shown above, accurately completed by you, postmarked within 14 days of your receiving this notice.
- (3) The Noticing Party receives the required \$500 penalty payment from you at the address shown above postmarked within 30 days of your receiving this notice.
- (4) This is the first time you have submitted a Proof of Compliance for a violation arising from the same exposure in the same facility on the same premises.

PART 1: TO BE COMPLETED BY THE NOTICING PARTY OR ATTORNEY FOR THE NOTICING PARTY

The alleged violation is for an exposure to: (check one)

Alcoholic beverages that are consumed on the alleged violator's premises to the extent on-site consumption is permitted by law.
A chemical known to the state to cause cancer or reproductive toxicity in a food or beverage prepared and sold on the alleged violator's premises for immediate consumption on or off premises to the extent: (1) the chemical was not intentionally added; and (2) the chemical was formed by cooking or similar preparation of food or beverage components necessary to render the food or beverage palatable or to avoid microbiological contamination.
Environmental tobacco smoke caused by entry of persons (other than employees) on premises owned or operated by the alleged violator where smoking is permitted at any location on the premises.
Chemicals known to the State to cause cancer or reproductive toxicity in engine exhaust, to the extent the exposure occurs inside a facility owned or operated by the alleged violator and primarily intended for parking noncommercial vehicles.
IMPORTANT NOTES:
(4)) (4)

- (1) You have no potential liability under California Health and Safety Code §25249.6 if your business has nine (9) or fewer employees.
- (2) Using this form will NOT prevent the Attorney General, a district attorney, a city attorney, or a prosecutor in whose jurisdiction the violation is alleged to have occurred from filing an action over the same alleged violations, and that in any such action, the amount of civil penalty shall be reduced to reflect any payment made at this time.

Date:

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Name of Noticing Party or attorney for Noticing Party:

Address:

Phone number:

PART 2: TO BE COMPLETED BY THE ALLEGED VIOLATOR OR AUTHORIZED REPRESENTATIVE

Certification of Compliance

Accurate completion of this form will demonstrate that you are now in compliance with California Health and Safety Code §25249.6 for the alleged violation listed above. You must complete and submit the form below to the Noticing Party at the address shown above, postmarked within 14 days of you receiving this notice.

I hereby agree to pay, within 30 days of completion of this notice, a civil penalty of \$500 to the Noticing Party only and certify that I have complied with Health and Safety Code §25249.6 by (check only one of the following):

[] Posting a warning or warnings about the alleged exposure and attaching a copy of that warning and a photograph accurplacement on my premises; [] Posting the warning or warnings demanded in writing by the attaching a copy of that warning and a photograph accurately my premises; OR [] Eliminating the alleged exposure, and attaching a statement how the alleged exposure has been eliminated.	rately showing its ne Noticing Party, and y showing its placement on	
My statements on this form, and on any attachments to it, are true, complete, and correct to the best of my knowledge and belief and are made in good faith. I have carefully read the instructions to complete this form. I understand that if I make a false statement on this form, I may be subject to additional penalties under the Safe Drinking Water and Toxic Enforcement Act of 1986 (Proposition 65).		
Signature of alleged violator or authorized representative	Date	
Name and title of signatory		

FOR FURTHER INFORMATION ABOUT THE LAW OR REGULATIONS...

Contact the Office of Environmental Health Hazard Assessment's Proposition 65 Implementation Office at (916) 445-6900 or via e-mail at P65Public.Comments@oehha.ca.gov.

Revised: May 2017

NOTE: Authority cited: Section 25249.12, Health and Safety Code. Reference: Sections 25249.5, 25249.6, 25249.7, 25249.9, 25249.10 and 25249.11, Health and Safety Code.