LAW OFFICES

BRODSKY & SMITH

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May 25, 2023

Member/Manager	Member/Manager	
Horizon Hobby, LLC	Horizon Hobby, LLC	
c/o Cogency Global Inc.	c/o Cogency Global, Inc.	
850 New Burton Road, Suite 201	600 South Second St., Suite 404	
Dover, DE 19904	Springfield, IL 62704	
Member/Manager	President/CEO	
Horizon Hobby, LLC	Bachmann Industries, Inc.	
2904 Research Road	C1400 East Erie Ave.	
Champaign, IL 61822	Philadelphia, PA 19124	
President/CEO	President/CEO	
Hobby Town Unlimited, Inc.	Hobby Town Unlimited, Inc. dba Hobby Town USA	
c/o Thomas Walla	c/o Thomas Walla	
1133 Libra Drive	1133 Libra Drive	
Lincoln, NE 68512	Lincoln, NE 68512	

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 ("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. DESCRIPTION OF THE VIOLATION

- Enforcer: Gabriel Espinoza, 3924 Carlin Ave., Lynwood, CA 90262-5204; (Ph) 424-285-4896.
- 2. Alleged Violator(s): Horizon Hobby, LLC; Bachmann Industries, Inc.; Hobby Town Unlimited, Inc.; Hobby Town Unlimited, Inc. dba Hobby Town USA
- 3. Time Period of Exposure: Violations have been occurring since at least May 25, 2023 and are continuing to this day.
- **4. Listed Chemical**: Di(2-ethylhexyl) phthalate (DEHP). DEHP is listed under Proposition 65 as a chemical known to the State to cause cancer and reproductive toxicity.

5. Product:

Non- Exclusive Examples of the Product	
Horizon Hobby Spektrum Technology LiPo Batter Bag UPC# 605482766170	

6. Description of Exposure: The exposures that are the subject of this Notice result from the purchase, acquisition, handling and recommended use of the Product. The primary route of exposure to the Listed Chemical is through dermal absorption directly through the skin when consumers use, touch, or handle the Products. Some amount of exposure through ingestion can occur by touching the Product with subsequent touching of the user's hand to mouth. 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, 9595 Wilshire Blvd., Ste. 900, Beverly Hills, CA 90212, (877) 534-2590, esmith@brodskysmith.com.

Sincerely,

Evan I 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: May 25, 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 May 25, 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:

Member/Manager Horizon Hobby, LLC c/o Cogency Global Inc. 850 New Burton Road, Suite 201 Dover, DE 19904	Member/Manager Horizon Hobby, LLC c/o Cogency Global, Inc. 600 South Second St., Suite 404 Springfield, IL 62704
Member/Manager Horizon Hobby, LLC 2904 Research Road Champaign, IL 61822	President/CEO Bachmann Industries, Inc. C1400 East Erie Ave. Philadelphia, PA 19124
President/CEO Hobby Town Unlimited, Inc. c/o Thomas Walla 1133 Libra Drive Lincoln, NE 68512	President/CEO Hobby Town Unlimited, Inc. dba Hobby Town USA c/o Thomas Walla 1133 Libra Drive Lincoln, NE 68512

On May 25, 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 May 25, 2023, in Bala Cynwyd, Pennsylvania.

Evan J. Smith

ELECTRONIC MAIL SERVICE LIST

The Honorable Nancy O'Malley	Div.	
Alameda County District Attorney	The Honorible Tori Verher Salzar	Honorable Anne Marie Schubert
7776 Oakport Street, Suite 650	San Joaquin County District Automoy	Secremento County District Attorney
Oakland, CA 94621	222 E. Weber Avolute, Room 202	901 G Street
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The Honorable Allison Haley	DACassumer Environmental@siadn.org	Prop65@sacda.org
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Napa, CA 94559	701 Ocean Street	300 West Broadway
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send@volocounty.org	talatimen@co.inssen.ca.us	CityAttyProp65@sandiego.gov
Bud Porter	Alethea M. Sargent	Christopher Dalbey,
Supervising Deputy District Attorney	Assistant District Attorney	Deputy District Attorney
anta Clara County	San Francisco District Attorney's Office	
0 W Hedding Street	350 Rhode Island Street	Sauta Barbara County
an Jose, CA 95110	San Francisco, CA 94103	1112 Santa Barbara Street
PUmda scorov oce	plantum commence of the commen	Santa Barbara, CA 93101
he Honorable Gregory D. Totten,	alethen.sargent@sfgeov.org	DAPron65@co.senta-barbara.ca.us
entura County District Attorney	The Honorable Barbara Yook	Valerie Lopez, Deputy City Attorney
00 S Victoria Avenue	Calaveras County District Attorney	Office of the City Attorney
entura, CA 93009	891 Mountain Ranch Road	1390 Market Street, 7" Floor
aspecialops@ventura.org	San Andreas, CA 95249	San Francisco, CA 94102
tacey Grassini	PrantSEnv@co.culaverns.sn.us	Valctic Lopez@afcityatty.org
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artinez, CA 94553	County Govt Center Annex, 4th Floor	1200 Aguajito Road
marini Grant	San Luis Obispo, CA 93408	Monterey, CA 93940
ressini@contracostada.org	edobroth@co.slo.ca.cs	Prop65DA@co.monterey.ca.us
e Honorable Thomas Hardy	The Honorable Phillip I. Cline	The Henorable Clifford Newell
To County District Attorney	Tulure County District Astorney	Nevada County District Attorney
8 N. Edwards Street	221 5 Meoney Blvd	201 Commercial Street
dependence, CA 93526	Visalia, CA 95370	Nevada City, CA 95959
oda@inyacounty.us	Proposition tulare, ca.us	DA.Prop65@co.nevadu.ca.us
e Honorable Paul F. Zellerhach	The Honorable Stephan Passalacqua	The Honorable David Hollister
remide County District Attorney	Senoma County District Attorney	
✓ Urange Street	500 Administration Drive	Plumas County District Attorney
Perside CA 92501	Administration Office	520 Main Street, Room, 404
midSi@riveoria oria	Зонота, СА 95403	Quincy, CA 95971
Honorable Walton W. Mc. II	thumes@sonome-county.org	davidhollister@countyofplumas.com
riposa County District Attorney	The Honorable Kinmerly Lewis	The Honorable Morgan Briggs Gire
Box 730	Moreed County District Attorney	Placer County District Attorney
Timore CA 05200	550 West Main Street	10810 Justice Center Drive
riposa, CA 95338	Merced, CA 95349	Roseville, CA 95678
da@maringsacquaty.org	Prop65@countyofmerced.com	prop65@placer.ca.gov
ra V. Frimano, City Attorney	Lisa A. Smitteamp, District Attorney	State of the South of Soil
E. Santa Clara Street 16th Floor	2 180 Tulare Street	
Jose, CA 96113		
position65notices@sanjoseca.gov	Fresno, CA 93721	
TO VIOLENT TO SECULO VIOLENTIAL PROPERTY OF THE PROPERTY OF TH	consumerprofection Offreshocountyce gov	

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

The Honorabie Nancy O'Malkey	The Honorable Stacey Montgomery	The Honorable Candice Hooper	The Honorable Gregg Cohen
Alameda County District Attorney	Lassen County District Alterney	San Benito County District Altomey	Fehama County District Attomey
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 98130	Hollister, CA 95203	Red Bluff, CA 96080
The Honorable Terese Drabac	The Honorable Jackie Lacey	The Honorable Michael Ramos	The Honorable Eric Heryford
Alpine County District Attorney	Los Angeles County District Attorney	San Bernardino County District Attorney	Trinity County Olstriot Attorney
270 Laramie Street, PO BOX 248	21! West Temple Street, Suite 1200	303 West 3rd Street, 6th Floor	P.O. Box 310
Marklesville, CA 96120	Los Angeles, CA 90012	San Bernardino, CA 92415-0502	Weaverville, CA 98093
The Hencrable Todd Riebe	The Honorable David Linn	The Honorable Bonnie Dumanis	The Honorable Tim Ward Tulare County District Altomey 221 South Mooney Soulevard, Rm 224 Visalia, CA 93291-4593
Amader County District Attorney	Madera County District Attorney	San Olego County District Attorney	
708 Court Street	209 West Yosamite Avenue	330 W. Broadway Street	
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The Handble Michael Flamsay	The Hondrable Edward Beitbeilan	The Honorable George Gascon	The Honorable Caura Krieg
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 Raigel, CA 94903	San Francisco, CA 94103	Sonora, CA 95370
The Honorable Barbara Yook Calavacas County district Attorney 391 Mountain Ranch Road San Andrass, CA 95249 The Honorable John Poyner Colusa County District Attorney	The Honorable Thomas Cooke Marlposa County District Attorney 5101 Jones Streat, P.O. Box 730 Mariposa, CA 95338 The Honorable C. David Eyster Mendacino County District Attorney	The Honorable Tori Verber Salazar San Joaquin County Obstict Aftorney 222 East Weber Avenue, Room 202 Stockton, CA 95201 The Honorable Dan Dow San Luis Obispo County District Arry	The Honorable Gregory Totten Ventura County District Attorney 800 South Victoria Avenue Ventura, CA 98009 The Honorable Jeff Reisig Yolo County District Attorney
346 Filth Street	100 North State Street, P.O. Sox 1000	1095 Palm Street, 4th Floor	301 Second Street
Celusa, OA 95932	Ukiah, CA 95492	San Luis Obispo, CA 93408	Woodland, CA 5595
The Hénorable Mark Peterson	The Honorable Larry Morse II	The Hororable Stephen Wagstaffe	The Honorable Patrick McGrath
Contra Costa County Olstrict Attorney	Merced County District Attorney	San Mateo County District Altorney	Yuba County Ofstrict Attorney
900 Ward Street	550 W. Main Street	400 County Center, Third Floor	215 Fifth Street
Martinez, CA 94553 The Honorable Dale Trigg Dal Nate Caunty Olstrict Attorney 150 H Street, Roam 171 Crescent City, CA 95531	Merged, CA 95340 The Honorable Jerdan Funk Modoc County District Attorney 204 S. Court Street, Suite 202 Altures, CA 96101	Hedwood City, CA 94063 The Honorable Joyce Dudley Santa Barbara County District Attorney 1112 Santa Barbara, CA 93101	Maryaville, CA35801 The Koncrible Mike Feuer Office of the City Attorney, Los Angeles 800 City Hall East 200 North Main Street
ine Honerable Vern Pierson El Dorado County District Attorney 778 Paellie Street Placerville, CA 95867	The Honarable Tim Kendall Mono County District Attorney P.O. Box 617 Bridgeon, CA 98517	The Hongrable Jeffrey Hosen Santa Clara County District Attorney 70 West Hedding Street, West Wing San Jese, CA 95110	Los Angeles, CA 90012 The Fonusible James Sanchez Office of the City Attorney, Sacramento 915 I Street, 4th Ploor Sacramento, CA 95814
ne Hunorable Lika Smitteamp	The Honorable Dean Plippo	The Honorable Jeff Rosell Santa Cruz County District Attorney 701 Ocean Street, Room 200 Santa Cruz, CA 95050	The Honorable Jan Goldsmith
Fesno County District Attorney	Monterey County District Attorney		Office of the City Attorney, San Diego
220 Tulara Streat, #1000	P.O. Box 1131		1200 Third Avenue, Suite 1620
Tesno, CA 93724	Salines, CA 93902		San Diego, OA 92101
he Honorable Dwayne Stewart	The Honorable Allison Haley	The Honorable Stephen Carlton	The Honorable Dennis Herrera Office of the City Attorney, San Francisco 1 Dr. Carlton B. Goodlett Place San Francisco, CA 34102
Blann County Olstrict Attorney	Napa Gounty District Attorney	Shesta County District Attorney	
O. D. Box 430	1127 Ffst Street, Suite C	1355 West Street	
Villows, CA 95988	Napa, CA 94559	Redding, CA 96001	
he Plongrable Magglic Fleming	The Honorable Olifford Newell	The Honorable Lawrence Allen	The Honorable Richard Doyle Office of the City Altomey, San Jose 200 East Santa Clara Street, 16th Floor San Jose, CA 95113
lumboldt County District Attorney	Nevada County District Attorney	Slerra County District Attorney	
25 Silh Street, Fourth Fleer	201 Commercial Street	100 Courthouse Square	
Lucke, CA 95501	Nevada City, CA 95959	Downieyille, QA 95936	
he Monorable Gibert Otego nperial Caunty District Attorney 40 West Wain Street, Sulte 102 9 Centro, CA 92243	The Honorable Tony Rackauckes Orange County District Attorney 401 Civic Center Drive West Santa Ana, CA 92701	The Hangrable James Kirk Andrus Siskiyou County District Attorney P.O. Box 986 Yrska, CA 96097	Ölfice of the California Attorney General Proposition 68 Enforcement Reporting ATTN: Prop 66 Coordinator 1515 Clay Street, Suite 2000 Oakland, OA 94612-0550
he Honorable Thomas Hardy	The Hisporable R. Scott Owens	The Honorable Kilshna Abrams	2 America 20, 1970 18, Anna
nyo County District Attorney	Placer County District Attorney	Sulano County District Altorney	
.O. Drawer D	10810 Justice Center Orive, Suite 240	675 Texas Street, Sulte 4500	
dependence, CA 93626	Rosèville, CA 95678	Fainfield, CA 94533	
he Honorable Lisa Green em County District Attorney 216 Trustun Avenue akersileid, CA 93301 he Honorable Keith Fagundas	The Honorable David Hollister Plumas County District Attorney \$20 Main Strest, Room 404 Quincy, CA 95971	The Honorable Jill Havitoh Senoma County District Astomey 600 Administration Orive, Floorn 212J Santa Rosa, CA 35403.	
ings County District Attorney 480 West Lassy Boulevard lanlord, CA 93230 he kenorable Donald Anderson	The Honorable Michael Hesitin Riverside County District Attorney 3900 Orange Street Riverside, CA 92501	The Honorabile Birgit Fladager Stanislaus County District Attorney 832 12th Street, Suite 300 Modesto, CA 95354	
ske County District Attorney 55 North Forbes Street skeport CA 95458	The Honorable Anne Marle Schubert Sagramento County District Attorney 901 G Street Sagramento CA 95814	The Horiorable Amanda Hopper Sutter County District Attorney 463 Second Street, Sulte 102 Yuba Cily 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:

Name of Noticing Party or attorney for Noticing Party:

Address:

Phone number:

SPECIAL COMPLIANCE PROCEDURE PROOF OF COMPLIANCE

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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 not 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:

(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 that complies with the law, and attaching a copy of that warning and a photograph accurately showing its placement on my premises; [] Posting the warning or warnings demanded in writing by the Noticing Party, and attaching a copy of that warning and a photograph accurately showing its placement on my premises; OR [] Eliminating the alleged exposure, and attaching a statement accurately describing how the alleged exposure has been eliminated.
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.