LAW OFFICES

BRODSKY SMITH

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July 28, 2023

26 1 /26
Member/Manager
Colewillaidan, LLC
c/o Jessica Dennett
11 Broadcommon Road, Suite 343
Bristol, RI 02809
Member/Manager
Cost Plus World Market, LLC
c/o Corporation Service Company
251 Little Falls Drive
Wilmington, DE 19808
President/CEO
Kingswood Capital Management, L.P.
c/o The Corporation Trust Company
Corporation Trust Center
1209 Orange Street
Wilmington, DE 19801
Member/Manager
Kingswood Capital Management, LLC
c/o Capitol Services, Inc.
108 Lakeland Avenue
Dover, DE 19901

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 represents Ema Bell ("Bell"), 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.

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.

With respect to the Product herein, Bell 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.

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

- 1. Enforcer: Ema Bell, 222 S. Figueroa St. Apt. 1212, Los Angeles, CA 90012-2581; (Ph) 424-332-3817.
- 2. Alleged Violator(s): Colewillaidan LLC; Colewillaidan, LLC; World Market Management Services, LLC; Cost Plus World Market, LLC; Kingswood Capital Management, L.P.; Kingswood Capital Management, LLC; Kingswood Capital Management, LLC dba World Market
- 3. Time Period of Exposure: Violations have been occurring since at least July 28, 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:

Product²

Chopped Clams

Cole's Chopped Clams

UPC# 819962020144

Snow Crab

Cole's Select Snow Crab

UPC# 819962020304

6. Description of Exposure: The exposures that are the subject of this Notice result from the purchase and recommended use of the Products. 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.

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 Bell'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.

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 Bell 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, Bell is interested in seeking a constructive resolution of the claims in this Notice without engaging in costly and protracted litigation.

Bell 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 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, Ema Bell.
- (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: July 28, 2023

Evan J. Smith

Attorney for Ema Bell

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 July 28, 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:

74 1 24	
Member/Manager	Member/Manager
Colewillaidan LLC	Colewillaidan, LLC
c/o Business Filings Incorporated	c/o Jessica Dennett
108 West 13 th Street	11 Broadcommon Road, Suite 343
Wilmington, DE 19801	Bristol, RI 02809
Member/Manager	Member/Manager
World Market Management Services, LLC	Cost Plus World Market, LLC
c/o CSC-Lawyers Incorporating Service	c/o Corporation Service Company
2710 Gateway Oaks Drive, Suite 150N	251 Little Falls Drive
Sacramento, CA 95833	Wilmington, DE 19808
Member/Manager	President/CEO
Cost Plus World Market, LLC	Kingswood Capital Management, L.P.
c/o The Prentice-Hall Corporation System, Inc.	c/o The Corporation Trust Company
2710 Gateway Oaks Drive, Suite 150N	Corporation Trust Center
Sacramento, CA 95833	1209 Orange Street
	Wilmington, DE 19801
Member/Manager	Member/Manager
Kingswood Capital Management, LLC	Kingswood Capital Management, LLC
c/o Corporation Service Company	c/o Capitol Services, Inc.
251 Little Falls Drive	108 Lakeland Avenue
Wilmington, DE 19808	Dover, DE 19901
Member/Manager	· ·
Kingswood Capital Management, LLC dba World	
Market	
c/o CSC-Lawyers Incorporating Service	
2710 Gateway Oaks Drive, Suite 150N	
Sacramento, CA 95833	

On July 28, 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 July 28, 2023, in Bala Cynwyd, Pennsylvania.

Evan J. Smith

STON TURNET DAWN DERANGE PROT

The Honorable Nancy O'Malley Alameda County District Attorney 1776 Oakport Street, State 650 Oakland, CA 94621	The Homeside Tosi Verber Salzar San loggise Councy Dissrict Astonoy 222 L. Weber Avenye, Rosun 202 Sincklen, CA ISCE	Sammento County District Attorney 901 G Street Sammento, CA 95814
CSPDPmp65@acgiv.org	DAConsumer Environemental@sicdo.org	Preps 3@sacda.org
The Honorable Allison Haley	The Honombie Jeffrey S. Rosell	The Honorable Summer Stephan
Napa County District Attorney 1127 First St., Suite C	Santa Cruz County District Attorney	San Diego County District Attorney
Napa, CA 94559	00! Ocean Street	300 West Broadway
CEPD@asset c	Sunti Cruz, CA 95060	San Diego, CA 92101
CEPD@countyofnapa.org	ProphSDA@santagrameaunty.us	SanDiegoDAProp65@sdcda.org
The Honorable Jeff W. Reisig	Michelle Lationer, Program Coordinator	Mark Anksorn, Deputy City Actomey
Yolo County District Attorney 301 Second Street	Lassen County	City of San Diego
Wastle d Chart	220 S. Lassen Street	200 Third Avenue
Woodland, CA 95695	Susanville, CA 96130	San Diego, CA 92101
osead@yelecounty.org	tulatimen@co.jussen.co.us	CityAttyProp65@sandiego.gov
Bud Porter	Aleihea M. Sargent	Christopher Dalbey,
Supervising Deputy District Attorney	Assistant District Attorney	Denuty District Attorney
Darta Clara County	Son Francisco District Attorney's Office	Sauta 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
EPUmda.scogov.org	alethua.surgenti@afaerv.org	DAProp6S@co.senta-barbara.ca.us
The Honorable Gregory D. Totten,	The Honorable Barbara Yook	Valenc Lopez, Deputy City Attorney
VEHILLE COURTY District Attorney	Caliveras Coursey District Attorney	
ovu 3 Victoria Avenue	891 Mountain Ranch Road	Office of the City Attorney
CA 93009	San Andreas, CA 95249	1390 Market Street, 7th Flour
daspecialons@ventura.org	Proudshingto cultivers cales	San Francisco, CA 94102
Stacey Grassini	Base J. Dobroth	Valorie Lopez@sfcityatty.org
Deputy District Attorney	Denity District Attorney	Jeannine M. Pacioni
Contra Costa Comety	Luis Obispo County	Deputy District Attorney
00 Ward Street	Court County	Monterey County
Aartinez, CA 94553	County Govt Center Annex, 4" Floor	1200 Aguajito Road
erasibil@contracostada.org	San Luis Obispo, CA 93408	Monterpy, CA 93940
ne Honorable Thomas Hardy	siobjeth@ra.sto.ca,us	Prop65DA@co.montercy.co.us
No County District Attorney	The Househite Phillip 1. Cline	The Honosable Clifford Newell
68 N. Edwards Street	Talace County District Actorney	Nevada County District Attorney
adependence, CA 93526	221 S Mooney Blvd	201 Commercial Street
woda@invecounty.us	Visalia, CA 95370	Nevada City, CA 95959
he Honorable Paul E. Zellerbach	Pros65@leo.miarc.co.us	DA Propos@co.acvada.ca.us
wereide Court E. Zellerbach	The Elementalic Stephan Passalacqua	The Floriorable David Hollister
iverside County District Aftorney 772 Orange Street	Samonia County District Attorney	Plumas County District Attorney
iverside CA 92501	500 Administration Drive	20 Main Street, Room, 404
2501	Sonoma, CA 95403	Quincy, CA 95971
apis@vivcoda.org	ibunesiusonome-county.org	davidbollister@sountyofphunus.co
te Honorable Walter W. Wall	The Honorable Kimberly Lewis	The Honorable Morgan Briggs Gire
aripesa County District Attorney	Marced County District Attorney	Placer County District Attorney
U. BOX 730	950 West Main Stead	10810 Justice Center Drive
ariposa, CA 95338	Moreod, CA 95340	A CONTRACTOR OF THE CONTRACTOR
EGA @maringisagesunty org	Propos@countyofine (cod, com	Roseville, CA 95678
ora V. Frimann City Attorney	Commenter of the Control of the Cont	grop65@placer.ca,gov
10 E. Santa Clara Street, 16th Floor	Lisa A. Smilleamp, District Atlamey	1
m Jose, CA 96113	2 190 Telare Street	1
vpesition65notices@sanjeseca.gov	Fresno, CA 93721	
- SOMECHARICOS RESTRICTOR BOY	consumantication@fresnocountyca.go	av l

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 biographic at a			
The Hongable Namey O'Walley Alamade County Disulot Alternay 1225 Fallon Street, Room 900	The Honorable Stacey Montgomery Lassen County Clatrict Attorney 220 South Lassen Street, Ste. 5	The Honorable Candice Hooper San Benito County District Altorney 419 4th Street, Second Floor	The Honorable Gragg Cohen Tehama County District Attorney 444 Oak Street, Room L
Oakland, CA 94612	Suganville, CA 96130	Hallister, CA 95203	Red Bluff, CA 96060
The Honorable Terese Orabec	The Honorable Jackie Lacey	The Honorable Michael Ramos	The Honorable Eric Herylord
Albine County District Attorney	LOS Angeles County District Attorney	San Bernardino County 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	Sen Bernardino, CA 92415-0502	Weaverville, CA 96093
The Honorable Todd Riebe	The Honorable David Unn	The Honorable Bennie Oumanis	The Honorable Tim Ward
Amader County District Atlorney	Madera County District Attorney	San Olego County District Attorney	Tutare County District Altomey
/US Court Strant	209 West Yosemite Avenue	330 W. Broadway Street	221 South Mooney Boulevard, Rm 224
Jackson, CA 96642	Madera, CA 98637	San Diego, CA 92101	Viastia, CA 93291-4593
The Agnorable Michael Plantstay	The Honorable Edyratet Raitsorian	The Honorable George Gascon	The Honorable Caura Kileg
Butte County District Attorney	Marin County Olstrict Attorney	San Francisco County District Attorney	Tualumne County District Altorney
25 County Center Orive Oroville, CA 95955	3501 Civic Center Orlya Secon 130	850 Sryant Street, Room 322	423 North Washington Street
	San Rafgel, CA 94909	San Francisco, CA 94103	Sonora, CA 95970
The Honorable Barbera Yook	The Honorable Thomas Cooke	The Honorable Tori Verber Salazar	The Honorable Gregory Totten
Calmysias County Dietaket Areas	Mariposa County District Attorney	San Josquin County District Attorney	Ventura County District Attorney
100 Milliain Pango Rossi	5101 Jones Street, F.O. Box 730	222 East Weber Avenue, Floom 202	800 South Victoria Avenue
San Andreas, CA 95249	Marinosa, CA 95938	Stackton, CA 95201	Ventura, CA 93009
The Henorable John Poyner	The Honorable C. David Eyster	The Rongratife Can Dow	The Handrable Jeff Reisig
Colusa County District Attorney	Mendacina Caunty District Attorney	San Luis Obispo County District Ally	Yala County District Altomey
346 Fifth Street	100 North State Street, P.O. Box 1000	1095 Palm Street, 4th Floor	301 Second Street
Colusa, CA 95932	Uklah, CA 95482	San Luis Obisco, CA 98408	Woodland, CA 95695
The Honorable Mark Paterson	The Honorable Larry Morse II	The Honorable Stephen Wagstaffe	The Henerable Patrick McGrath
Contra Costa County Olstrict Attorney 900 Ward Street	We/ged County District Attorney	San Mateo County District Attorney	Yuba County Olstrict Attorney
Martinez, CA 94553	950 W. Main Street	409 County Center, Third Floor	215 Fitth Sireel
the Honorship Only Teles	Werped, CA 95340	Redwood City, CA 94069	Marysville, CA 95901
201 PIBLIC Granty Clienters Assessed	The Honerable Jerdan Funk	The Honorable Joyce Dudley	The Honorable Mike Feuer Office of the City Attorney, Los Angeles
TOU A SHEHL MOOM 171	Modec County District Attorney	Santa Barbara County District Attorney	800 City Hall East
Crescent City, CA 95691	204 S. Court Street, Suite 202 Alturas, CA 96101	1112 Santa Barbara Street	200 North Main Street
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The Honorable Vern Plerson	The Honorable Tim Kendall	the Deliver to the total	The Rongrable James Sanchez
Unrade County District Attorney	Mono County Olstrict Attorney	The Honorable Jeffrey Hosen Santa Clara County District Attorney	Office of the City Attorney, Sacramento
10 Catalia Sitasi	P.O. Box 617	70 West Hedding Street, West Wing	915 Street, 4th Floor
Placerville, CA 95667	Bridgeport, CA 93517	San Jose, CA 95110	Sacramento, CA 95814
the Handrable Libb Smittgamp	The Henorable Dean Flippo	The Honorable Jeff Rosell	The Honorable Jan Goldsmith
163110 COMPLET DISTER Attorney	Monterey County District Attorney	Santa Cruz County District Attomay	Office of the City Attorney, San Diego
SEE FREEZE STEER, HINDO	P.O. Box 1131	701 Ocean Street, Room 200	1200 Third Avenue, Suite 1520
RESIGN OA 98720	Salines, CA 98902	Santa Cruz, CA 95050	San Diego, CA 92101
the Honardble Swayne Stewart	The Honorable Alilson Haley	The Honorable Stephen Carlton	The Hongrable Dennis Herrera
Glenn County District Attorney 2.0. Box 430	Napa County District Attorney	Shasta County District Attorney	Office of the Cily Attorney, San
Villows, CA 95988	1127 First Street, Suite C	1955 Wast Street	Francisco
111043, ON 93988	Naps, CA 94559	Redding, CA 95001	1 Dr. Carlton B. Goodlett Place
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EG GIR SHOULD STREET STREET	Nevada County District Attorney	Sterra County District Altorney	Office of the City Allomey, San Jose
UPERB. CA 95501	201 Commercial Street	100 Courlhouse Square	200 East Santa Clara Street, 19th Floor
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nogical distinct Plethiet Attacam	The Honorable Tony Rackauckas	The Handrable James Kirk Andrus	Office of the California Altorney Gener
TO VALUE WIND SHOWN SHOW 100	Uranga County District Attorney	Siskiyou County District Attorney	Proposition 66 Enforcement Reporting
Centro, CA 92249	401 Civic Center Drive West	P.O. 80X 186	ATTN: Prop 65 Coordinator
	Santa Ana, CA 92701	Yraka, CA 96097	1515 Clay Street, Suite 2000 Oakland, OA 94812-0550
he Honorable Thomas Hardy	The Histographic D. C	1 75 11 20 10 10 10 10	1 Addition 202 24 12-4044
TYO COUNTY District Attorney	The Honorable A. Scott Owens Placer County District Attorney	The Honorable Krishna Abrams	1
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ndependence, CA 99526	10810 Justice Center Orive, Suite 240 Rossville, CA 95678	675 Texas Street, Suite 4500	200 00
ne Hongrable Lies Green	The Honorable David Hollister	Faidfold, GA 94583	
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235 Thistin Avenue	Plumas County District Attorney	Sonoma County District Astomey	1
Breisheid. Ca 99901	520 Main Street, Room 404	600 Administration Onive, Room 212J	
ne Honorable Keith Enguedes	Quincy, CA 95971	Santa Rusa, CA 95403	
lings County district Altomay	The Honorable Michael Hestrin	The Honorable Birgit Fladager	
	Riverside County District Attorney	Stanislaus County District Attorney	į.
400 West Large Benjamen	gran a		7
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red west casey Boulevard lanterd, CA 99230	3960 Orange Street Riverside, CA 92501	Modesto, CA 95354	
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fanierd, CA 99230 he Honorphie Consid Anderson	3960 Orange Street Riverside, CA 92501	Modesto, CA 95354 The Honorable Amanda Hopper	

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 employes 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.

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:

SPECIAL COMPLIANCE PROCEDURE 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 t	hat are consumed on the alleged violator's premises to the
extent on-site consumption	n is permitted by law.
consumption on or off pre added; and (2) the chemic	the state to cause cancer or reproductive toxicity in a food or old on the alleged violator's premises for immediate mises to the extent: (1) the chemical was not intentionally cal was formed by cooking or similar preparation of food or cessary to render the food or beverage palatable or to avoid tion.
Environmental tobacco on premises owned or ope any location on the premis	o smoke caused by entry of persons (other than employees) prated by the alleged violator where smoking is permitted at ses.
Chemicals known to the exhaust, to the extent the	e State to cause cancer or reproductive toxicity in engine exposure occurs inside a facility owned or operated by the

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.

alleged violator and primarily intended for parking noncommercial vehicles.

(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:

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

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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 accurate placement on my premises; [] Posting the warning or warnings demanded in writing by the attaching a copy of that warning and a photograph accurate 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 INCORNATION ADOLLS THE AME OF BE				

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.