Item number: 01

RULES COMMITTEE ACTION REQUEST FORM

Rules Committee Meeting Date:
Rules Committee action requested [Choose from drop down menu below]: Submit to JC (without circulating for comment)
Title of proposal: Rules and Forms: Adjustments to Dollar Amounts of Civil Penalty
Proposed rules, forms, or standards (include amend/revise/adopt/approve): Amend Cal. Rules of Court, Appendix H
Committee or other entity submitting the proposal: Judicial Council Staff
Staff contact (name, phone and e-mail): James Barolo, 415-865-8928, james.barolo@gmail.com
Identify project(s) on the committee's annual agenda that is the basis for this item: Annual agenda approved by Rules Committee on (date): Not on annual agendaTechnical change to conform forms as required by law Project description from annual agenda:
Out of Cycle: If requesting September 1 effective date or out of cycle, explain why: Tehcnical change to revise civil penalty figures based on changes to California Consumer Price Index. Health and Safety Code section 25249.7(k)(2)(B)(ii). requires this change be made every five years, effective April 1.
Additional Information for Rules Committee: (To facilitate Rules Committee's review of your proposal, please include any relevant information not contained in the attached summary.) The California Consumer Price Index (CCPI) amounts were released on February 14, 2024 and the report and appendix have been updated to include the necessary CCPI amounts. Rules Committee previously approved the text of the report and the appendix at its February 7, 2024 meeting. Staff requests final approval of this item which is now complete.
Additional Information for JC Staff (provide with reports to be submitted to JC):
 Form Translations (check all that apply) This proposal: includes forms that have been translated. includes forms or content that are required by statute to be translated. Provide the code section that mandates translation: Click or tap here to enter text. includes forms that staff will request be translated.
• Form Descriptions (for any proposal with new or revised forms) ☐ The forms in this proposal will require new or revised form descriptions on the JC forms webpage. (If this is checked, the form descriptions should be approved by a supervisor before submitting this RAR.).
Self-Help Website (check if applicable) ☐ This proposal may require changes or additions to self-help web content.



Judicial Council of California

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REPORT TO THE JUDICIAL COUNCIL

Item No.: 24-080
For business meeting on March 15, 2024

Title

Rules and Forms: Adjustments to Dollar

Amounts of Civil Penalty

Rules, Forms, Standards, or Statutes Affected Amend Cal. Rules of Court, Appendix H

Recommended by

Judicial Council staff James Barolo, Attorney Legal Services **Agenda Item Type**

Action Required

Effective Date

April 1, 2024

Date of Report

February 14, 2024

Contact

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Executive Summary

Judicial Council staff recommend that the Judicial Council amend Appendix H of the California Rules of Court to reflect changes in the California Consumer Price Index as required by Health and Safety Code section 25249.7(k)(2)(B)(ii). Appendix H sets out the five-year adjustment to the dollar amount of a civil penalty for an alleged violation of Health and Safety Code section 25249.6.

Recommendation

Judicial Council staff recommend that the Judicial Council, effective April 1, 2024, amend Appendix H of the California Rules of Court to reflect changes in the California Consumer Price Index.

The amended Appendix H is attached at page 4.

Relevant Previous Council Action

The council adopted Appendix H of the California Rules of Court in 2019, which was the first time the adjustment to the amount of civil penalty for an alleged violation of Health and Safety Code section 25249.6 was required under section 25249.7(k)(2)(B)(ii).¹

Analysis/Rationale

The Safe Drinking Water and Toxic Enforcement Act of 1986 (Proposition 65) prohibits any person, in the course of doing business, from knowingly and intentionally exposing any individual to a chemical known to the state to cause cancer or reproductive toxicity without giving a specified warning, or from knowingly discharging or releasing such a chemical into water or any source of drinking water, except as specified. A person may bring an action in the public interest for violation of the act but only after certain notices have been provided to the alleged violator and to the Attorney General.

In 2013, the Legislature amended the statute to require that, when the alleged violations were based on failure to provide certain warnings, a private exemption action is prohibited if the alleged violator, within 14 days after receipt of the required notice, corrects the alleged violation and pays a civil penalty in the amount of \$500 per facility or premises. (See § 25249.7(k).) At the same time, the Legislature mandated that the Judicial Council adjust the amount of that civil penalty every five years, beginning April 1, 2019, based on changes to the California Consumer Price Index over the prior five years. (§ 25249.7(k)(2)(B)(ii).)

Based on the recently published 2023 California Consumer Price Index figure, as set out in the formula in Appendix H of the California Rules of Court, the adjusted dollar amount of the exemptions that will be effective on April 1, 2024, is \$610.² The calculation and adjusted dollar amount are included in the amended Appendix H.³

Policy implications

There are no policy implications of this proposal as the amendment of Appendix H is required by statute.

Comments

This proposals was not circulated for public comment because minor, noncontroversial revisions are being made to implement changes in law and are therefore within the Judicial Council's purview to adopt without circulation. (See Cal. Rules of Court, rule 10.22(d)(2).)

¹ Unless otherwise noted, all statutory references hereafter are to the California Health and Safety Code.

² The California Department of Labor has published the figures on its website, at www.dir.ca.gov/OPRL/CPI/PresentCCPI.PDF.

³ As adopted in 2019, Appendix H inadvertently cites to section 26249.7(k) instead of section 25249.7(k). This proposal also amends Appendix H to cite to the correct statute.

Alternatives considered

The alternative to amending Appendix H to include the adjusted dollar amount based on changes in the California Consumer Price Index would be to not update it. Staff did not consider this option because section 25249.7(k)(2)(B)(ii) mandates that the council adjust the figures.

Fiscal and Operational Impacts

The implications of this proposal for the trial courts should be minimal. The figure in Appendix H of the California Rules of Court is information for the use of potential litigants, before any case has been filed, and should not impact court processes.

Attachments and Links

- 1. Cal. Rules of Court, Appendix H, at page 4
- 2. Link A: 2023 Consumer Price Index—California: All Urban Consumers, State of California, Department of Industrial Relations, www.dir.ca.gov/OPRL/CPI/PresentCCPI.PDF

1 **Appendix H** 2 3 Amount of Civil Penalty to Cure Alleged Violation of Proposition 65 for Failure to 4 Provide Certain Warnings (Health & Saf. Code, § 26249.7(k) 25249.7(k)) 5 6 7 Formula 8 Under Health and Safety Code section 26249.7(k) 25249.7(k), the amount of civil penalty 9 per facility or premises that an alleged violator may agree to pay within 14 days of 10 service of a notice of violation under that section will be computed and adjusted as 11 follows: 12 annual CCPI (Dec. 2018 2023) – annual CCPI (Dec. 2013 2018) + 1 annual CCPI (Dec. 2013 2018) Adjusted × dollar penalty = annual CCPI (Dec. 2013 2018) amount 13 14 15 **Definition** 16 "CCPI" means the California Consumer Price Index for All Urban Comsumers, as 17 established by the California Department of Industrial Relations. 18 19 20 Calculation and adjustment 21 Effective April 1, 2019 2024, the amount of civil penalty that an alleged violator may 22 agree to pay within 14 days of service of a notice of violation under Health and Safety 23 Code section $\frac{26249.7(k)(2)(B)(ii)}{25249.7(k)(2)(B)(ii)}$ 25249.7(k)(2)(B)(ii) is \$565 \$610 per facility or 24 premises where the alleged violation occurred. 25 26 The calculation is as follows: 27 28 29 30 31 32 Under Health and Safety Code section $\frac{26249.7(k)(2)(B)(ii)}{25249.7(k)(2)(B)(ii)}$, the 33 adjusted penalty amount is rounded to the nearest \$5, so the dollar amount of the adjusted 34 limit is rounded to \$565 \$610.