

William D. Marler, Esq.



Legal Implications







Strict Product Liability

The manufacturer of a defective product is liable if the defect rendered the product unreasonably dangerous, and the defective product caused the victim's injuries.













The Legal Standard: Strict Liability



The focus is on the product; not conduct. A company is liable if:

- 1) The product was unsafe and thus defective, and
- 2) The defective product caused an injury

STRICT LIABILITY IS LIABILITY WITHOUT REGARD TO FAULT





"Manufacturer"





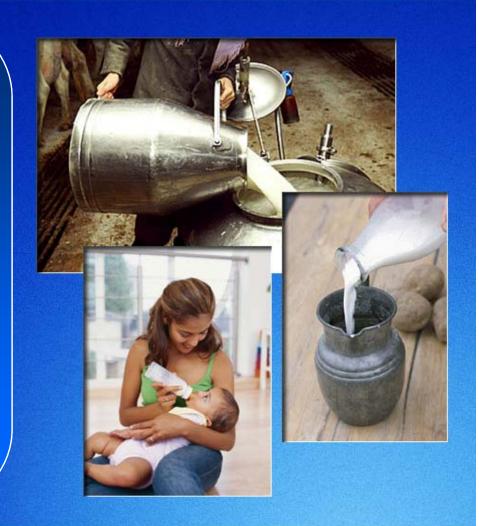
- Many states exclude product sellers
- Non-manufacturers might have risk
- Working definition: entity that designs, constructs, or fabricates the product





Key Elements

- Milk is a "product" raw or pasteurized
- E. coli O157:H7contaminated milk is "unreasonably dangerous"
- Thus, the "manufacturer" – i.e. the dairy – is strictly liable for injuries caused







Related Issues

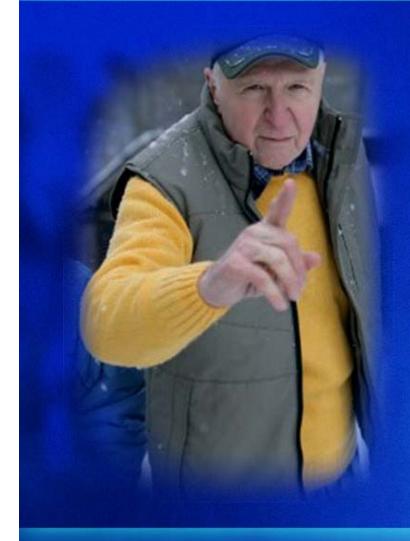
- Comparative fault
- Releases and Waivers
- Trade association liability
- Cow share arrangements







Comparative Fault



Personal injury "damages" are reduced by plaintiff's share of fault





Examples of Comparative Fault

- Consumer milks the cow and fails to follow sanitary measures
- 2. Consumer fails to refrigerate the raw milk
- 3. Consumer buys raw milk







Releases and Liability Waivers

- 1. Are they enforceable?
- 2. If so, what's the effect?

WAIVER

SUPREME COURT OF THE UNITED STAY

Augment Court Class T	45-5676
Paul Audiese Mindrell	. ACK Time Warner be o. di.
Process	(Septiment)
6 (NO MANY LIFE END OF FILE A MERCANIS By the Closes.	Excise particle, for a wink of company) school one in requestors
Please check one of the following boson:	
C Please order to expression as Comm	al al Record for all respondents.
2 There are multiple respectively, or expectation of Ferral Re-	of I do not represent all respectants. These what his de-following respectation:
Jaconst Online Solutions	
your turns has changed about your administra	t to beginned that if the thirted that the Person registed to Fig. J. Bry property States w
n- Lily 2,2003	* **
ye or princi Name Cleale M. Sterie	
GINC OX	Cliffo Cliffo
ere Onne Sement Coppins Co.	ury A Hedges (4.P
Aldress 555 Twin Delphin Drive, Ex	(in 14)
Cay & Name Redwood, Shares, Coliffe	main pay Switch
Photo 650-620-4500	
Photo Science State Stat	
THO SE PLEASE INDICATE BELO	OT TO PETITIONERS COLUMNIC, OR TO PATITION OF A CONTRIBUTE OF THE BECUPIENTS OF A CONTRIBUTE OF EDITION IS REQUIRED.
REVENUE FOR INPORMATION .	CONCERNING THE STATUS OF A CASE ON





Enforceability

- Rules differ from state to state
- Common elements of enforceability
 - Conspicuous—
 e.g. waiver clause is not in "the fine print"
 - Clarity—e.g. waiver clause identifies the risk
 - Meaningful opportunity to understand—

 e.g. the consumer has an opportunity to read and digest the terms of the contract





Legal Effect of Waivers



- Enforceable waivers may bar claims for damages
- Cannot waive an illegal act
- But most outbreaks involve kids who did not sign the waiver

Can a parent sign away his child's right to sue?





Trade Association Liability:

- Trade associations can be held liable for consumer injuries
- The crux of trade association liability is whether consumers rely on the association's information and expertise
- This depends, in part, on the association's prominence





The "Price" of Weston A. Price's Prominence





PASTURE-FED

UNPROCESSED

FULL-FAT

Americans!

Go for the Real Thing!

Boycott counterfeits!

Vote with your pocketbooks!

Join A Campaign for





Enter here to find out more about

Real Milk

A Campaign for Real Milk is a project of <u>The Weston A. Price Foundation</u>.

For sources of Real Milk contact your <u>local chapter</u>

or visit our <u>WHERE</u> page.

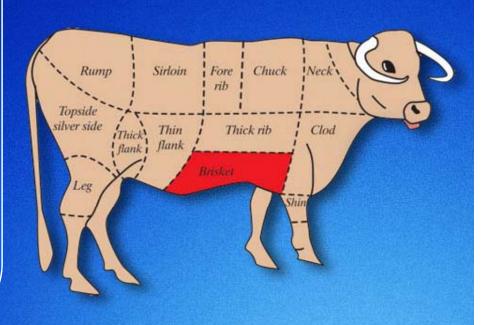






Cow Share Agreements

- Agreements that seek to avoid bans on unlicensed sale of raw milk
- Instead of selling raw milk, the farmer sells a "portion of the cow"
- Not a valid interpretation of many States' licensing requirements



Cow Share = Offshore Tax Shelter





Case Just Finished - Organic Pastures

- *E. coli* O157:H7, September 2006
- 6 children with O157:H7 and/or HUS residing in 4 California counties; 5 PFGE matches



- Common exposure was consumption of raw dairy products from Organic Pastures
- Outbreak strain NOT found in product taken from store shelves and the dairy
- Farm + for O157 but different strain





Current Case - Town Farm Dairy

- E. coli O157:H7, Sept. 2008.
- 5 persons with O157:H7 and/or HUS residing in Simsbury, Connecticut; All PFGE matches
- Common exposure was consumption of raw milk produced at Town Farm Dairy and sold at Whole Foods
- Cooperative dairy certified to sell raw milk in Connecticut
 - Outbreak strain found in a cow at the dairy







Current Case - Herb Depot



- E. coli O157:H7, April 2008
- 4 children with O157:H7 and/or HUS residing in 4 southwest Missouri counties; Most PFGE matches
- Common exposure was consumption of raw goat milk purchased at Herb Depot
- Illegal to sell raw milk in stores in Missouri
- Farm owner refused to provide investigators with milk samples for testing





Current Case - The Alexandre Eco Farms Dairy Raw Milk Outbreak







Questions?

William D. Marler Marler Clark LLP, PS 6600 Columbia Center 701 Fifth Avenue Seattle, Washington 98104 (206) 346-1890

www.marlerblog.com





