

State of California—Health and Human Services Agency California Department of Public Health



GAVIN NEWSOM Governor

April 27, 2020 VENDOR ALERT 2020 – 04

SUBJECT: PRICE GOUGING

PurposeThe California Department of Public Health, Women, Infants and Children
Division (CDPH/WIC) is requesting that vendors review information from the
California Attorney General regarding the prohibition of price gouging.

Background On March 04, 2020 California Governor Gavin Newsom declared a State of Emergency due to the spread of COVID-19. In response, California Attorney General Xavier Becerra issued an alert reminding all Californians that price gouging is illegal in all California communities during a declared State of Emergency.

According to the Attorney General, price gouging refers to sellers greatly increasing prices for essential consumer goods and services to take advantage of consumers during an emergency. However, if the increased price is directly attributable to increases in the cost of labor or materials needed to provide the good or service, the seller may not be liable under the statute.

Action for Price gouging is illegal during a declared State of Emergency. Carefully review information provided by the California Attorney General, available at:

https://oag.ca.gov/consumers/pricegougingduringdisasters#1C

Questions If you have any questions, contact your WIC Vendor Consultant or call toll-free (855) WIC-STOR or (855) 942-7867. You may also contact the WIC Vendor Management Branch by email at <u>WICVENDORINFO@cdph.ca.gov</u>.

Lantrel Stockton, Chief Vendor Management Branch Women, Infants and Children (WIC) Division



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