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**ENDORSED  
FILED**  
San Francisco County Superior Court

AUG 31 2005

GORDON PARKER, Clerk  
BY: ELIAS BUTT  
Deputy Clerk

11  
12 SUPERIOR COURT OF THE STATE OF CALIFORNIA  
13 COUNTY OF SAN FRANCISCO

14 CENTER FOR ENVIRONMENTAL HEALTH, )  
15 a non-profit corporation, )

16 Plaintiff, )

17 v. )

18 ROSS STORES, INC.; BIG LOTS, INC.; TOYS )  
19 "R" US, INC.; TOYSRUS.COM, LLC; )  
20 WALGREEN COMPANY; and Defendant )  
21 DOES 1 through 200, inclusive, )

22 Defendants. )  
23  
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28

Case No. ~~05C~~ 05-444522

COMPLAINT FOR INJUNCTIVE  
RELIEF, CIVIL PENALTIES AND  
RESTITUTION

Health & Safety Code §25249.6 *et seq.*;

(Other)

1 Plaintiff Center for Environmental Health, in the public interest, based on  
2 information and belief and investigation of counsel, except for information based on personal  
3 knowledge, hereby makes the following allegations:

4 **INTRODUCTION**

5 1. This complaint seeks to remedy defendants' continuing failure to warn  
6 individuals in California that they are being exposed to lead and lead compounds (collectively,  
7 "Lead"), chemicals known to the State of California to cause cancer, birth defects and other  
8 reproductive harm. Such exposures have occurred, and continue to occur, through the  
9 manufacture, distribution, sale and use of defendants' soft food and beverage containers that  
10 contain Lead (the "Products"). The Products include, but are not limited to, soft lunch boxes,  
11 lunch bags and coolers. Consumers, including children, are exposed to Lead when they handle  
12 the Products and when they handle or ingest the food and drinks stored inside the Products.

13 2. Under California's Proposition 65, Health and Safety Code §25249.5 *et*  
14 *seq.*, it is unlawful for businesses to knowingly and intentionally expose individuals in California  
15 to chemicals known to the State to cause cancer, birth defects or other reproductive harm without  
16 providing clear and reasonable warnings to individuals prior to their exposure. Defendants  
17 introduce soft food and beverage containers contaminated with significant quantities of Lead  
18 directly into the California marketplace, exposing consumers of their Products, many of whom  
19 are children, to Lead.

20 3. Despite the fact that defendants expose children and other consumers to  
21 Lead, defendants provide no warnings whatsoever about the carcinogenic or reproductive hazards  
22 associated with Lead exposure. Defendants' conduct thus violates the warning provision of  
23 Proposition 65. Health & Safety Code §25249.6.

24 **PARTIES**

25 4. Plaintiff Center For Environmental Health ("CEH") is a non-profit  
26 corporation dedicated to protecting the public from environmental health hazards and toxic  
27 exposures. CEH is based in Oakland, California and incorporated under the laws of the State of  
28 California. CEH is a "person" within the meaning of Health & Safety Code §25249.11(a) and  
brings this enforcement action in the public interest pursuant to Health & Safety Code  
§25249.7(d). CEH is a nationally recognized non-profit environmental advocacy group that has

1 prosecuted a large number of Proposition 65 cases in the public interest. These cases have  
2 resulted in significant public benefit, including reformulation of toxic products to make them  
3 safer and the provision of clear and reasonable warnings on hundreds of products sold throughout  
4 California. CEH also provides information to Californians about the health risks associated with  
5 exposure to hazardous substances, where manufacturers and other responsible parties fail to do  
6 so.

7 5. Defendant Ross Stores, Inc. ("Ross") is a person in the course of doing  
8 business within the meaning of Health & Safety Code §25249.11. Ross manufactures, distributes  
9 and/or sells the Products for sale and use in California.

10 6. Defendant Big Lots, Inc. ("Big Lots") is a person in the course of doing  
11 business within the meaning of Health & Safety Code §25249.11. Big Lots manufactures,  
12 distributes and/or sells the Products for sale and use in California.

13 7. Defendant Toys "R" Us, Inc. ("Toys 'R' Us") is a person in the course of  
14 doing business within the meaning of Health & Safety Code §25249.11. Toys "R" Us  
15 manufactures, distributes and/or sells the Products for sale and use in California.

16 8. Defendant Toysrus.com, LLC ("Toysrus.com") is a person in the course of  
17 doing business within the meaning of Health & Safety Code §25249.11. Toysrus.com  
18 manufactures, distributes and/or sells the Products for sale and use in California.

19 9. Defendant Walgreen Company ("Walgreen") is a person in the course of  
20 doing business within the meaning of Health & Safety Code §25249.11. Walgreen manufactures,  
21 distributes and/or sells the Products for sale and use in California.

22 10. DOES 1-200 are each a person in the course of doing business within the  
23 meaning of Health & Safety Code §25249.11. DOES 1 through 200 manufacture, distribute  
24 and/or sell the Products for sale or use in California.

25 11. The true names of DOES 1 through 200 are unknown to plaintiff at this  
26 time. When their identities are ascertained, the complaint shall be amended to reflect their true  
27 names.

28 12. The Defendants identified in paragraphs 5- 9 and DOES 1 through 200 are  
collectively referred to herein as "Defendants."

1 **JURISDICTION AND VENUE**

2 13. The Court has jurisdiction over this action pursuant to Health & Safety  
3 Code §25249.7, which allows enforcement in any court of competent jurisdiction. The  
4 California Superior Court has jurisdiction over this action pursuant to California Constitution  
5 Article VI, Section 10, which grants the Superior Court "original jurisdiction in all cases except  
6 those given by statute to other trial courts." The statutes under which this action is brought do  
7 not grant jurisdiction to any other trial court.

8 14. This Court has jurisdiction over the Defendants because each is a business  
9 entity that does sufficient business, has sufficient minimum contacts in California or otherwise  
10 intentionally avails itself of the California market through the sale, marketing or use of the  
11 Products in California and/or by having such other contacts with California so as to render the  
12 exercise of jurisdiction over it by the California courts consistent with traditional notions of fair  
13 play and substantial justice.

14 15. Venue is proper in the San Francisco Superior Court because one or more  
15 of the violations arise in the County of San Francisco.

16 **BACKGROUND FACTS**

17 16. The People of the State of California have declared by initiative under  
18 Proposition 65 their right "[t]o be informed about exposures to chemicals that cause cancer, birth  
19 defects, or other reproductive harm." Proposition 65, §1(b).

20 17. To effectuate this goal, Proposition 65 requires that individuals be  
21 provided with a "clear and reasonable warning" before being exposed to chemicals listed by the  
22 State of California as known to cause cancer, birth defects and other reproductive harm unless  
23 the business responsible for the exposure can prove that it fits within a statutory exemption.  
24 Health & Safety Code §25249.6 states, in pertinent part:

25 No person in the course of doing business shall knowingly and  
26 intentionally expose any individual to a chemical known to the  
27 state to cause cancer or reproductive toxicity without first giving  
28 clear and reasonable warning to such individual. . .

18. On February 27, 1987, the State of California officially listed Lead as a  
chemical known to cause reproductive toxicity. Lead is specifically identified as a reproductive  
toxicant under three subcategories: "developmental reproductive toxicity," which means harm to

1 the developing fetus, "female reproductive toxicity," which means harm to the female  
2 reproductive system, and "male reproductive toxicity," which means harm to the male  
3 reproductive system. 22 California Code of Regulations ("CCR") §12000(c). On February 27,  
4 1988, one year after it was listed as a chemical known to cause reproductive toxicity, Lead  
5 became subject to the clear and reasonable warning requirement regarding reproductive toxicants  
6 under Proposition 65. 22 CCR §12000(c); Health & Safety Code §25249.10(b).

7 19. On October 1, 1992, the State of California officially listed lead and lead  
8 compounds as chemicals known to cause cancer. On October 1, 1993, one year after they were  
9 listed as chemicals known to cause cancer, lead and lead compounds became subject to the clear  
10 and reasonable warning requirement regarding carcinogens under Proposition 65. 22 CCR  
11 §12000(c); Health & Safety Code §25249.10(b).

12 20. Young children are especially susceptible to the toxic effects of Lead.  
13 Children show a greater sensitivity to Lead's effects than do adults. Adverse health impacts from  
14 Lead exposure generally occur in children at lower blood Lead levels than in adults. Children  
15 absorb and retain more Lead in proportion to their weight than do adults. Young children also  
16 show a greater prevalence of iron deficiency, a condition that can increase gastrointestinal  
17 absorption of Lead. The body accumulates Lead over a lifetime and releases it slowly, so even  
18 small doses received in childhood, over time, can cause adverse health impacts, including but not  
19 limited to reproductive toxicity, later in life. For example, in times of physiological stress, such  
20 as pregnancy, the body can mobilize accumulated stores of Lead in tissue and bone, thereby  
21 increasing the level of Lead in the blood and increasing the risk of harm to the fetus.

22 21. There is no safe level of exposure to Lead and even minute amounts of  
23 Lead exposure have been shown to permanently reduce mental capacity. Davis, JM, Svendgaard,  
24 DJ; "Lead and Child Development"; *Nature* 329:297-300, 1987. One recent study on the effect  
25 of childhood Lead exposure declared that even the smallest detectable amount of blood Lead  
26 levels in children can mean the difference between an A or B grade in school. Lanphear, BP,  
27 Dietrich, K, Auinger, P, Cox, C; "Subclinical Lead Toxicity in U.S. Children and Adolescents";  
28 *Neurodevelopmental Disabilities II Platform*, 2000. Another study followed children into  
adulthood and found a sevenfold increase in the risk for developing a reading disability among  
children exposed to sufficient levels of Lead as toddlers. Needleman, HL, Schell, A, Bellinger,

1 D, Leviton, A, Allred, EN; "The Long-Term Effects of Exposure to Low Doses of Lead in  
2 Childhood: An 11-Year Follow-up Report"; *New England Journal of Medicine*; 322:83-88, 1990.

3 22. Defendants' Products contain sufficient quantities of Lead such that  
4 consumers, including children, who handle the Products and handle and ingest items stored  
5 inside the Products are exposed to Lead through the average use of the Products. These  
6 exposures occur through direct ingestion when consumers place items that have been stored in  
7 the Products in their mouths, ingestion via hand to mouth contact after consumers touch or  
8 handle the Products or items that have been stored in the Products, and dermal absorption  
9 directly through the skin when consumers touch or handle the Products or items that have been  
10 stored in the Products.

11 23. Any person acting in the public interest has standing to enforce violations  
12 of Proposition 65 provided that such person has supplied the requisite public enforcers with a  
13 valid 60-Day Notice of Violation and such public enforcers are not diligently prosecuting the  
14 action within such time. Health & Safety Code §25249.7(d).

15 24. On May 19, 2005, CEH provided a 60-Day "Notice of Violation of  
16 Proposition 65" to the California Attorney General, the District Attorneys of every county in  
17 California, the City Attorneys of every California city with a population greater than 750,000 and  
18 to each of the named Defendants. The May 19, 2005 Notice of Violation is referred to herein as  
19 the "Notice". In compliance with Health & Safety Code §25249.7(d) and 22 CCR §12903(b), the  
20 Notice included the following information: (1) the name and address of the violators; (2) the  
21 statute violated; (3) the time period during which violations occurred; (4) specific descriptions of  
22 the violations, including (a) the routes of exposure to Lead from the Products and (b) Product  
23 categories, with a specific non-exclusive example of a Product that is sold and used in violation  
24 of Proposition 65 for each named Defendant; and (5) the name of the specific Proposition 65-  
25 listed chemical (Lead) that is the subject of the violation described in the Notice.

26 25. CEH also sent a Certificate of Merit for the Notice to the California  
27 Attorney General, the District Attorneys of every county in California, the City Attorneys of  
28 every California city with a population greater than 750,000 and to the named Defendants. In

1 compliance with Health & Safety Code §25249.7(d) and 11 CCR §3101, the Certificate certified  
2 that CEH's counsel: (1) has consulted with one or more persons with relevant and appropriate  
3 experience or expertise who reviewed facts, studies or other data regarding the exposures to Lead  
4 alleged in the Notice; and (2) based on the information obtained through such consultations,  
5 believes that there is a reasonable and meritorious case for a citizen enforcement action based on  
6 the facts alleged in the attached Notice. In compliance with Health & Safety Code §25249.7(d)  
7 and 11 CCR §3102, the Certificate served on the Attorney General included factual information –  
8 provided on a confidential basis – sufficient to establish the basis for the Certificate, including  
9 the identity of the person(s) consulted by CEH's counsel and the facts, studies or other data  
10 reviewed by such persons.

11           26. None of the public prosecutors with the authority to prosecute violations  
12 of Proposition 65 has commenced and/or is diligently prosecuting a cause of action against the  
13 Proposition 65 Defendants under Health & Safety Code §25249.5 *et seq.* based on the claims  
14 asserted in the Notice.

15           27. Defendants both know and intend that individuals, including children, will  
16 handle the Products and handle and ingest items stored inside the Products, thus exposing them  
17 to Lead.

18           28. The Products are typically made from polyvinyl chloride ("PVC"). The  
19 association between PVC and Lead exposure has been widely discussed in the media in recent  
20 years, with particular attention given to products made from PVC that are marketed exclusively  
21 to children. Defendants' Products are also made with pigments, many of which contain Lead.  
22 Many of the Defendants' Products are exclusively made for and marketed to children.

23           29. Defendants have been informed of the Lead in their Products by the 60-  
24 day notice of violation served on them by CEH and from newspaper reports.

25           30. Nevertheless, Defendants continue to expose consumers, including  
26 children, to Lead without prior clear and reasonable warnings regarding the carcinogenic or  
27 reproductive hazards of Lead.

28           31. CEH has engaged in good-faith efforts to resolve the claims alleged herein

1 prior to filing this complaint.

2 32. Any person "violating or threatening to violate" Proposition 65 may be  
3 enjoined in any court of competent jurisdiction. Health & Safety Code §25249.7. "Threaten to  
4 violate" is defined to mean "to create a condition in which there is a substantial probability that a  
5 violation will occur." Health & Safety Code §25249.11(e). Proposition 65 provides for civil  
6 penalties not to exceed \$2,500 per day for each violation of Proposition 65.

7 **FIRST CAUSE OF ACTION**

8 **(Violations of the Health & Safety Code §25249.6)**

9 33. Plaintiff realleges and incorporates by reference as if specifically set forth  
10 herein Paragraphs 1 through 32 inclusive.

11 34. By placing the Products into the stream of commerce, Defendants are a  
12 person in the course of doing business within the meaning of Health & Safety Code §25249.11.

13 35. Defendants know that average use of the Products will expose users of the  
14 Products to Lead. Defendants intend that the Products be used in a manner that results in users  
15 of the Products being exposed to Lead contained in the Products.

16 36. The Defendants have failed, and continue to fail, to provide clear and  
17 reasonable warnings regarding the carcinogenicity and reproductive toxicity of Lead to users of  
18 the Products.

19 37. Lead is a chemical listed by the State of California as known to cause  
20 cancer, birth defects and other reproductive harm.

21 38. By committing the acts alleged above, the Defendants have at all times  
22 relevant to this complaint violated Proposition 65 by knowingly and intentionally exposing  
23 individuals to Lead without first giving clear and reasonable warnings to such individuals  
24 regarding the carcinogenicity and reproductive toxicity of Lead.

25 Wherefore, Plaintiff prays judgment against the Defendants, as set forth hereafter.

26 **PRAYER FOR RELIEF**

27 Wherefore, Plaintiff prays for judgment against Defendants as follows:

28 1. That the Court, pursuant to Health & Safety Code §25249.7(b), assess civil

1 penalties against each of the Defendants in the amount of \$2,500 per day for each violation of  
2 Proposition 65 according to proof;

3           2.       That the Court, pursuant to Health & Safety Code §25249.7(a),  
4 preliminarily and permanently enjoin Defendants from offering the Products for sale in  
5 California without providing clear and reasonable warnings, as CEH shall specify in further  
6 application to the Court;

7           3.       That the Court, pursuant to Health & Safety Code §25249.7(a), order  
8 Defendants to take action to stop ongoing unwarned exposures to Lead resulting from use of  
9 Products sold by Defendants, as CEH shall specify in further application to the Court;

10           4.       That the Court, pursuant to Code of Civil Procedure §1021.5 and any other  
11 applicable theory, grant Plaintiff its reasonable attorneys' fees and costs of suit; and

12           5.       That the Court grant such other and further relief as may be just and  
13 proper.

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15 Dated: August 31, 2005.

Respectfully submitted,

LEXINGTON LAW GROUP, LLP

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20 Mark N. Todzo, Esq.  
21 Attorneys for Plaintiff  
22 CENTER FOR ENVIRONMENTAL  
23 HEALTH  
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NAME, ADDRESS, TELEPHONE NUMBER OF ATTORNEY(S)  
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**FILED**  
San Francisco Superior Court  
DEC - 0 005  
GORD LI, Clerk  
BY: \_\_\_\_\_ PRO

ATTORNEY(S) FOR:

**AMENDMENT TO  
COMPLAINT**

**SUPERIOR COURT OF CALIFORNIA,  
COUNTY OF SAN FRANCISCO**

**CASE NUMBER**  
CGC-05-444522

Center for Environmental Health \_\_\_\_\_ vs. Ross Stores, Inc., et. al. \_\_\_\_\_  
Plaintiff(s) Defendant(s)

**FICTITIOUS NAME [SEC. 474 C.C.P.]**

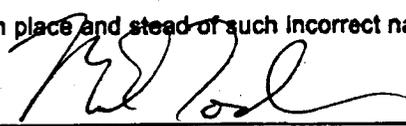
Upon filing the complaint herein, plaintiff(s) being ignorant of the true name of a defendant, and having designated said defendant in the complaint by the fictitious name of:

Doe 1

and having discovered the true name of the said defendant to be:

Wal-mart Stores, Inc.

hereby amends the complaint by inserting such true name in place and stead of such incorrect name wherever it appears in said complaint.



Attorney(s) for plaintiff(s)

**INCORRECT NAME [SEC. 473 (a)(1) C.C.P.]**

Plaintiff(s) having designated a defendant in the complaint by the incorrect name of

and having discovered the true name of the said defendant to be

hereby amend(s) the complaint by inserting such true name in place and stead of such incorrect name wherever it appears in said complaint.

Attorney(s) for Plaintiff(s)

**ORDER**

Proper cause appearing, the above amendment to the complaint is allowed.

Dated: \_\_\_\_\_

Judge