LEXINGTON LAW GROUP Eric S. Somers, State Bar No. 139050 2 Howard Hirsch, State Bar No. 213209 DEC 2 2 2010 Lisa Burger, State Bar No. 239676 3 1627 Irving Street KIM TURNER, Court Executive Officer MARIN COUNTY SUPERIOR COURT San Francisco, CA 94122 4 Telephone: (415) 759-4111 By: D. Taylor, Deputy Facsimile: (415) 759-4112 5 Attorneys for Plaintiff 6 CENTER FOR ENVIRONMENTAL HEALTH 7 8 SUPERIOR COURT OF THE STATE OF CALIFORNIA 9 COUNTY OF MARIN 10 11 CENTER FOR ENVIRONMENTAL HEALTH,) Case No. CIV 1006649 12 a non-profit corporation, 13 Plaintiff. COMPLAINT FOR INJUNCTIVE 14 RELIEF AND CIVIL PENALTIES 15 v. Health & Safety Code §25249.6, et seq. 16 LANDS' END, INC. DBA LANDS' END (Other) 17 DIRECT MERCHANTS, INC.; and DOES 1 through 200, inclusive, 18 Defendants. 19 20 21 22 23 24 25 26 27 28

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

INTRODUCTION

- 1. This Complaint seeks to remedy Defendants' continuing failure to warn individuals in California that they are being exposed to lead and lead compounds (collectively, "Lead"), chemicals known to the State of California to cause cancer and birth defects and other reproductive harm. Such exposures have occurred, and continue to occur, through the manufacture, distribution, sale and use of Defendants' keychains (the "Products"). Individuals, including pregnant women and children, are exposed to Lead when they use, touch or otherwise come into contact with the Products.
- 2. Under California's Proposition 65, Health & Safety Code §25249.5, et seq., it is unlawful for businesses to knowingly and intentionally expose individuals in California to chemicals known to the State to cause cancer, birth defects or other reproductive harm without providing clear and reasonable warnings to individuals prior to their exposure. Defendants introduce Products contaminated with significant quantities of Lead into the California marketplace, exposing consumers of their Products, many of whom are pregnant women and children, to Lead.
- 3. Despite the fact that Defendants expose pregnant women, children and other individuals to Lead, Defendants provide no warnings whatsoever about the carcinogenic or reproductive hazards associated with Lead exposure. Defendants' conduct thus violates the warning provision of Proposition 65. Health & Safety Code §25249.6.

PARTIES

4. Plaintiff CENTER FOR ENVIRONMENTAL HEALTH ("CEH") is a non-profit corporation dedicated to protecting the public from environmental health hazards and toxic exposures. CEH is based in Oakland, California and incorporated under the laws of the State of 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 prosecuted a large number of Proposition 65 cases in the public interest. These cases have resulted in significant public benefit, including reformulation of thousands of products to remove toxic chemicals and to make them safer. CEH also provides information to Californians about the health risks associated with exposure to hazardous substances, where manufacturers and other responsible parties fail to do so.

- 5. Defendant LANDS' END, INC. DBA LANDS' END DIRECT MERCHANTS, INC. is a person in the course of doing business within the meaning of Health & Safety Code §25249.11. Lands' End, Inc. dba Lands' End Direct Merchants, Inc. manufactures, distributes and/or sells the Products for sale and use in California.
- 6. DOES 1 through 200 are each a person in the course of doing business within the meaning of Health & Safety Code §25249.11. DOES 1 through 200 manufacture, distribute and/or sell the Products for sale or use in California.
- 7. The true names of DOES 1 through 200 are unknown to CEH at this time. When their identities are ascertained, the Complaint shall be amended to reflect their true names.
- 8. The defendant identified in paragraph 5 and DOES 1 through 200 are collectively referred to herein as "Defendants."

JURISDICTION AND VENUE

- 9. The Court has jurisdiction over this action pursuant to Health & Safety Code §25249.7, which allows enforcement in any court of competent jurisdiction, and pursuant to California Constitution Article VI, Section 10, because this case is a cause not given by statute to other trial courts.
- 10. This Court has jurisdiction over the Defendants because each is a business entity that does sufficient business, has sufficient minimum contacts in California or otherwise intentionally avails itself of the California market through the sale, marketing or use of the Products in California and/or by having such other contacts with California so as to render the exercise of jurisdiction over it by the California courts consistent with traditional notions of fair play and substantial justice.

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Venue is proper in the Marin Superior Court because one or more of the 11. violations arise in the County of Marin.

BACKGROUND FACTS

- 12. The People of the State of California have declared by initiative under Proposition 65 their right "[t]o be informed about exposures to chemicals that cause cancer, birth defects, or other reproductive harm." Proposition 65, §1(b).
- 13. To effectuate this goal, Proposition 65 prohibits exposing people to chemicals listed by the State of California as known to cause cancer, birth defects or other reproductive harm above certain levels without a "clear and reasonable warning" unless the business responsible for the exposure can prove that it fits within a statutory exemption. Health & Safety Code §25249.6 states, in pertinent part:

No 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 giving clear and reasonable warning to such individual. . .

- 14. 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 the developing fetus, "female reproductive toxicity," which means harm to the female reproductive system, and "male reproductive toxicity," which means harm to the male reproductive system. 27 California Code of Regulations ("C.C.R.") §27001(c). On February 27, 1988, one year after it was listed as a chemical known to cause reproductive toxicity, lead became subject to the clear and reasonable warning requirement regarding reproductive toxicants under Proposition 65. 27 C.C.R. §27001(c); Health & Safety Code §25249.10(b).
- 15. On October 1, 1992, the State of California officially listed lead and lead compounds as chemicals known to cause cancer. On October 1, 1993, one year after they were listed as chemicals known to cause cancer, lead and lead compounds became subject to the clear and reasonable warning requirement regarding carcinogens under Proposition 65. 27 C.C.R. §27001(c); Health & Safety Code §25249.10(b).

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- Children show a greater sensitivity to Lead's effects than do adults. Adverse health impacts from Lead exposure generally occur in children at lower blood Lead levels than in adults. Children absorb and retain more Lead in proportion to their weight than do adults. Young children also show a greater prevalence of iron deficiency, a condition that can increase gastrointestinal absorption of Lead. The body accumulates Lead over a lifetime and releases it slowly, so even small doses received in childhood, over time, can cause adverse health impacts, including but not limited to reproductive toxicity, later in life. For example, in times of physiological stress, such as pregnancy, the body can mobilize accumulated stores of Lead in tissue and bone, thereby increasing the level of Lead in the blood and increasing the risk of harm to the fetus.
- Lead exposure have been proven harmful to children and adults. Studies have repeatedly concluded that concentrations of Lead in children's blood previously deemed acceptable can have adverse health effects. *See, e.g.,* Canfield, R.L., *et al.*, "Intellectual Impairment in Children with Blood Lead Concentrations below 10 ug per Deciliter," *New England Journal of Medicine* 348:16, 2003. Another study on the effect of childhood Lead exposure declared that even the smallest detectable amount of blood Lead levels in children can mean the difference between an A or B grade in school. Lanphear, B.P., Dietrich, K., Auinger, P., Cox, C., "Subclinical Lead Toxicity in U.S. Children and Adolescents," *Neurodevelopmental Disabilities II Platform*, 2000.
- 18. Lead exposures for pregnant women are also of particular concern in light of evidence that even short term lead exposures *in utero* may have long-term harmful effects. Hu, H., *et al.*, "Fetal Lead Exposure at Each State of Pregnancy as a Predictor of Infant Mental Development," *Environmental Health Perspectives* 114:11, 2006; Schnaas, Lourdes, *et al.*, "Reduced Intellectual Development in Children with Prenatal Lead Exposure," *Environmental Health Perspectives* 114:5, 2006.
- 19. Defendants' Products contain sufficient quantities of Lead such that individuals, including pregnant women and children, who handle the Products are exposed to

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Lead through the average use of the Products. The routes of exposure for the violations are direct ingestion when individuals place the Products in their mouths; ingestion via hand-tomouth contact after individuals touch or handle the Products; and dermal absorption directly through the skin when individuals touch or handle the Products. These exposures to Lead occur in homes, workplaces and everywhere else throughout California where the Products are touched, handled or used.

- 20. No clear and reasonable warning is provided with the Products regarding the carcinogenic or reproductive hazards of Lead.
- 21. Any person acting in the public interest has standing to enforce violations of Proposition 65 provided that such person has supplied the requisite public enforcers with a valid 60-Day Notice of Violation and such public enforcers are not diligently prosecuting the action within such time. Health & Safety Code §25249.7(d).
- 22. More than sixty days prior to naming each Defendant in this lawsuit, CEH provided a 60-Day "Notice of Violation of Proposition 65" to the California Attorney General, the District Attorneys of every county in California, the City Attorneys of every California city with a population greater than 750,000 and to each of the named Defendants. In compliance with Health & Safety Code §25249.7(d) and 27 C.C.R. §25903(b), each Notice included the following information: (1) the name and address of the violators; (2) the statute violated; (3) the time period during which violations occurred; (4) specific descriptions of the violations, including (a) the routes of exposure to Lead from the Products, and (b) the specific type of Products sold and used in violation of Proposition 65; and (5) the name of the specific Proposition 65-listed chemical that is the subject of the violations described in each Notice.
- 23. CEH also sent a Certificate of Merit for each Notice to the California Attorney General, the District Attorneys of every county in California, the City Attorneys of every California city with a population greater than 750,000 and to each of the named Defendants. In compliance with Health & Safety Code §25249.7(d) and 11 C.C.R. §3101, each Certificate certified that CEH's counsel: (1) has consulted with one or more persons with relevant and appropriate experience or expertise who reviewed facts, studies or other data

regarding the exposures to Lead alleged in each Notice; and (2) based on the information obtained through such consultations, believes that there is a reasonable and meritorious case for a citizen enforcement action based on the facts alleged in each Notice. In compliance with Health & Safety Code §25249.7(d) and 11 C.C.R. §3102, each Certificates served on the Attorney General included factual information – provided on a confidential basis – sufficient to establish the basis for the Certificate, including the identity of the person(s) consulted by CEH's counsel and the facts, studies or other data reviewed by such persons.

- 24. None of the public prosecutors with the authority to prosecute violations of Proposition 65 has commenced and/or is diligently prosecuting a cause of action against Defendants under Health & Safety Code §25249.5, *et seq.*, based on the claims asserted in the Notice.
- 25. Defendants both know and intend that individuals, including pregnant women and children, will touch or handle the Products, thus exposing them to Lead.
- 26. Under Proposition 65, an exposure is "knowing" where the party responsible for such exposure has:

knowledge of the fact that a[n]... exposure to a chemical listed pursuant to [Health & Safety Code §25249.8(a)] is occurring. No knowledge that the... exposure is unlawful is required.

- 27 C.C.R. §25102(n). This knowledge may be either actual or constructive. *See, e.g.*, Final Statement of Reasons Revised (November 4, 1988) (pursuant to former 22 C.C.R. Division 2, §12201).
- 27. Defendants have been informed of the Lead in their Products by the 60-Day Notice of Violation and accompanying Certificate of Merit served on them by CEH.
- 28. Defendants also have constructive knowledge that their Products contain Lead due to the widespread media coverage concerning the problem of Lead in consumer products.
- 29. As companies that manufacture, import, distribute and/or sell the Products for use in the California marketplace, Defendants know or should know that the Products contain

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By committing the acts alleged above, Defendants have at all times