ENDORSED FILED ALAMEDA COUNTY

APR 2 3 2013

1 Christopher M. Martin, State Bar No. 186021 Josh Voorhees, State Bar No. 241436 2 Stephen E. Cohen, State Bar No. 284416 THE CHANLER GROUP 3 2560 Ninth Street Parker Plaza, Suite 214 4 Berkeley, CA 94710-2565 Telephone: (510) 848-8880 5 Facsimile: (510) 848-8118 6 Attorneys for Plaintiff PETER ENGLANDER 7 8 SUPERIOR COURT OF THE STATE OF CALIFORNIA 9 **COUNTY OF ALAMEDA** 10 UNLIMITED CIVIL JURISDICTION 11 12 PETER ENGLANDER, 13 Plaintiff, 14 **COMPLAINT FOR CIVIL PENALTIES** AND INJUNCTIVE RELIEF \mathbf{v} . 15 CM INTERNATIONAL, INC.; CMC (Health & Safety Code. § 25249.6, et seq.) 16 WORLDWIDE, INC.; BERKSHIRE HATHAWAY, INC.; R.C. WILLEY HOME 17 FURNISHINGS: RATTAN SPECIALTIES. INC.; and DOES 1-150, inclusive, 18 Defendants. 19 20 21 22 23 24 25 26 27

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COMPLAINT FOR CIVIL PENALTIES AND INJUNCTIVE RELIEF

NATURE OF THE ACTION

- 1. This Complaint is a representative action brought by Plaintiff PETER ENGLANDER in the public interest of the citizens of the State of California to enforce the People's right to be informed of the presence of Tris(1,3-dichloro-2-propyl)phosphate ("TDCPP"), a toxic chemical found in padded upholstered furniture sold in the State of California. TDCPP is a toxic chemical that is used to treat polyurethane foam, which is used as padding or cushioning in a variety of products.
- 2. By this Complaint, Plaintiff seeks to remedy Defendants' continuing failures to warn California citizens about the risks of exposures to TDCPP present in and on padded upholstered furniture manufactured, distributed, sold, and offered for sale or use to consumers throughout the State of California.
- 3. Detectable levels of TDCPP are commonly found in and on padded upholstered furniture that Defendants manufacture, distribute, sell, and offer for sale to consumers throughout the State of California. Individuals in California, including infants and children, are exposed to TDCPP in the products through various routes of exposure: (i) through inhalation when TDCPP is released from padded upholstered furniture; (ii) through dermal exposure when TDCPP from padded upholstered furniture accumulates in ambient particles that are subsequently touched by such individuals; and (iii) through ingestion when such particles are brought into contact with the mouth.
- 4. Under the Safe Drinking Water and Toxic Enforcement Act of 1986, codified at Health and Safety Code Section 25249.6 *et seq.* ("Proposition 65"), "[n]o 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 . . ." (Health & Safety Code § 25249.6.)
- 5. TDCPP has been used in consumer products as an additive flame retardant since the 1960s. In the late 1970s, based on findings that exposure to TDCPP could have mutagenic

effects, the United States Consumer Product Safety Commission banned the use of TDCPP in children's pajamas.

- 6. Pursuant to Proposition 65, on October 28, 2011, California identified and listed TDCPP as a chemical known to cause cancer. TDCPP became subject to the "clear and reasonable warning" requirements of the Act one year later on October 28, 2012. (Cal. Code Regs., Tit. 27, § 27001(c); Health & Safety Code §§ 25249.8 & 25249.10(b).)
- 7. Defendants manufacture, distribute, import, sell, and/or offer for sale in California products containing TDCPP as follows:
 - a. Defendants CM International, Inc. ("CM INTERNATIONAL"), CMC Worldwide, Inc. ("CMC WORLDWIDE"), Berkshire Hathaway, Inc. ("BERKSHIRE"), and R.C. Willey Home Furnishings ("R.C. WILEY") manufacture, distribute, import, sell and/or offer for sale in California padded upholstered stools containing TDCPP without a warning including, but not limited to, the 30" Barstool, #2944C-ESP;
 - b. Defendant Rattan Specialties, Inc. ("RATTAN") manufactures, distributes, imports, sells and/or offers for sale in California padded upholstered furniture including stools containing TDCPP without a warning including, but not limited to, the *Barstool*, #1010.
- 8. All padded upholstered furniture containing TDCPP, as listed in paragraphs 7(a) through (b) above, shall hereinafter be referred to as the "PRODUCTS." As to each specific Defendant, however, PRODUCTS shall refer only to those specific products listed for each specific Defendant in paragraphs 7(a) through (b) above.
- 9. Although Defendants expose infants, children, and other people to TDCPP in the PRODUCTS, Defendants provide no warnings about the carcinogenic hazards associated with these TDCPP exposures. Defendants' failures to warn consumers and other individuals in the State of California not covered by California's Occupational Health Act, Labor Code § 6300 *et seq.* about their exposures to TDCPP in conjunction with Defendants' sales of the PRODUCTS,

is a violation of Proposition 65, and subjects Defendants to enjoinment of such conduct as well as civil penalties for each violation. (Health & Safety Code § 25249.7(a) & (b)(1).)

- 10. As a result of Defendants' violations of Proposition 65, Plaintiff seeks preliminary and permanent injunctive relief to compel Defendants to provide purchasers or users of the PRODUCTS with the required warning regarding the health hazards of TDCPP in the PRODUCTS. (Health & Safety Code § 25249.7(a).)
- 11. Pursuant to Health and Safety Code Section 25249.7(b), Plaintiff also seeks civil penalties against Defendants for their violations of Proposition 65.

PARTIES

- 12. Plaintiff PETER ENGLANDER is a citizen of the State of California who is dedicated to protecting the health of California citizens through the elimination or reduction of toxic exposures from consumer products and he brings this action in the public interest pursuant to Health and Safety Code Section 25249.7(d).
- 13. CM INTERNATIONAL is a person in the course of doing business within the meaning of Health and Safety Code Section 25249.11.
- 14. CM INTERNATIONAL manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use in the State of California, or implies by its conduct that it manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use in the State of California.
- 15. CMC WORLDWIDE is a person in the course of doing business within the meaning of Health and Safety Code Section 25249.11.
- 16. CMC WORLDWIDE manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use in the State of California, or implies by its conduct that it manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use in the State of California.
- 17. BERKSHIRE is a person in the course of doing business within the meaning of Health and Safety Code Section 25249.11.

- 18. BERKSHIRE manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use in the State of California, or implies by its conduct that it manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use in the State of California.
- 19. R.C. WILLEY is a person in the course of doing business within the meaning of Health and Safety Code Section 25249.11.
- 20. R.C. WILLEY manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use in the State of California, or implies by its conduct that it manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use in the State of California.
- 21. RATTAN is a person in the course of doing business within the meaning of Health and Safety Code Section 25249.11.
- 22. RATTAN manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use in the State of California, or implies by its conduct that it manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use in the State of California.
- 23. Defendant DOES 1-150 are each persons in the course of doing business within the meaning of Health and Safety Code Section 25249.11(b), that manufacture, distribute, sell, and/or offer the PRODUCTS for sale in the State of California. At this time, the true names and capacities of defendants DOES 1 through 150, inclusive, are unknown to Plaintiff, who, therefore, sues said defendants by their fictitious names pursuant to Code of Civil Procedure Section 474. Plaintiff is informed and believes, and on that basis alleges, that each of the fictitiously named defendants is responsible for the acts and occurrences alleged herein. When ascertained, their true names and capacities shall be reflected in an amended complaint.
- 24. CM INTERNATIONAL, CMC WORLDWIDE, BERKSHIRE, R.C. WILLEY, RATTAN and Defendants DOES 1-150 are collectively referred to herein as "DEFENDANTS."

VENUE AND JURISDICTION

- 25. Venue is proper in Alameda County Superior Court, pursuant to Code of Civil Procedure sections 393, 395, and 395.5, because this Court is a court of competent jurisdiction, because Plaintiff seeks civil penalties against DEFENDANTS, because one or more instances of wrongful conduct occurred, and continue to occur, in Alameda County, and/or because DEFENDANTS conducted, and continue to conduct, business in this county with respect to the PRODUCTS.
- 26. The California Superior Court has jurisdiction over this action pursuant to California Constitution Article VI, Section 10, which grants the Superior Court "original jurisdiction in all causes except those given by statute to other trial courts." The statute under which this action is brought does not specify any other basis of subject matter jurisdiction.
- 27. The California Superior Court has jurisdiction over DEFENDANTS based on Plaintiff's information and good faith belief that each Defendant is a person, firm, corporation or association that is a citizen of the State of California, has sufficient minimum contacts in the State of California, and/or otherwise purposefully avails itself of the California market.

 DEFENDANTS' purposeful availment of California as a marketplace for the PRODUCTS renders the exercise of personal jurisdiction by California courts over DEFENDANTS consistent with traditional notions of fair play and substantial justice.

FIRST CAUSE OF ACTION

(Violation of Proposition 65 - Against All Defendants)

- 28. Plaintiff realleges and incorporates by reference, as if fully set forth herein, Paragraphs 1 through 27, inclusive.
- 29. In enacting Proposition 65, in the preamble to the Safe Drinking Water and Toxic Enforcement Act of 1986, the People of California expressly declared their right "[t]o be informed about exposures to chemicals that cause cancer, birth defects, or other reproductive harm."

- 30. Proposition 65 states, "[n]o 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 . . . " (Health & Safety Code § 25249.6.)
- 31. On February 8, 2013, Plaintiff's sixty-day notice of violation, together with the requisite certificate of merit, was provided to CM INTERNATIONAL, CMC WORLDWIDE, BERKSHIRE, R.C. WILLEY and certain public enforcement agencies stating that, as a result of CM INTERNATIONAL, CMC WORLDWIDE, BERKSHIRE and R.C. WILLEY'S sales of the PRODUCTS containing TDCPP, purchasers and users in the State of California were being exposed to TDCPP resulting from their reasonably foreseeable uses of the PRODUCTS, without the individual purchasers and users first having been provided with a "clear and reasonable warning" regarding such toxic exposures, as required by Proposition 65.
- 32. On February 15, 2013, Plaintiff's sixty-day notice of violation, together with the requisite certificate of merit, was provided to RATTAN and certain public enforcement agencies stating that, as a result of RATTAN'S sales of the PRODUCTS containing TDCPP, purchasers and users in the State of California were being exposed to TDCPP resulting from their reasonably foreseeable uses of the PRODUCTS, without the individual purchasers and users first having been provided with a "clear and reasonable warning" regarding such toxic exposures, as required by Proposition 65.
- 33. DEFENDANTS have engaged in the manufacture, importation, distribution, sale, and offering of the PRODUCTS for sale or use in violation of Health and Safety Code Section 25249.6, and DEFENDANTS' violations have continued to occur beyond their receipt of Plaintiff's sixty-day notices of violation. As such, DEFENDANTS' violations are ongoing and continuous in nature, and will continue to occur in the future.
- 34. After receiving Plaintiff's sixty-day notices of violation, the appropriate public enforcement agencies have failed to commence and diligently prosecute a cause of action against DEFENDANTS under Proposition 65.

- 35. The PRODUCTS manufactured, imported, distributed, sold, and offered for sale or use in the State of California by DEFENDANTS contain TDCPP such that they require a "clear and reasonable" warning under Proposition 65.
- 36. DEFENDANTS knew or should have known that the PRODUCTS they manufacture, import, distribute, sell, and offer for sale or use in the State of California contain TDCPP.
- 37. TDCPP is present in or on the PRODUCTS in such a way as to expose individuals to TDCPP through dermal contact, ingestion, and/or inhalation during reasonably foreseeable uses of the PRODUCTS.
- 38. The normal and reasonably foreseeable uses of the PRODUCTS have caused, and continue to cause, consumer exposures and workplace exposures to TDCPP, as such exposures are defined by Title 27 of the California Code of Regulations, Section 25602(b).
- 39. DEFENDANTS had knowledge that the normal and reasonably foreseeable uses of the PRODUCTS expose individuals to TDCPP through dermal contact, ingestion, and/or inhalation.
- 40. DEFENDANTS intended that such exposures to TDCPP from the reasonably foreseeable uses of the PRODUCTS would occur by DEFENDANTS' deliberate, non-accidental participation in the manufacture, importation, distribution, sale, and offering of the PRODUCTS for sale or use to individuals in the State of California.
- 41. DEFENDANTS failed to provide a "clear and reasonable warning" to those consumers and other individuals in the State of California who were or who would become exposed to TDCPP through dermal contact, ingestion, and/or inhalation during the reasonably foreseeable uses of the PRODUCTS.
- 42. Contrary to the express policy and statutory prohibition of Proposition 65 enacted directly by California voters, individuals exposed to TDCPP through dermal contact, ingestion, and/or inhalation resulting from the reasonably foreseeable uses of the PRODUCTS sold by DEFENDANTS without a "clear and reasonable warning" have suffered, and continue to suffer,

irreparable harm for which they have no plain, speedy, or adequate remedy at law.

- Pursuant to Health and Safety Code Section 25249.7(b), as a consequence of the 43. above-described acts, DEFENDANTS are liable for a maximum civil penalty of \$2,500 per day for each violation.
- As a consequence of the above-described acts, Health and Safety Code 44. Section 25249.7(a) also specifically authorizes the Court to grant injunctive relief against DEFENDANTS.

PRAYER FOR RELIEF

Wherefore, Plaintiff prays for judgment against DEFENDANTS, and each of them, as follows:

- 1. That the Court, pursuant to Health and Safety Code Section 25249.7(b), assess civil penalties against DEFENDANTS in the amount of \$2,500 per day for each violation;
- 2. That the Court, pursuant to Health and Safety Code Section 25249.7(a), preliminarily and permanently enjoin DEFENDANTS from manufacturing, distributing, or offering the PRODUCTS for sale or use in the State of California without first providing a "clear and reasonable warning" as defined by Title 27 of the California Code of Regulations, Section 25601 et seq., as to the harms associated with exposures TDCPP;
 - That the Court grant Plaintiff his reasonable attorneys' fees and costs of suit; and 3.
 - 4. That the Court grant such other and further relief as may be just and proper.

Dated: April 22, 2013

THE CHANLER GROUP

Stephen E. Cohen Attorneys for Plaintiff

PETER ENGLANDER