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ENDORSED ALAMEDA COUNTY APR - 9 2014

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SUPERIOR COURT OF THE STATE OF CALIFORNIA

COUNTY OF ALAMEDA - UNLIMITED CIVIL JURISDICTION

ANTHONY E. HELD, PhD., P.E.,

Plaintiff,

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KRUEGER INTERNATIONAL, INC., d.b.a. KI/KRUEGER COMMERCIAL, INC.; and DOES 1 -20, inclusive,

Defendants.

Case No. **RG1472** 1395

COMPLAINT FOR CIVIL PENALTIES AND INJUNCTIVE RELIEF

(Health & Safety Code § 25249.6, et seq.)

NATURE OF THE ACTION

1. This Complaint is a representative action brought by plaintiff ANTHONY E. HELD., PhD., P.E. ("PLAINTIFF") 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") and Di(2-ethylhexyl)phthalate ("DEHP"), toxic chemicals found in padded upholstered furniture sold in California. TDCPP is a toxic chemical used to treat polyurethane foam, which is used as padding or cushioning in a variety of products. DEHP is a toxic chemical used to treat vinyl/PVC, which is used in a variety of products.

COMPLAINT FOR CIVIL PENALTIES AND INJUNCTIVE RELIEF

Case No.:

- 2. By this Complaint, PLAINTIFF seeks to remedy Defendant's continuing failures to warn California citizens about the risk of exposure to TDCPP and DEHP present in and on chairs with vinyl/PVC upholstery and chairs with foam padding manufactured, distributed, and offered for sale or use to consumers throughout the State of California.
- 3. Detectable levels of TDCPP and DEHP are commonly found in and on chairs with vinyl/PVC upholstery and chairs with foam padding that Defendant manufactures, distributes, and offers for sale to consumers throughout the State of California. Individuals in California, including infants and children, are exposed to TDCPP and/or DEHP in the products through various routes of exposure: (i) through inhalation when TDCPP and DEHP are released from chairs with vinyl/PVC upholstery and chairs with foam padding; (ii) through dermal exposure when TDCPP and DEHP from chairs with vinyl/PVC upholstery and chairs with foam padding accumulate 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(b); Health & Safety Code §§ 25249.8 & 25249.10(b).

- 7. Pursuant to Proposition 65, on October 24, 2003, California identified and listed DEHP as a chemical known to cause cancer. DEHP became subject to the "clear and reasonable warning" requirements of the Act one year later on October 24, 2004. Cal. Code Regs., Tit. 27, § 27001(c); Health & Safety Code §§ 25249.8 & 25249.10(b).
- 8. TDCPP and DEHP are hereinafter collectively referred to as the "LISTED CHEMICALS."
- 9. Defendant KRUEGER INTERNATIONAL, INC., d.b.a. KI/KRUEGER COMMERCIAL, INC. ("KRUEGER") manufactures, distributes, imports, sells and/or offers for sale in California chairs with foam padding and chairs with vinyl/PVC upholstery containing TDCPP and DEHP without a warning including, but not limited to, Folding Chair, Model #344DV/WG/VBH. All such chairs with vinyl/PVC upholstery and chairs with foam padding containing the LISTED CHEMICALS are referred to collectively hereinafter as the "PRODUCTS."
- CHEMICALS in the PRODUCTS, Defendant provides no warnings about the carcinogenic and reproductive hazards associated with exposures to the LISTED CHEMICALS. Defendant's failures to warn consumers and other individuals and workers (specifically those not subject to California's Occupational Health Act, Labor Code section 6300 et seq. or exempted under the out-of-state manufacturer rule) in the State of California about their exposures to the LISTED CHEMICALS in conjunction with Defendant's sales of the PRODUCTS, is a violation of Proposition 65, and subjects Defendant to enjoinment of such conduct as well as civil penalties for each violation. Health & Safety Code § 25249.7(a) & (b)(1).
- 11. As a result of Defendant's violations of Proposition 65, PLAINTIFF seeks preliminary and permanent injunctive relief to compel Defendant to provide purchasers or users of the PRODUCTS with the required warning regarding the health hazards of the LISTED CHEMICALS in the PRODUCTS. Health & Safety Code § 25249.7(a).

12. Pursuant to Health and Safety Code section 25249.7(b), PLAINTIFF also seeks civil penalties against Defendant for its violations of Proposition 65.

PARTIES

- 13. Plaintiff ANTHONY E. HELD., PhD., P.E. ("PLAINTIFF"), 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).
- 14. Defendant KRUEGER INTERNATIONAL, INC., d.b.a. KI/KRUEGER COMMERCIAL, INC. ("KRUEGER") is a person in the course of doing business within the meaning of Health and Safety Code sections 25249.6 and 25249.11.
- 15. KRUEGER 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.
- 16. Defendants DOES 1 -20 are each persons in the course of doing business within the meaning of Health and Safety Code section 25249.11(b), which 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 20, 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.
- 17. KRUEGER and Defendants DOES 1 -20 are collectively referred to herein as "DEFENDANTS."

VENUE AND JURISDICTION

18. Venue is proper in Alameda 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 the County of Alameda, and/or because DEFENDANTS conducted, and continue to conduct, business in this county with respect to the PRODUCTS.

- 19. 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.
- 20. The California Superior Court has jurisdiction over DEFENDANTS based on PLAINTIFF'S information and good faith belief that each of the DEFENDANTS 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)

- 21. PLAINTIFF re-alleges and incorporates by reference, as if fully set forth herein, Paragraphs 1 through 20, inclusive.
- 22. 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."
- 23. 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.

- 24. On October 25, 2013, PLAINTIFF'S sixty-day notice of violation, together with the requisite certificate of merit, was provided to KRUEGER and certain public enforcement agencies stating that, as a result of DEFENDANTS' sales of the PRODUCTS containing TDCPP, purchasers and users in the State of California were being exposed to TDCPP resulting from their reasonably foreseeable use 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.
- 25. On October 25, 2013, PLAINTIFF'S sixty-day notice of violation, together with the requisite certificate of merit, was provided to KRUEGER and certain public enforcement agencies stating that, as a result of DEFENDANTS' sales of the PRODUCTS containing DEHP, purchasers and users in the State of California were being exposed to DEHP resulting from their reasonably foreseeable use 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.
- 26. 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 notice of violation. As such, DEFENDANTS' violations are ongoing and continuous in nature, and will continue to occur in the future.
- 27. After receiving PLAINTIFF'S sixty-day notice of violation, the appropriate public enforcement agencies have failed to commence and diligently prosecute a cause of action against DEFENDANTS under Proposition 65.
- 28. The PRODUCTS manufactured, imported, distributed, sold, and offered for sale or use in California by DEFENDANTS contain LISTED CHEMICALS such that they require a "clear and reasonable" warning under Proposition 65.
- 29. DEFENDANTS knew or should have known that the PRODUCTS they manufacture, import, distribute, sell, and offer for sale or use in California contain LISTED CHEMICALS.

- 30. The LISTED CHEMICALS are present in or on the PRODUCTS in such a way as to expose individuals to the LISTED CHEMICALS through dermal contact, ingestion, and/or inhalation during reasonably foreseeable use of the PRODUCTS including through workplace exposure to the PRODUCTS.
- 31. The normal and reasonably foreseeable uses of the PRODUCTS have caused, and continue to cause, consumer products exposures to LISTED CHEMICALS, as such exposures are defined by the California Code of Regulations Title 27, section 25602(b).
- 32. DEFENDANTS had knowledge that the normal and reasonably foreseeable uses of the PRODUCTS expose individuals to LISTED CHEMICALS through dermal contact, ingestion, and/or inhalation.
- 33. DEFENDANTS intended that such exposures to LISTED CHEMICALS 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.
- 34. 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 the LISTED CHEMICALS through dermal contact, ingestion, and/or inhalation during the reasonably foreseeable uses of the PRODUCTS including through workplace exposure to the PRODUCTS.
- 35. Contrary to the express policy and statutory prohibition of Proposition 65 enacted directly by California voters, individuals exposed to the LISTED CHEMICALS through dermal contact, ingestion, and/or inhalation resulting from the reasonably foreseeable uses of the PRODUCTS including through workplace exposure to 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.
- 36. Pursuant to Health and Safety Code section 25249.7(b), as a consequence of the above-described acts, DEFENDANTS are liable for a maximum civil penalty of \$2,500 per day for each violation.

37. As a consequence of the above-described acts, Health and Safety Code section 25249.7(a) also specifically authorizes the Court to grant injunctive relief against DEFENDANTS.

PRAYER FOR RELIEF

Wherefore, PLAINTIFF pray 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 California without first providing a "clear and reasonable warning" as defined by the California Code of Regulations title 27, section 25601 *et seq.*, as to the harms associated with exposures the LISTED CHEMICALS;
- 3. That the Court, pursuant to Health and Safety Code section 25249.7(a), issue preliminary and permanent injunctions mandating that DEFENDANTS recall all PRODUCTS currently in the chain of commerce in California without a "clear and reasonable warning" as defined by California Code of Regulations title 27, section 25601 *et seq.*,
- 4. That the Court grant PLAINTIFF his reasonable attorneys' fees and costs of suit; and
 - 5. That the Court grant such other and further relief as may be just and proper.

Dated: April 9, 2014 Respectfully Submitted,

MOSCONE EMBLIDGE SATER & OTIS LLP

By:

Jordan M. Otis

Attorneys for Plaintiff

ANTHONY E. HELD., PhD., P.E.