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SUPERIOR COURT OF THE STATE OF CALIFORNIA COUNTY OF ALAMEDA

MARTHA VELARDE,

Attorneys for Plaintiff

Plaintiff,

VS.

LG SOURCING INC., LOWE'S HOME CENTER'S LLC, & LOWE'S COMPANIES, INC.,

Defendants,

CASE NO.: **RG1**5767605

JUDGE

DEPT .:

COMPLAINT FOR CIVIL PENALTIES AND INJUNCTIVE RELEIF

(Violation of Health & Safety Code §25249.5 et seq.)

Plaintiff, Martha Velarde, by and through her attorneys, alleges the following cause of action in the public interest of the citizens of the State of California.

BACKGROUND OF THE CASE

1. Plaintiff Martha Velarde ("Plaintiff" or "Velarde"), brings this representative action on behalf of all California citizens to enforce relevant portions of Safe Drinking Water and Toxic Enforcement Act of 1986, codified at the Health and Safety Code § 25249.5 et seq ("Proposition 65"), which reads, in relevant part, "[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.

- 2. This complaint is a representative action brought by Plaintiff in the public interest of the citizens of the State of California to enforce the People's right to be informed of the health hazards caused by exposures to di(2-ethylhexyl)phthalate ("DEHP"), a toxic chemical found in vinyl cushioned toilet seats manufactured, sold, and/or distributed by defendants LG Sourcing Inc., Lowe's Home Centers, LLC, and/or Lowe's Companies, Inc. (collectively referred to herein as, "Defendants") in California.
- 3. DEHP is a harmful chemical, known to cause birth defects and developmental male reproductive defects. DEHP has been listed on the Proposition 65 list of chemicals known to cause cancer, birth defects, or other reproductive harm since October 24, 2004 and it has come under the purview of Proposition 65 regulations since that time. Cal. Code Regs. Tit. 27, § 27001(c); Health & Safety Code §§ 25249.8 & 25249.10(b).
- 4. Proposition 65 requires all businesses with ten (10) or more employees that operate within California or sell products therein to comply with Proposition 65 regulations. Included in such regulations is the requirement that businesses must label any Proposition 65 listed chemical with a "clear and reasonable" warning before knowingly or intentionally exposing it to any person.
- 5. Proposition 65 allows for civil penalties of up to \$2,500.00 per day per violation to be imposed upon defendants in a civil action for violations of Proposition 65. *Health & Safety Code* § 25249.7(b). Proposition 65 also allows for any court of competent jurisdiction to enjoin the actions of a defendant which "violate or threaten to violate" the statute. *Health & Safety Code* § 25249.7.
- 6. Plaintiff alleges that Defendants distribute, manufacture, produce, import, sell, and/or offer for sale, without the required warning, vinyl cushioned toilet seats in California containing DEHP. These products include, but are not limited to, *Cushioned Vinyl Toilet Seat, AQUASOURCE, LF, LLC, UPC#8 91347 00262 4, Item# 0570979* (the "Product").
- 7. Defendants' failure to warn consumers, workers, and other individuals in California of the health hazards associated with exposure to DEHP in conjunction with the sale,

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manufacture, and/or distribution of the Product is a violation of Proposition 65 and subjects Defendants to the enjoinment and civil penalties described herein.

- 8. Plaintiff seeks civil penalties against Defendants for their violations of Proposition 65 in accordance with Health and Safety Code § 25249.7(b).
- 9. Plaintiff also seeks injunctive relief, preliminarily and permanently, requiring Defendants to provide purchasers or users of the Product with the required warnings related to the dangers and health hazards associated with exposure to DEHP pursuant to Health and Safety Code § 25249.7(a).

PARTIES

- 10. Plaintiff is a citizen of the State of California acting in the interest of the general public to promote awareness of exposures to toxic chemicals in products sold in California and to improve human health by reducing hazardous substances contained in such items. She brings this action in the public interest pursuant to Health and Safety Code § 25249.7(d).
- 11. Defendant LG Sourcing Inc., doing business in California at all relevant times herein, is principally located in North Carolina and, upon information and belief, is a wholly owned subsidiary of Lowe's that is dedicated to the distribution of "unique and quality products" throughout the world on behalf of Lowes Companies. As such LG Sourcing distributes products in the State of California, either for its own purposes or for the benefit of its parent company and co-defendant Lowe's Companies. LG Sourcing, Inc. can be served at P.O. Box 1535, N. Wilkesboro, NC 28659. LG Sourcing, Inc. is a person in the course of doing business within the meaning of Health & Safety Code sections 25249.6 and 25249.11.
- 12. Defendant Lowe's Home Centers, LLC, a North Carolina LLC, operates a chain of home improvement stores, and through that business effectively manufactures, imports, distributes, sells, and/or offers the Product for sale or use in California, or it implies by its conduct that it manufactures, imports, distributes, sells, and/or offers the Product for sale or use in the State of California. Lowe's Home Centers, LLC maintains a registered agent for service of process at c/o Corporation Service Company, 2710 Gateway Oaks Dr., Sacramento, CA

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27 28 95833, and is a person in the course of doing business within the meaning of Health & Safety Code sections 25249.6 and 25249.11.

- 13. Defendant Lowe's Companies Inc. is a North Carolina Corporation that owns and operates a chain of home improvement stores, and through that business effectively manufactures, imports, distributes, sells, and/or offers the Product for sale or use in California, or it implies by its conduct and/or through its subsidiaries that it manufactures, imports, distributes, sells, and/or offers the Product for sale or use in the State of California. Lowe's Companies, Inc. can be served at, 1000 Lowe's Blvd., Mooresville, NC 28177. Lowe's Companies, Inc. is a person in the course of doing business within the meaning of Health & Safety Code sections 25249.6 and 25249.11.
- Upon information and belief, Plaintiff avers that each Defendant acted as an 14. employee, servant, or agent of each other Defendant at all times relevant to this action. Plaintiff further avers that in conducting the activities alleged in this Complaint, all Defendants acted within the scope of their agency or similarly situated relationship as toward one another. Therefore all Defendants acted with consent, permission, and authorization of each other in relation to all acts related to the scope of this Complaint.
- 15. Upon information and belief, Plaintiff avers that at all relevant times herein, each Defendant was a person doing business within the meaning of Health and Safety Code § 25249.11(b) and that each and every Defendant had ten (10) or more employees at all relevant times.

VENUE AND JURISDICTION

- 16. Venue is proper in the County of Alameda, because one or more of the instances of wrongful conduct occurred, and continue to occur in this county and/or because Defendants conducted, and continue to conduct, business in the County of Alameda with respect to the Product.
- 17. This Court has jurisdiction over this action pursuant to California Constitution Article VI, § 10, which grants the Superior Court original jurisdiction in all causes except those given by statute to other trial courts. Health and Safety Code § 25249.7 allows for the

enforcement of violations of Proposition 65 in any Court of competent jurisdiction, therefore, this Court has jurisdiction over this lawsuit.

18. This Court has jurisdiction over the Defendants as each Defendant either is a citizen of the State of California, has sufficient minimum contacts with the State of California, is registered with the California Secretary of State as foreign corporations authorized to do business in the State of California, and/or have otherwise purposefully availed themselves of the California market. Such purposeful availment has rendered the exercise of jurisdiction by California courts consistent and permissible with traditional notions of fair play and substantial justice.

SATISFACTION OF NOTICE REQUIREMNTS

- 19. On January 9, 2015 Plaintiff gave notice of alleged violations of Health and Safety Code § 25249.6, concerning the exposure of California citizens to DEHP without proper warning, subject to a private action to the Defendants and to the California Attorney General's office and the offices of the County District attorneys and City Attorneys for each city with a population greater than 750,000 persons wherein the herein violations allegedly occurred.
- 20. Such notice complied with all procedural requirements of Proposition 65 including the attachment of a Certificates of Merit affirming that Plaintiff's counsel had consulted with at least one person with relevant and appropriate expertise who reviewed relevant data regarding DEHP exposure, and that counsel believed there was meritorious and reasonable cause for a private action.
- 21. After receiving Plaintiff's notice, and to Plaintiff's best information and belief, none of the noticed appropriate public enforcement agencies have commenced and diligently prosecuted a cause of action against Defendants under Proposition 65 to enforce the alleged violations which are the subject of Plaintiff's notice of violation.
- 22. Plaintiff is commencing this action more than sixty (60) days from the date of her notice to Defendants, as required by law.

FIRST CAUSE OF ACTION

(By Plaintiff against all Defendants for the Violation of Proposition 65)

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- 23. Plaintiff hereby repeats and incorporates by reference paragraphs 1 through 22 of this complaint as though fully set forth herein.
- 24. Defendants have, at all times mentioned herein, acted as manufacturer, distributer, and/or retailer of the Product.
- 25. The Product contains DEHP, a hazardous chemical found on the Proposition 65 list of a chemical known to be hazardous to human health.
 - 26. The Product does not comply with the Proposition 65 warning requirements.
- 27. Plaintiff, based on her best information and belief, avers that at all relevant times hereto, and at least since November 18, 2014 continuing until the present, that Defendants have continued to knowingly and intentionally expose California users and consumers of the Product to DEHP without providing required warnings under Proposition 65.
- 28. The exposures that are the subject of this Complaint result from the purchase, acquisition, handling and recommended use of the Product. Consequently, the primary route of exposure to these chemicals is through dermal transfer of the phthalates to the user's gluteal area. Additionally, some exposure through ingestion can occur by touching the product, with subsequent touching of the users hand to mouth.
- 29. Plaintiff, based on her best information and belief, avers that such exposures will continue every day until clear and reasonable warnings are provided to Product purchasers and users or until this known toxic chemical is removed from the product.
- 30. Defendants have knowledge that the normal and reasonably foreseeable use of the Product exposes individuals to DEHP, and Defendants intend that exposures to DEHP will occur by their deliberate, non-accidental participation in the manufacture, importation, distribution, sale and offering of the Product to consumers in California
- 30. Plaintiff has engaged in good faith efforts to resolve the herein claims prior to this Complaint without success.
- 31. Pursuant to Health and Safety Code § 25249.7(b), as a consequence of the above described acts, Defendants are liable for a maximum civil penalty of \$2,500 per day per violation.

1	32. Pursuant to Health and Safety Code § 25249.7(a), this Court is specifically
2	authorized to grant injunctive relief in favor of Plaintiff and against Defendants.
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4	PRAYER FOR RELIEF
5	WHEREFORE, Plaintiff demands judgment against the Defendant and requests the
6	following relief:
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8	A. That the court assess civil penalties against each and every Defendant in
	the amount of \$2,500 per day for each violation in accordance with Health
9	and Safety Code § 25249.7(b);
10	B. That the court preliminarily and permanently enjoin all Defendants
11	mandating Proposition 65 compliant warnings on the Products;
12	C. That the court grant Plaintiff reasonable attorney's fees and costs of suit.
13	D. That the court grant any further relief as may be just and proper.
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15	Dated: April 23, 2015 BRODSKY & SMITH, LLC
16	By:
17	Evan J. Smith (SBN242352) Ryan P. Cardona (SBN302113)
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