2 3 4 5 6 7 8 9 10 11 11	James R. Wheaton (SBN 115230) Lowell Chow (SBN 273856) Nathaniel Kane (SBN 279394) ENVIRONMENTAL LAW FOUNDATION 1222 Preservation Park Way, Suite 200 Oakland, CA 94612 (510) 208-4555 elfservice@envirolaw.org April M. Strauss (SBN 163327) LAW OFFICE OF APRIL STRAUSS 2500 Hospital Drive, Bldg. 3 Mountain View, CA 94040 (650) 281-7081 astrauss@sfaclp.com Attorneys for Plaintiff ERIKA MCCARTNEY	ENDORSED San Francisco County Superior Court APR 0 8 2019 CLERK OF THE COURT BY: Deputy Clerk
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14	SUPERIOR COURT	DF CALIFORNIA
5	COUNTY OF SAN	FRANCISCO
6		CGC-19-5751 1
7	ERIKA MCCARTNEY, in the public interest,	CIVIL ACTION NO. CGC-19-
8	Plaintiff,	COMPLAINT FOR INJUNCTIVE
9	v.)	RELIEF AND CIVIL PENALTIES
0) WOODSTOCK FARMS MANUFACTURERS,)	[Cal. Health and Safety Code sec.
1	D/B/A UNITED NATURAL FOODS, INC.;) BLUE MARBLE BRANDS, LLC; UNITED)	25249.6, <i>et seq</i> .]
2	NATURAL TRADING, LLC; THRIVE)MARKET, INC. D/B/A THRIVE MARKET)TECHNOLOGIES; and DOES 1 through 500,)	
4	inclusive,)	
1	Defendants.	
)	JYTAX
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Erika McCartney, 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' failures to warn individuals in California that they are being exposed to Lead, a substance known to the State of California to cause cancer, birth defects or other reproductive harm. Such exposures have occurred, and continue to occur, through manufacture, distribution, sale and use of Defendants' "Woodstock Farms Organic Goji Berries" (hereinafter, "Product").

2. Under California's Proposition 65, Health & Safety Code § 25249.5, *et seq.*, it is unlawful for business to knowingly and intentionally expose individuals in California to substances known to the State to cause cancer, birth defects or other reproductive harm without providing clear and reasonable warnings to individuals prior to exposures. Defendants introduce the Product contaminated with significant quantities of Lead into the California marketplaces, exposing consumers to Lead.

3. Despite the fact that Defendants expose consumers to Lead, Defendants have, during the operative period, provided no warnings about the reproductive toxicity associated with Lead exposures. Defendants' conduct thus violated the warning provision of Proposition 65, Health and Safety Code § 25249.6.

PARTIES

4. Plaintiff brings this enforcement action in the public interest pursuant to Health and Safety Code § 2549.7(d).

5. Defendants, Woodstock Farms Manufacturers, d/b/a United Natural Foods, Inc.; Blue Marble Brands, LLC; United Natural Trading, LLC; and Thrive Market, Inc. d/b/a Thrive Market Technologies, (herein after collectively referred to as "Defendants") are Persons in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendants manufacture, distribute, and/or sell the Product for sale and use in California.

6. There is unity of interest and ownership among Defendants such that the separate personalities of the entities do not exist, and to treat them as separate would sanction a fraud or

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promote injustice to uphold the separateness of the entities. Accordingly, Defendants are the alter ego of one another.

7. Each Defendant sued herein was the principal, agent, or employee of the other, and was acting within the scope of such agency of or employment. Each Defendant sued herein was the co-conspirator of the other and was acting within the course and scope of a conspiracy formed amongst each of them. Each Defendant sued here aided and abetted the other with the intent that each would be successful in their mutual endeavors. Each Defendant sued herein received money or property as a result of the conduct described herein without consideration therefore and/or with knowledge that the money or property was obtained as a result of the wrongful conduct described herein. Each entity Defendant sued herein is a shell organization, and is actually the alter ego of the other Defendants sued herein

8. The true names of DOES 1 through 500 are unknown to Plaintiff at this time. When their identities are ascertained, the Complaint shall be amended to reflect their true names.

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 Defendants because they are business entities that do sufficient business, have sufficient minimum contacts in California, or otherwise intentionally avail themselves of the California market through the sale, marketing, or use of the Product 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.

11. Venue is proper in San Francisco County Superior Court because one or more of the violations arise in San Francisco County, and/or because Defendants have not designated any principal place of business within the state of California.

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BACKGROUND

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 substances listed by the State of California as known to cause cancer, birth defects or other reproductive harm 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 two subcategories: "developmental reproductive toxicity," which means harm to the developing fetus, 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. *Ibid.*; 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 a chemical known to cause cancer, Lead and Lead compounds became subject to the clear and reasonable warning requirement regarding cancer under Proposition 65. 27 C.C.R. § 27001(c); Health & Safety Code § 25249.10(b).

16.There is no safe level of exposure to Lead and even minute amounts of Lead havebeen proven harmful to children and adults.See Report of the Advisory Committee on ChildhoodLead Poisoning Prevention of the Centers for Disease Control and Prevention, "Low Level Lead

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Exposure Harms Children: A Renewed Call for Primary Prevention," January 2, 2012. A study 2 performed by the California office of Environmental Health Hazard Assessment determined that 3 exposures to Lead, even at levels previously considered safe, have now been shown to cause 4 adverse health effects including reduced cognitive ability and significant diminution of intellectual potential. Carlisle, et al., "A Blood Lead Benchmark for Assessing Risks from Childhood Lead 6 Exposure," Journal of Environmental Science and Health, 44, 2009. This conclusion is based on 7 a meta study of 1,333 children who participated in seven international studies. Lanphear, et al., 8 "Low-Level Environmental Lead Exposure and Children's Intellectual Function: An International 9 Pooled Analysis," Environmental Health Perspectives, 113:7, 2005.

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17. 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 Perspective 114:11, 2006; Schnaas, Lourdes, et al., "Reduced Intellectual Development in Children with Prenatal Lead Exposure," Environmental *Health Perspectives* 114:5, 2006. Increased Lead exposure during pregnancy has also been shown to cause increased risk of premature birth and increased blood pressure in both the mother during pregnancy and the child after birth. Vigeh, et al., "Blood Lead at Currently Acceptable Levels May Cause Preterm Labour," Occupational Environmental Medicine, 68:231-234, 2010; Zhang, et al., "Association Between Prenatal Lead Exposure and Blood Pressure in Children," Environmental Health Perspectives, 120:3, 2012; Wells, et al., "Low-Level Lead Exposure and Elevations in Blood Pressure During Pregnancy," 119:5, 2011.

18. The level of exposure to a chemical causing reproductive toxicity under Proposition 65 is determined by multiplying the level in question times the reasonably anticipated rate of exposure for an individual to a given medium. 27 C.C.R. § 25821(b). For exposures to consumer products, the level of exposure is calculated using the reasonably anticipated rate of intake or exposure for average users of the consumer product. 27 C.C.R. § 25281(c)(2).

19. Defendants' Product contains sufficient quantities of Lead such that consumers, including pregnant women, who consume the Product are exposed to Lead. The primary route of 28

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exposure for the violations is direct ingestion when consumers orally ingest the Product. These 2 exposures occur everywhere in California where the Product is consumed.

20. During the relevant one-year period herein, no clear and reasonable warning was provided with the Product regarding the reproductive hazards of Lead.

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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 the Defendants therein, Plaintiff provided 60-Day "Notices of Violation of Proposition 65" to the California Attorney General, the District Attorneys of every California city with a population greater than 750,000, and to Defendants. In compliance with Health & Safety Code § 25249.7(d) and 27 C.C.R. § 25903(b), the Notices included the following information: (1) the name and address of each violator; (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 the Lead from the Product, and (b) the specific type of Product sold and used in violation of Proposition 65; and (5) the name of the specific Proposition 65-listed substance that is the subject of the violations described in each Notice.

18 23. Plaintiff also sent a Certificate of Merit for the Notices to the California Attorney 19 General, the District Attorneys of every county in California, the City Attorneys of every 20 California city with a population greater than 750,000 and to each named Defendants. In compliance with Health & Safety Code § 25249.7(d) and 11 C.C.R. § 3101, each Certificate 22 certified that Plaintiff's counsel: (1) has consulted with one or more persons with relevant and 23 appropriate experience or expertise who reviewed facts, studies or other data regarding the 24 exposures to Lead alleged in each Notice; and (2) based on the information obtained through such 25 consultations, believes that there is a reasonable and meritorious case for a citizen enforcement 26 action based on the facts alleged in each Notice. In compliance with Health & Safety Code § 27 25249.7(d) and 11 C.C.R. § 3102, each Certificate served on the Attorney General included factual 28 information—provided on a confidential basis—sufficient to establish the basis for the Certificate

including the identity of the person(s) consulted by the Plaintiff'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 § 2529.5 *et seq.*, based on the claims asserted in Plaintiff's Notice.

7 25. Defendants know and intend that individuals in California will use the Product,
8 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 the Product by the 60-Day Notices of Violation and accompanying Certificate of Merit served on them.

28. Defendants also have constructive knowledge that the Product contains Lead due to the widespread media coverage concerning the problem of Lead in consumer products in general.

29. As entities that manufacture, distribute, and/or sell the Product for use in the California marketplace, Defendants knew or should have known that the Product contains Lead and that individuals who use the Product will be exposed to Lead. The exposures to consumers who use the Product are a natural and foreseeable consequence of Defendants' actions of placing the Product into the stream of commerce.

30. Nevertheless, on information and belief, Defendants continue to expose consumers to Lead without prior clear and reasonable warnings regarding the reproductive toxicity of Lead.

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31. Plaintiff has engaged in good-faith efforts to resolve the claims alleged herein prior to filing this Complaint.

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

CAUSE OF ACTION

(Violations of the Health & Safety Code 25249.6)

33. Plaintiff realleges and incorporates by reference as if specifically set forth herein Paragraphs 1 through 26, inclusive.

34. By placing the Product into the stream of commerce, Defendants are persons in the course of doing business within the meaning of Health & Safety Code § 25249.11.

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

36. Defendants know that the use of the Product will expose users of the Product to Lead. Defendants intend that the Product be used in a manner that results in exposure to Lead from the Product.

37. On information and belief, Defendants have failed to provide clear and reasonable warnings regarding the toxicity of Lead to users of the Product.

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

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PRAYER FOR RELIEF

Wherefore, Plaintiff prays for judgment against Defendants as follows:

That the Court, pursuant to Health & Safety Code § 25249.7(b), assess civil penalties against all Defendants in an amount up to \$2,500 per day for each violation of Proposition 65;

2. That the Court, pursuant to Health & Safety Code § 25249.7(a), permanently enjoin Defendants from offering the Product for sale in California without either reformulating the Product such that no Proposition 65 warnings are required or providing prior clear and reasonable warnings, as Plaintiff shall specify in further application to the Court;

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

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

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

Dated: April 5, 2019

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ENVIRONMENTAL LAW FOUNDATION LAW OFFICE OF APRIL STRAUSS

By:

April M. Strauss Attorneys for Plaintiff