LEXINGTON LAW GROUP Eric S. Somers, State Bar No. 139050 Joseph Mann, State Bar No. 207968 503 Divisadero Street ENDORSED FILED San Francisco, CA 94117 3 Telephone: (415) 913-7800 ALAMEDA COUNTY Facsimile: (415) 759-4112 4 esomers@lexlawgroup.com OCT 1 3 2016 imann@lexlawgroup.com 5 SUE PEGKO 6 Attorneys for Plaintiff CENTÉR FOR ENVIRONMENTAL HEALTH 7 8 9 SUPERIOR COURT OF THE STATE OF CALIFORNIA 10 COUNTY OF ALAMEDA 11 12 CENTER FOR ENVIRONMENTAL HEALTH.) Case No. a non-profit corporation, 13 14 Plaintiff, **COMPLAINT FOR INJUNCTIVE** RELIEF AND CIVIL PENALTIES 15 ν. 16 Health & Safety Code §25249.6, et seq. DS SERVICES OF AMERICA, INC.; HOME 17 DEPOT U.S.A., INC.; and DOES 1 through 200,) (Other) 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 bisphenol A ("BPA"), a chemical known to the State of California to cause birth defects and other reproductive harm. Such exposures have occurred, and continue to occur, when people consume bottled water in polycarbonate plastic bottles that are sold by Defendants for use in water coolers ("Bottled Water"). Consumers, including pregnant women, are exposed to BPA when they consume Bottled Water.
- 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 birth defects or other reproductive harm without first providing clear and reasonable warnings to exposed individuals. Defendants introduce Bottled Water containing significant quantities of BPA into the California marketplace, thereby exposing consumers of their Bottled Water, many of whom are pregnant women, to BPA.
- 3. Despite the fact that Defendants expose pregnant women and other consumers to BPA, Defendants provide no warnings whatsoever about the reproductive hazards associated with BPA 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 the reformulation of thousands of products to remove toxic chemicals 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 DS SERVICES OF AMERICA, INC. is a person in the course of doing business within the meaning of Health & Safety Code §25249.11. DS SERVICES OF AMERICA, INC. produces, processes, distributes and sells Bottled Water in California.
- 6. Defendant HOME DEPOT U.S.A., INC. is a person in the course of doing business within the meaning of Health & Safety Code §25249.11. HOME DEPOT U.S.A., INC. sells Bottled Water in California.
- 7. 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 produce, process, distribute and/or sell Bottled Water in California.
- 8. The defendants identified in Paragraphs 5 and 6 and DOES 1 through 200 are collectively referred to herein as "Defendants."
- 9. The true names of DOES 1 through 200 are either unknown to CEH at this time or the applicable time period before which CEH may file a Proposition 65 action has not run. When their identities are ascertained or the applicable time period before which CEH may file a Proposition 65 action has run, the Complaint shall be amended to reflect their true names.

JURISDICTION AND VENUE

- 10. 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.
- 11. This Court has jurisdiction over 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 consumption of Bottled Water in California 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.

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

BACKGROUND FACTS

- 13. 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).
- 14. To effectuate this goal, Proposition 65 prohibits exposing people to chemicals listed by the State of California as known to cause 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

- 15. On May 11, 2015, the State of California officially listed BPA as a chemical known to cause reproductive toxicity. BPA is specifically identified as a reproductive toxicant under the subcategory "female reproductive toxicity," which means harm to the female reproductive system. 27 California Code of Regulations ("C.C.R.") §27001(c). On May 11, 2016, one year after it was listed as a chemical known to cause reproductive toxicity, BPA became subject to the clear and reasonable warning requirement regarding reproductive toxicants under Proposition 65. *Ibid.*; Health & Safety Code §25249.10(b).
- 16. Exposure to BPA, a known endocrine disruptor, has been associated with numerous adverse reproductive impacts. One study summarizing recent scientific research concluded that BPA acts as both an ovarian toxicant (e.g., by altering levels of sex hormones and reducing egg quality) and as a uterine toxciant (e.g., by impairing the ability of the embryo to implant in the uterus). Peretz, J., et al., "Bisphenol A and Reproductive Health: Update of

Experimental and Human Evidence, 2007–2013," *Environmental Health Perspectives*, Vol. 122:8, August 2014. Another recent study focusing on human epidemiological studies confirmed these impacts, and further found BPA exposure to be linked to a host of developmental harms, including disrupted neurological development and increased asthma prevalence in children. Rochester, J., "Bisphenol A and Human Health: A Review of the Literature," *Reproductive Toxicology*, Vol. 42, December 2013.

- 17. BPA is a structural component of the polycarbonate plastic used to make water cooler bottles. Such BPA migrates from polycarbonate plastic bottles into the drinking water they contain. *See*, *e.g.*, Le, H., *et al.*, "Bisphenol A Is Released from Polycarbonate Drinking Bottles and Mimics the Neurotoxic Actions of Estrogen in Developing Cerebellar Neurons," *Toxicology Letters*, Vol. 176:2, January 30, 2008.
- 18. Defendants' Bottled Water contains sufficient quantities of BPA such that consumers, including pregnant women, who consume the Bottled Water are exposed to a significant amount of BPA. The primary route of exposure for the violations is direct ingestion when consumers drink the Bottled Water. These exposures occur in homes, workplaces and everywhere else throughout California where the Bottled Water is consumed.
- 19. No clear and reasonable warning is provided with Defendants' Bottled Water regarding the reproductive hazards of BPA.
- 20. One of the primary reasons people purchase bottled water is that they are concerned about their health and the safety of their tap water. They believe that bottle water will not expose them to toxic chemicals such as BPA and are thus willing to pay more for bottled water on the mistaken assumption that it is safer.
- 21. Bottled water costs substantially more than tap water which does not contain BPA. According to the International Bottled Water Association, the average cost per gallon of bottled water not counting imported or sparkling waters was \$1.21 in 2013. The average cost of tap water is \$2 per every thousand gallons, according to the U.S. Environmental Protection Agency. Thus, when priced by the gallon, bottled water is more than 600 times more expensive than tap water.

- 22. 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).
- 23. 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, to the District Attorneys of every county in California, to 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 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 BPA from Bottled Water, 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.
- Attorney General, to the District Attorneys of every county in California, to 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 BPA 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 Certificate 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.

PRAYER FOR RELIEF 1 2 CEH prays for judgment against Defendants as follows: That the Court, pursuant to Health & Safety Code §25249.7(b), assess civil 3 1. 4 penalties against each of the Defendants in the amount of \$2,500 per day for each violation of 5 Proposition 65 according to proof; 6 2. That the Court, pursuant to Health & Safety Code §25249.7(a), 7 preliminarily and permanently enjoin Defendants from offering Bottled Water for sale in 8 California without either reformulating Bottled Water such that no Proposition 65 warnings are 9 required or providing prior clear and reasonable warnings, as CEH shall specify in further 10 application to the Court; 11 3. That the Court, pursuant to Health & Safety Code §25249.7(a), order 12 Defendants to take action to stop ongoing unwarned exposures to BPA resulting from use of 13 Bottled Water sold by Defendants, as CEH shall specify in further application to the Court; 14 4. That the Court, pursuant to Code of Civil Procedure §1021.5 or any other applicable theory, grant CEH its reasonable attorneys' fees and costs of suit; and 15 16 5. That the Court grant such other and further relief as may be just and 17 proper. 18 19 Dated: October 13, 2016 Respectfully submitted, 20 LEXINGTON LAW GROUP 21 22 23 Eric S. Somers Attorneys for Plaintiff 24 CENTER FOR ENVIRONMENTAL HEALTH 25 26 27

28