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1 LEXINGTON LAW GROUP OCT 1 8 2017 Howard Hirsch, State Bar No. 213209 2 OLEAK OF THE SUPERIOR SOUST Joseph Mann, State Bar No. 207968 Rvan B. Berghoff, State Bar No. 308812 CHERYL OLD HIS 3 503 Divisadero Street San Francisco, CA 94117 4 Telephone: (415) 913-7800 Facsimile: (415) 759-4112 5 hhirsch@lexlawgroup.com 6 imann@lexlawgroup.com rberghoff@lexlawgroup.com 7 Attorneys for Plaintiff 8 CENTER FOR ENVIRONMENTAL HEALTH 9 10 SUPERIOR COURT OF THE STATE OF CALIFORNIA 11 COUNTY OF ALAMEDA 12 13 CENTER FOR ENVIRONMENTAL HEALTH, Case No. RG 17-872866 14 Plaintiff, 15 FIRST AMENDED COMPLAINT FOR INJUNCTIVE RELIEF AND ٧. 16 CIVIL PENALTIES ENJOY LIFE NATURAL BRANDS, LLC; 17 ALBERTSON'S LLC; THE KROGER CO.; Health & Safety Code § 25249.6, et seq. MARY'S GONE CRACKERS, INC.; 18 (Other) MONDELEZ INTERNATIONAL, INC.; MRS. 19 GOOCH'S NATURAL FOOD MARKETS, INC.; NATURE'S PATH FOODS, INC.; PAK N' 20 SAVE, INC.; PEPPERIDGE FARM, INCORPORATED; SAFEWAY INC.; SF 21 MARKETS, LLC; WHOLE FOODS MARKET CALIFORNIA, INC.; J & J SNACK FOODS 22 SALES CORP.; J & J SNACK FOODS CORP. 23 OF CALIFORNIA; KELLOGG USA INC.: KELLOGG SALES COMPANY; MURRAY 24 BISCUIT COMPANY, L.L.C.; WINCO FOODS, LLC: and DOES 1 through 200, inclusive, 25 Defendants. 26 27 28

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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 acrylamide, a chemical known to the State of California to cause cancer. Such exposures have occurred, and continue to occur, through the manufacture, distribution, sale, and consumption of Defendants' ginger snap cookies (the "Products"). Consumers are exposed to acrylamide when they eat the Products.
- 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 cancer, birth defects, or other reproductive harm without providing clear and reasonable warnings to individuals prior to their exposure. Defendants sell the Products into the California marketplace knowing that consumers of the Products, including children, will be exposed to significant quantities of acrylamide.
- Despite the fact that Defendants expose consumers to acrylamide, Defendants 3. provide no warnings whatsoever about the carcinogenic hazards associated with acrylamide 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 and 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 ENJOY LIFE NATURAL BRANDS, LLC is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant ENJOY LIFE NATURAL BRANDS, LLC manufactures, distributes, and/or sells the Products for sale and consumption in California.
- 6. Defendant ALBERTSON'S LLC is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant ALBERTSON'S LLC manufactures, distributes, and/or sells the Products for sale and consumption in California. CEH's claims against Defendant ALBERTSON'S LLC in this action are limited to Products sold by Defendants MARY'S GONE CRACKERS, INC. or MONDELEZ INTERNATIONAL, INC., or to Products sold under the "Signature Kitchens" brand.
- 7. Defendant THE KROGER CO. is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant THE KROGER CO. manufactures, distributes, and/or sells the Products for sale and consumption in California. CEH's claims against Defendant THE KROGER CO. in this action are limited to Products sold under the "Kroger" brand.
- 8. Defendant MARY'S GONE CRACKERS, INC. is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant MARY'S GONE CRACKERS, INC. manufactures, distributes, and/or sells the Products for sale and consumption in California.
- 9. Defendant MONDELEZ INTERNATIONAL, INC. is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant MONDELEZ INTERNATIONAL, INC. manufactures, distributes, and/or sells the Products for sale and consumption in California.
- 10. Defendant MRS. GOOCH'S NATURAL FOOD MARKETS, INC. is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant

MRS. GOOCH'S NATURAL FOOD MARKETS, INC. manufactures, distributes, and/or sells the Products for sale and consumption in California. CEH's claims against Defendant MRS. GOOCH'S NATURAL FOOD MARKETS, INC. in this action are limited to Products sold by Defendant NATURE'S PATH FOODS, INC.

- 11. Defendant NATURE'S PATH FOODS, INC. is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant NATURE'S PATH FOODS, INC. manufactures, distributes, and/or sells the Products for sale and consumption in California.
- 12. Defendant PAK N' SAVE, INC. is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant PAK N' SAVE, INC. manufactures, distributes, and/or sells the Products for sale and consumption in California. CEH's claims against Defendant PAK N' SAVE, INC. in this action are limited to Products sold by Defendant PEPPERIDGE FARM, INCORPORATED.
- 13. Defendant PEPPERIDGE FARM, INCORPORATED is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant PEPPERIDGE FARM, INCORPORATED manufactures, distributes, and/or sells the Products for sale and consumption in California.
- 14. Defendant SAFEWAY INC. is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant SAFEWAY INC. manufactures, distributes, and/or sells the Products for sale and consumption in California. CEH's claims against Defendant SAFEWAY INC. in this action are limited to Products sold by Defendants MARY'S GONE CRACKERS, INC., MONDELEZ INTERNATIONAL, INC., or PEPPERIDGE FARM, INCORPORATED, or to Products sold under the "Signature Kitchens" brand.
- 15. Defendant SF MARKETS, LLC is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant SF MARKETS, LLC manufactures, distributes, and/or sells the Products for sale and consumption in California. CEH's claims against Defendant SF MARKETS, LLC in this action are limited to Products sold

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by Defendants MONDELEZ INTERNATIONAL, INC. or ENJOY LIFE NATURAL BRANDS, LLC

- 16. Defendant WHOLE FOODS MARKET CALIFORNIA, INC. is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant WHOLE FOODS MARKET CALIFORNIA, INC. manufactures, distributes, and/or sells the Products for sale and consumption in California. CEH's claims against Defendant WHOLE FOODS MARKET CALIFORNIA, INC. in this action are limited to Products sold by Defendant NATURE'S PATH FOODS, INC.
- 17. Defendant J & J SNACK FOODS SALES CORP. is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant J & J SNACK FOODS SALES CORP. manufactures, distributes, and/or sells the Products for sale and consumption in California.
- 18. Defendant J & J SNACK FOODS CORP. OF CALIFORNIA is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant J & J SNACK FOODS CORP. OF CALIFORNIA manufactures, distributes, and/or sells the Products for sale and consumption in California.
- 19. Defendant KELLOGG USA INC. is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant KELLOGG USA INC. manufactures, distributes, and/or sells the Products for sale and consumption in California.
- 20. Defendant KELLOGG SALES COMPANY is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant KELLOGG SALES COMPANY manufactures, distributes, and/or sells the Products for sale and consumption in California.
- 21. Defendant MURRAY BISCUIT COMPANY, L.L.C. is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant MURRAY BISCUIT COMPANY, L.L.C. manufactures, distributes, and/or sells the Products for sale and consumption in California.

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- 22. Defendant WINCO FOODS, LLC is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant WINCO FOODS, LLC manufactures, distributes, and/or sells the Products for sale and consumption in California. CEH's claims against Defendant WINCO FOODS, LLC in this action are limited to Products sold by Defendants KELLOGG USA INC., KELLOGG SALES COMPANY, or MURRAY BISCUIT COMPANY, L.L.C., or to Products sold under the "WinCo Foods" brand.
- 23. 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 manufacture, distribute, and/or sell the Products for sale and consumption in California.
- 24. 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.
- 25. The defendants identified in paragraphs 5 through 22 and DOES 1 through 200 are collectively referred to herein as "Defendants."

JURISDICTION AND VENUE

- 26. 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.
- 27. 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 use of the Products 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.
- 28. Venue is proper in Alameda County Superior Court because one or more of the violations arise in the County of Alameda.

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BACKGROUND FACTS

- 29. 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).
- 30. To effectuate this goal, Proposition 65 prohibits exposing people to chemicals listed by the State of California as known to cause cancer, 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. . .

- 31. On January 1, 1990, the State of California officially listed acrylamide as a chemical known to cause cancer. On January 1, 1991, one year after it was listed as a chemical known to cause cancer, acrylamide became subject to the clear and reasonable warning requirement regarding carcinogens under Proposition 65. 27 California Code of Regulations ("C.C.R.") § 27001(b); Health & Safety Code § 25249.10(b). Acrylamide's listing as a known carcinogen is well supported by numerous scientific studies establishing a link between acrylamide exposure and cancer. *See generally* Beland, F., *et al.*, "Carcinogenicity of acrylamide in B6C3F1 mice and F344/N rats from a 2-year drinking water exposure," *Food & Chemical Toxicology* (2013) Vol 51:149; World Health Organization International Agency for Research on Cancer, *IARC Monographs on the Evaluation of Carcinogenic Risks to Humans* (1994) Vol. 60:389; Vogt, R., *et al.*, "Cancer and non-cancer health effects from food contaminant exposures for children and adults in California: a risk assessment," *Environmental Health* (2012) Vol. 11:83.
- 32. Acrylamide is found in cigarette smoke and is produced industrially for use in products such as plastics, grouts, water treatment products, and cosmetics. Acrylamide is also found in certain food products, including the Products at issue. Acrylamide is formed during the

manufacturing process when the Products are cooked at high temperatures. The problem of acrylamide in food products first came to light in 2002 when researchers at the Swedish National Food Agency and Stockholm University reported finding acrylamide in a variety of fried and baked foods. Since then, numerous government reports and academic studies have confirmed the presence of high levels of acrylamide in certain foods, including the Products. *See*, *e.g.*, U.S. Food and Drug Administration ("FDA"), "Survey Data on Acrylamide in Food: Individual Food Products," publicly available online at http://www.fda.gov/Food/FoodborneIllnessContaminants/ (updated July 2006); FDA, "Survey Data on Acrylamide in Food: Total Diet Study Results," publicly available online at http://www.fda.gov/Food/FoodborneIllnessContaminants/ChemicalContaminants/ucm053566.htm (updated October 2006).

- 33. Defendants' Products contain sufficient quantities of acrylamide such that consumers who eat the Products are exposed to acrylamide. The route of exposure for the violations is direct ingestion when consumers eat the Products. These exposures occur in homes, schools, workplaces, and everywhere else throughout California where the Products are consumed.
- 34. No clear and reasonable warning is provided with the Products regarding the carcinogenic hazards of acrylamide.
- 35. 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).
- 36. 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 acrylamide from the Products, and (b) the specific type of the 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.

- 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 acrylamide 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.
- 38. 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 § 25249.5, *et seq.*, based on the claims asserted in each of CEH's Notices.
- 39. Defendants both know and intend that individuals will consume the Products, thus exposing them to acrylamide.
- 40. 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,

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1	Dated: October 18, 2017	Respectfully submitted,
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3		LEXINGTON LAW GROUP
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5		Joseph Mann
6		Attorneys for Plaintiff CENTER FOR ENVIRONMENTAL HEALTH
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FIRST AMENDED COMPLAINT FOR INJUNCTIVE RELIEF AND CIVIL PENALTIES