

1 Evan J. Smith, Esquire (SBN 242352)
2 Ryan P. Cardona, Esquire (SBN 302113)
3 BRODSKY & SMITH, LLC
4 9595 Wilshire Blvd., Ste. 900
5 Beverly Hills, CA 90212
6 Telephone: (877) 534-2590
7 Facsimile: (310) 247-0160

8 *Attorneys for Plaintiff*

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ORIGINAL FILED
Superior Court of California
County of Los Angeles

FEB 28 2018

Sherri R. Carter, Executive Officer/Clerk
By Nancy Alvarez, Deputy

9 SUPERIOR COURT OF THE STATE OF CALIFORNIA
10 COUNTY OF LOS ANGELES

11 DONNY MACIAS,

12 Plaintiff,

13 v.

14 VALLEY HERBAL HEALING CENTER;
15 and DOES 1 - 25,

16 Defendants.

Case No.:

**COMPLAINT FOR CIVIL PENALTIES
AND INJUNCTIVE RELIEF**

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

BC 695801

By Fax

17 Plaintiff Donny Macias ("Plaintiff" or "Macias") brings this action in the interest of the
18 general public, and on information and belief, hereby alleges:

19 INTRODUCTION

20 1. This action seeks to remedy the continuing failure of Defendant Valley Herbal
21 Healing Center ("VHHC") and DOES 1 - 25 (hereinafter individually referred to as "Defendant"
22 or collectively as "Defendants") to warn consumers (including patients) in California that they
23 are being exposed to marijuana smoke, a chemical known to the State of California to cause
24 cancer. According to the Safe Drinking Water and Toxic Enforcement Act of 1986, Health and
25 Safety Code ("H&S Code") § 25249.5 (also known as and referred to hereinafter as "Proposition
26 65"), businesses must provide persons with a "clear and reasonable warning" before exposing
27
28

1 and toxics from being discharged, released or emitted into the environment; and enforcing state
2 and federal environmental laws and regulations through citizen suits.

3 5. Macias is a person within the meaning of H&S Code § 25249.11 and brings this
4 enforcement action in the public interest pursuant to H&S Code § 25249.7(d). H&S Code
5 §25249.7(d) specifies that actions to enforce Proposition 65 may be brought by a person in the
6 public interest, provided certain notice requirements as met and no other public prosecutor is
7 diligently prosecuting an action for the same violation(s).

8 6. VHHC is now, and was at all times relevant herein, a corporation organized under
9 the laws of California and is doing business within the meaning of H&S Code § 25249.11 at
10 11447 Vanowen Ave., North Hollywood, CA 910605. VHHC maintains a registered agent for
11 service of process at c/o Legalinc Corporate Services Inc., 4788 Dewey Drive, Fair Oaks, CA
12 95628.

13 7. Defendants manufacture, package, distribute, market, sell and/or offer the
14 Products for sale or use in the State of California or imply by their conduct that they
15 manufacture, distribute and/or offer the Products for sale or use in the State of California,
16 without first giving a “clear and reasonable” exposure warning the Products contain the Listed
17 Chemical.

18 8. Defendants, separately and each of them, are or were, at all times relevant to the
19 claims in this Complaint and continuing through the present, legally responsible for compliance
20 with the provisions of Proposition 65. Whenever an allegation regarding any act of a Defendant
21 is made herein, such allegation shall be deemed to mean that Defendants, or their agent, officer,
22 director, manger, supervisor, or employee did, or so authorized, such acts while engaged in the
23 affairs of Defendants’ business operations and/or while acting within the course and scope of
24 their employment or while conducting business for Defendant(s) for a commercial, nonprofit or
25 medical purpose.

26 9. In this Complaint, when reference is made to any act of a Defendant, such
27 allegation shall mean that the owners, officers, directors, agents, employees, contractors, or
28 representatives of a Defendant acted or authorized such actions and/or negligently failed and

1 omitted to act or adequately and properly supervise, control or direct its employees and agents
2 while engaged in the management, direction, operation or control of the affairs of the business
3 organization. Whenever reference is made to any act of any Defendant, such allegation shall be
4 deemed to mean the act of each Defendant acting individually, jointly and severally as defined
5 by Civil Code § 1430 *et seq.*

6 10. Plaintiff does not know the true names, capacities and liabilities of Defendants
7 DOES Nos. 1 - 25, inclusive, and therefore sues them under fictitious names. Plaintiff will
8 amend this Complaint to allege the true name and capacities of the DOE Defendants upon being
9 ascertained. Each of these Defendants was in some way legally responsible for the acts,
10 omissions and/or violations alleged herein.

11 JURISDICTION AND VENUE

12 11. Venue is proper in Los Angeles County Superior Court, pursuant to Code of Civil
13 Procedure §§ 393, 395, and 395.5, because this Court is a court of competent jurisdiction,
14 because one of more instances of wrongful conduct occurred, and continue to occur, in Los
15 Angeles County, and because Defendants conducted, and continue to conduct, business in this
16 County with respect to the Products.

17 12. This Court has jurisdiction over this action pursuant to California constitution
18 Article VI § 10, which grants the Superior Court “original jurisdiction in all causes except those
19 given by statute to other trial courts.” The statute under which this action is brought does not
20 specify any other court jurisdiction.

21 13. This Court has jurisdiction over Defendants because they are business entities that
22 do sufficient business, have sufficient minimum contacts in California or otherwise intentionally
23 avail themselves of the California market, through the sale, marketing and use of their Products
24 in California, to render the exercise of jurisdiction over them by the California courts consistent
25 with traditional notions of fair play and substantial justice.

26 14. Venue in this action is proper in the Los Angeles County Superior Court because
27 the cause, or part thereof, arises in Los Angeles County since Defendants’ violations occurred
28

1 (products are marketed, offered for sale, sold, used and/or consumed without clear and
2 reasonable exposure warnings) in this County.

3 **STATUTORY BACKGROUND**

4 15. The people of the State of California declared in Proposition 65 their right “[t]o be
5 informed about exposures to chemicals that cause cancer, birth defects, or other reproductive
6 harm.” (Section 1(b) of Initiative Measure, Proposition 65.)

7 16. To effect this goal, Proposition 65 requires that individuals be provided with a
8 “clear and reasonable warning” before being exposed to substances listed by the State of
9 California as causing cancer or reproductive toxicity. H&S Code § 25249.6 states, in pertinent
10 part:

11 No person in the course of doing business shall knowingly and intentionally expose
12 any individual to a chemical known to the state to cause cancer or reproductive
13 toxicity without first giving clear and reasonable warning to such individual ...

14 17. An exposure to a chemical in a consumer product is one “which results from a
15 person’s acquisition, purchase, storage, consumption or other reasonably foreseeable use of a
16 consumer good, or any exposure that results from receiving a consumer service.” (27 CCR §
17 25602, para (b).) H&S Code § 25603(c) states that “a person in the course of doing business ...
18 shall provide a warning to any person to whom the product is sold or transferred unless the
19 product is packaged or labeled with a clear and reasonable warning.”

20 18. Pursuant to H&S Code § 25603.1, the warning may be provided by using one or
21 more of the following methods individually or in combination:²

- 22 a) A warning that appears on a product’s label or other labeling.
- 23 b) Identification of the product at the retail outlet in a manner which provides a
24 warning. Identification may be through shelf labeling, signs, menus, or a
25 combination thereof.

26 ² Alternatively, a person in the course of doing business may elect to comply with the warning
27 requirements set out in the amended version of 27 CCR 25601, *et.seq.* as amended on August 30,
28 2016, and operative on August 30, 2018.

- 1 c) The warnings provided pursuant to subparagraphs (a) and (b) shall be prominently
2 placed upon a product's labels or other labeling or displayed at the retail outlet with
3 such conspicuousness, as compared with other words, statements, designs, or devices
4 in the label, labeling or display as to render it likely to be read and understood by an
5 ordinary individual under customary conditions of purchase or use.
- 6 d) A system of signs, public advertising identifying the system and toll-free information
7 services, or any other system that provides clear and reasonable warnings.

8 19. Proposition 65 provides that any "person who violates or threatens to violate" the
9 statute may be enjoined in a court of competent jurisdiction. (H&S Code § 25249.7.) The phrase
10 "threaten to violate" is defined to mean creating "a condition in which there is a substantial
11 probability that a violation will occur." (H&S Code § 25249.11(e).) Violators are liable for civil
12 penalties of up to \$2,500 per day for each violation of the Act. (H&S Code § 25249.7.)

13 FACTUAL BACKGROUND

14 20. On December 12, 2007, the Office of Environmental Health Hazard Assessment
15 (OEHHA) announced the selection of the Listed Chemical as a chemical for consideration for
16 listing by the Carcinogen Identification Committee (CIC) in the *California Regulatory Register*.
17 The CIC subsequently determined that Listed Chemical has been clearly shown, through
18 scientifically valid testing according to general accepted principles, to cause cancer.
19 Consequently, on June 19 2009, the Listed Chemical was added to the Proposition 65 list,
20 pursuant to California Code of Regulations § 25305(a)(1) (formerly Title 22, California Code of
21 Regulations, § 12305(a)(1)). In summary, the Listed Chemical was listed under Proposition 65 as
22 a chemical known to the State to cause cancer.

23 21. The consumer exposures that are the subject of this Complaint result from the
24 combustion and inhalation of the Products resulting in exposure to the Listed Chemical, to wit –
25 marijuana smoke and its constituent carcinogens. Consequently, a primary route of exposure to
26 the Listed Chemical contained in marijuana smoke is through direct smoking of the marijuana
27 leaves, flowers, and stems or re-rolled products. A secondary route of exposure to the Listed
28 Chemical contained in marijuana smoke is through exposure to second-hand smoke generated by
the smoking of the marijuana leaves, flowers, and stems or pre-rolled products.

1 22. Defendants have manufactured, grown, processed, marketed, distributed, offered
2 to sell and/or sold the Products for use and consumption by inhalation/smoking in California
3 since at least June 14, 2017. The Products continue to be distributed and sold in California
4 without the requisite warning information.

5 23. At all times relevant to this action, Defendants have knowingly and intentionally
6 exposed users, consumers and/or patients to the Products and the Listed Chemical without first
7 giving a clear and reasonable exposure warning to such individuals.

8 24. As a proximate result of acts by Defendants, as persons in the course of doing
9 business within the meaning of H&S Code § 25249.11, individuals throughout the State of
10 California, including in Los Angeles County, have been exposed to the Listed Chemical without
11 a clear and reasonable warning on the Products. The individuals subject to the violative
12 exposures include normal and foreseeable users, consumers and patients that use the Products, as
13 well as all others exposed to the Products.

14 25. On June 20, 2017, Macias served VHHC and each of the appropriate public
15 enforcement agencies with a document entitled “Notice of Violations of California Health &
16 Safety Code Section 25249.5” that provided VHHC and the public enforcement agencies with
17 notice that VHHC was in violations of Proposition 65 for failing to warn purchasers and
18 individuals using the Products that the use of the Products exposes them to marijuana smoke, a
19 chemical known to the State of California to cause cancer (the “Notice”).

20 26. The Notice was issued pursuant to, and in compliance with, the requirements of
21 H&S Code § 25249.7(d) and the statute’s implementing regulations regarding the notice of the
22 violations to be given to certain public enforcement agencies and to the violator. The Notice
23 included, *inter alia*, the following information; the name, address, and telephone number of the
24 noticing individual; the name of the alleged violator; the statute violated; the approximate time
25 period during which violations occurred; and descriptions of the violations including the
26 chemicals involved, the routes of toxic exposure, and the specific product or type of product
27 causing the violations.

28

1 27. VHHC was also provided copies of the document entitled “The Safe Drinking
2 Water and Toxic Enforcement Act of 1986 (Proposition 65): A Summary,” which is also known
3 as Appendix A to Title 27 of CCR section 25903, via Certified Mail.

4 28. The California Attorney General was provided a copy of the Notice and a
5 Certificate of Merit by attorney for the noticing party, stating that there is a reasonable and
6 meritorious case for this action, and attaching factual information sufficient to establish a basis
7 for the certificate, including the identity of the persons consulted with and relied on by the
8 certifier, and the facts or other data reviewed by those persons, pursuant to H&S Code §
9 25249.11 (h)(2) via online submission.

10 29. After expiration of the sixty (60) day notice period, the appropriate public
11 enforcement agencies have failed to commence and diligently prosecute a cause of action under
12 H&S Code § 25249.5 *et seq.* against VHHC based on the allegations herein.

13 30. Based on information and belief, VHHC has sold multiple strains of buds, flowers
14 and pre-rolled marijuana/cannabis products intended for combustion and inhalation by doctor-
15 recommended “patients” without giving clear and reasonable warnings that smoking medical
16 cannabis can cause cancer. VHHC has sold dozens, if not hundreds, of units of the Products to a
17 Persons³ in the State of California during each and every month from June 14, 2016, through the
18 present, amounting to numerous violative products sold in that period.

19 31. Macias Plaintiff has engaged in good faith efforts to resolve the herein claims
20 prior to this Complaint.

21 **Basis for Injunctive Relief for Violations of Health and Safety Code § 25249.6, *et seq.***
22 **concerning the Products described in the April 19, 2017, Prop. 65 Notice of Violation**
23 **Against Defendants**

24 32. Plaintiff re-alleges and incorporates by reference Paragraphs 1 through 31,
25 inclusive as if specifically set forth herein.

26 _____
27 ³ “Persons” includes natural persons, firms, associations, organizations, partnerships, businesses,
28 trusts, corporations, public entities, joint ventures, and any other incorporated or unincorporated
associations, businesses or enterprises.

1 33. By committing the acts alleged in this Complaint, Defendants at all times relevant
2 to this action, and continuing through the present, have violated, or threaten to violate, H&S
3 Code § 25249.6 by, in the course of doing business, knowingly and intentionally exposing
4 individuals in California to a chemical known to the State of California to cause cancer without
5 first giving “clear and reasonable” exposure warnings to such persons/patients who use or
6 consume the Products containing the Listed Chemical, pursuant to H&S Code § 25249.6 and
7 25249.11(f).

8 34. By committing the acts alleged in this Complaint, Defendants have caused or
9 threaten to cause irreparable harm for which there is no plain, speedy, or adequate remedy at law.
10 In the absence of equitable relief, Defendants will continue to create a substantial risk of
11 irreparable injury by continuing to cause patients and consumers to be involuntarily and
12 unwittingly exposed to cancer-causing marijuana smoke through the foreseeable and/or intended
13 use and/or consumption of the Products.

14 35. By the above-described acts, Defendants have violated, or threaten to violate,
15 H&S Code § 25249.6 and are therefore subject to preliminary and permanent injunctions
16 ordering Defendants to stop violating Proposition 65, to provide warnings to all present and
17 future patients and customers, and possibly be required to provide warnings to Defendants’ past
18 customers who purchased or used the Products without receiving a clear and reasonable warning.

19 36. An action for injunctive relief under Proposition 65 is specifically authorized by
20 H&S Code § 25249.7(a).

21 37. Continuing commission by Defendants of the acts alleged above will irreparably
22 harm the citizens of the State of California, for which harm they have no plain, speedy, or
23 adequate remedy at law.

24 38. In the absence of preliminary and then permanent injunctive relief, Defendants
25 will continue to create a substantial risk to irreparable injury by continuing to cause patients,
26 users and/or consumers to be involuntarily, unknowingly and unwittingly exposed to the Listed
27 Chemical through the use, consumption and/or handling of the Products.

28

1 **FIRST CAUSE OF ACTION**

2 **(Civil Penalties for violations of H&S Code § 25249.6, *et seq.* concerning the Products**
3 **describe in the January 11, 2017, Prop. 65 Notice of Violation Against Defendants)**

4 39. Plaintiff re-alleges and incorporates by reference Paragraphs 1 through 38,
5 inclusive as if specifically set forth herein.

6 40. By committing the acts alleged in this Complaint, Defendants at all times relevant
7 to this action, and continuing through the present, have violated or are threatening to violate
8 Health & Safety Code § 25249.6 by, in the course of doing business, knowingly and intentionally
9 exposing individuals in California to a chemical known to the State of California to cause cancer,
10 to wit- marijuana smoke, without first giving clear and reasonable warnings to such persons who
11 us, consume or inhale the Products containing the Listed Chemical, pursuant to H&S Code §§
12 25249.6 and 25249.11(f).

13 41. By the above-described acts, Defendants are liable, pursuant to H&S Code §
14 25249.7(b), for a civil penalty of up to \$2,500 per day per violation for each unlawful exposure
15 to the Listed Chemicals contained in the Products. Each exposure discovered within one year of
16 commencing this action subjects Defendants to a separate and additional penalty under H&S
17 Code § 25249.7(b).

18 **PRAYER FOR RELIEF**

19 WHEREFORE, Plaintiff demands judgment against Defendant and requests the
20 following relief:

- 21 A. A preliminary and permanent injunction, pursuant to H&S Code § 25249.7(b),
22 enjoining Defendants, their agents, employees, assigns and all persons acting in
23 concert or participating with Defendants, from manufacturing, distributing,
24 marketing, processing, selling or offering to sell the Products to patients or
25 consumers in California without first providing a “clear and reasonable warning”
26 regarding the Listed Chemical within the meaning of Proposition 65;
- 27 B. An injunctive order, pursuant to H&S Code § 25249.7(b) and California Code of
28 Regulations, title 27, §§ 25603 and 25603.1, compelling Defendants to provide

1 “clear and reasonable” warnings a the entrance to Defendants’ medical marijuana
2 facility; on Defendants’ website; inside Defendants’ membership agreement; on
3 the labels of the Products; at the point of sale; inside display cases; at concerts and
4 conventions that Defendants participate in; and/or receipts for Products that are
5 delivered to consumers. The warnings should indicate that the Products will
6 expose the user, consumer or patient to chemicals known to the State of California
7 to cause cancer;


8 C. An assessment of civil penalties pursuant to H&S Code § 25249.7(b), against
9 Defendants in the amount of up to \$2,500 per day for each violation of
10 Proposition 65;

11 D. An award to Plaintiff of its reasonable attorneys’ fees and costs of suit pursuant to
12 California Code of Civil Procedure §§ 1032 *et. seq.* and 1021.5; and

13 E. Such other and further relief as may be just and proper.

14 Dated: February 28, 2018

BRODSKY & SMITH, LLC

15
16 By: 
Evan J. Smith (SBN242352)
17 Ryan P. Cardona (SBN302113)
18 9595 Wilshire Boulevard, Suite 900
19 Beverly Hills, CA 90212
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Attorneys for Plaintiff

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9 COUNTY OF LOS ANGELES

10 DONNY MACIAS,

11 Plaintiff,

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13 VALLEY HERBAL HEALING CENTER;
and DOES 1 - 25,

14 Defendants.
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Case No.:

**COMPLAINT FOR CIVIL PENALTIES
AND INJUNCTIVE RELIEF**

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

16 Plaintiff Donny Macias (“Plaintiff” or “Macias”) brings this action in the interest of the
17 general public, and on information and belief, hereby alleges:

18 **INTRODUCTION**

19 1. This action seeks to remedy the continuing failure of Defendant Valley Herbal
20 Healing Center (“VHHC”) and DOES 1 - 25 (hereinafter individually referred to as “Defendant”
21 or collectively as “Defendants”) to warn consumers (including patients) in California that they
22 are being exposed to marijuana smoke, a chemical known to the State of California to cause
23 cancer. According to the Safe Drinking Water and Toxic Enforcement Act of 1986, Health and
24 Safety Code (“H&S Code”) § 25249.5 (also known as and referred to hereinafter as “Proposition
25 65”), businesses must provide persons with a “clear and reasonable warning” before exposing
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1 and toxics from being discharged, released or emitted into the environment; and enforcing state
2 and federal environmental laws and regulations through citizen suits.

3 5. Macias is a person within the meaning of H&S Code § 25249.11 and brings this
4 enforcement action in the public interest pursuant to H&S Code § 25249.7(d). H&S Code
5 §25249.7(d) specifies that actions to enforce Proposition 65 may be brought by a person in the
6 public interest, provided certain notice requirements as met and no other public prosecutor is
7 diligently prosecuting an action for the same violation(s).

8 6. VHHC is now, and was at all times relevant herein, a corporation organized under
9 the laws of California and is doing business within the meaning of H&S Code § 25249.11 at
10 11447 Vanowen Ave., North Hollywood, CA 910605. VHHC maintains a registered agent for
11 service of process at c/o Legalinc Corporate Services Inc., 4788 Dewey Drive, Fair Oaks, CA
12 95628.

13 7. Defendants manufacture, package, distribute, market, sell and/or offer the
14 Products for sale or use in the State of California or imply by their conduct that they
15 manufacture, distribute and/or offer the Products for sale or use in the State of California,
16 without first giving a “clear and reasonable” exposure warning the Products contain the Listed
17 Chemical.

18 8. Defendants, separately and each of them, are or were, at all times relevant to the
19 claims in this Complaint and continuing through the present, legally responsible for compliance
20 with the provisions of Proposition 65. Whenever an allegation regarding any act of a Defendant
21 is made herein, such allegation shall be deemed to mean that Defendants, or their agent, officer,
22 director, manger, supervisor, or employee did, or so authorized, such acts while engaged in the
23 affairs of Defendants’ business operations and/or while acting within the course and scope of
24 their employment or while conducting business for Defendant(s) for a commercial, nonprofit or
25 medical purpose.

26 9. In this Complaint, when reference is made to any act of a Defendant, such
27 allegation shall mean that the owners, officers, directors, agents, employees, contractors, or
28 representatives of a Defendant acted or authorized such actions and/or negligently failed and

1 omitted to act or adequately and properly supervise, control or direct its employees and agents
2 while engaged in the management, direction, operation or control of the affairs of the business
3 organization. Whenever reference is made to any act of any Defendant, such allegation shall be
4 deemed to mean the act of each Defendant acting individually, jointly and severally as defined
5 by Civil Code § 1430 *et seq.*

6 10. Plaintiff does not know the true names, capacities and liabilities of Defendants
7 DOES Nos. 1 - 25, inclusive, and therefore sues them under fictitious names. Plaintiff will
8 amend this Complaint to allege the true name and capacities of the DOE Defendants upon being
9 ascertained. Each of these Defendants was in some way legally responsible for the acts,
10 omissions and/or violations alleged herein.

11 JURISDICTION AND VENUE

12 11. Venue is proper in Los Angeles County Superior Court, pursuant to Code of Civil
13 Procedure §§ 393, 395, and 395.5, because this Court is a court of competent jurisdiction,
14 because one of more instances of wrongful conduct occurred, and continue to occur, in Los
15 Angeles County, and because Defendants conducted, and continue to conduct, business in this
16 County with respect to the Products.

17 12. This Court has jurisdiction over this action pursuant to California constitution
18 Article VI § 10, which grants the Superior Court “original jurisdiction in all causes except those
19 given by statute to other trial courts.” The statute under which this action is brought does not
20 specify any other court jurisdiction.

21 13. This Court has jurisdiction over Defendants because they are business entities that
22 do sufficient business, have sufficient minimum contacts in California or otherwise intentionally
23 avail themselves of the California market, through the sale, marketing and use of their Products
24 in California, to render the exercise of jurisdiction over them by the California courts consistent
25 with traditional notions of fair play and substantial justice.

26 14. Venue in this action is proper in the Los Angeles County Superior Court because
27 the cause, or part thereof, arises in Los Angeles County since Defendants’ violations occurred
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1 (products are marketed, offered for sale, sold, used and/or consumed without clear and
2 reasonable exposure warnings) in this County.

3 **STATUTORY BACKGROUND**

4 15. The people of the State of California declared in Proposition 65 their right “[t]o be
5 informed about exposures to chemicals that cause cancer, birth defects, or other reproductive
6 harm.” (Section 1(b) of Initiative Measure, Proposition 65.)

7 16. To effect this goal, Proposition 65 requires that individuals be provided with a
8 “clear and reasonable warning” before being exposed to substances listed by the State of
9 California as causing cancer or reproductive toxicity. H&S Code § 25249.6 states, in pertinent
10 part:

11 No person in the course of doing business shall knowingly and intentionally expose
12 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 ...

13 17. An exposure to a chemical in a consumer product is one “which results from a
14 person’s acquisition, purchase, storage, consumption or other reasonably foreseeable use of a
15 consumer good, or any exposure that results from receiving a consumer service.” (27 CCR §
16 25602, para (b).) H&S Code § 25603(c) states that “a person in the course of doing business ...
17 shall provide a warning to any person to whom the product is sold or transferred unless the
18 product is packaged or labeled with a clear and reasonable warning.”

19 18. Pursuant to H&S Code § 25603.1, the warning may be provided by using one or
20 more of the following methods individually or in combination:²

- 21 a) A warning that appears on a product’s label or other labeling.
- 22 b) Identification of the product at the retail outlet in a manner which provides a
23 warning. Identification may be through shelf labeling, signs, menus, or a
24 combination thereof.

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26 ² Alternatively, a person in the course of doing business may elect to comply with the warning
27 requirements set out in the amended version of 27 CCR 25601, *et.seq.* as amended on August 30,
2016, and operative on August 30, 2018.

- 1 c) The warnings provided pursuant to subparagraphs (a) and (b) shall be prominently
2 placed upon a product's labels or other labeling or displayed at the retail outlet with
3 such conspicuousness, as compared with other words, statements, designs, or devices
4 in the label, labeling or display as to render it likely to be read and understood by an
5 ordinary individual under customary conditions of purchase or use.
- 6 d) A system of signs, public advertising identifying the system and toll-free information
7 services, or any other system that provides clear and reasonable warnings.

8 19. Proposition 65 provides that any "person who violates or threatens to violate" the
9 statute may be enjoined in a court of competent jurisdiction. (H&S Code § 25249.7.) The phrase
10 "threaten to violate" is defined to mean creating "a condition in which there is a substantial
11 probability that a violation will occur." (H&S Code § 25249.11(e).) Violators are liable for civil
12 penalties of up to \$2,500 per day for each violation of the Act. (H&S Code § 25249.7.)

13 FACTUAL BACKGROUND

14 20. On December 12, 2007, the Office of Environmental Health Hazard Assessment
15 (OEHHA) announced the selection of the Listed Chemical as a chemical for consideration for
16 listing by the Carcinogen Identification Committee (CIC) in the *California Regulatory Register*.
17 The CIC subsequently determined that Listed Chemical has been clearly shown, through
18 scientifically valid testing according to general accepted principles, to cause cancer.
19 Consequently, on June 19 2009, the Listed Chemical was added to the Proposition 65 list,
20 pursuant to California Code of Regulations § 25305(a)(1) (formerly Title 22, California Code of
21 Regulations, § 12305(a)(1)). In summary, the Listed Chemical was listed under Proposition 65 as
22 a chemical known to the State to cause cancer.

23 21. The consumer exposures that are the subject of this Complaint result from the
24 combustion and inhalation of the Products resulting in exposure to the Listed Chemical, to wit –
25 marijuana smoke and its constituent carcinogens. Consequently, a primary route of exposure to
26 the Listed Chemical contained in marijuana smoke is through direct smoking of the marijuana
27 leaves, flowers, and stems or re-rolled products. A secondary route of exposure to the Listed
28 Chemical contained in marijuana smoke is through exposure to second-hand smoke generated by
the smoking of the marijuana leaves, flowers, and stems or pre-rolled products.

1 22. Defendants have manufactured, grown, processed, marketed, distributed, offered
2 to sell and/or sold the Products for use and consumption by inhalation/smoking in California
3 since at least June 14, 2017. The Products continue to be distributed and sold in California
4 without the requisite warning information.

5 23. At all times relevant to this action, Defendants have knowingly and intentionally
6 exposed users, consumers and/or patients to the Products and the Listed Chemical without first
7 giving a clear and reasonable exposure warning to such individuals.

8 24. As a proximate result of acts by Defendants, as persons in the course of doing
9 business within the meaning of H&S Code § 25249.11, individuals throughout the State of
10 California, including in Los Angeles County, have been exposed to the Listed Chemical without
11 a clear and reasonable warning on the Products. The individuals subject to the violative
12 exposures include normal and foreseeable users, consumers and patients that use the Products, as
13 well as all others exposed to the Products.

14 25. On June 20, 2017, Macias served VHHC and each of the appropriate public
15 enforcement agencies with a document entitled “Notice of Violations of California Health &
16 Safety Code Section 25249.5” that provided VHHC and the public enforcement agencies with
17 notice that VHHC was in violations of Proposition 65 for failing to warn purchasers and
18 individuals using the Products that the use of the Products exposes them to marijuana smoke, a
19 chemical known to the State of California to cause cancer (the “Notice”).

20 26. The Notice was issued pursuant to, and in compliance with, the requirements of
21 H&S Code § 25249.7(d) and the statute’s implementing regulations regarding the notice of the
22 violations to be given to certain public enforcement agencies and to the violator. The Notice
23 included, *inter alia*, the following information; the name, address, and telephone number of the
24 noticing individual; the name of the alleged violator; the statute violated; the approximate time
25 period during which violations occurred; and descriptions of the violations including the
26 chemicals involved, the routes of toxic exposure, and the specific product or type of product
27 causing the violations.

28

1 27. VHHC was also provided copies of the document entitled “The Safe Drinking
2 Water and Toxic Enforcement Act of 1986 (Proposition 65): A Summary,” which is also known
3 as Appendix A to Title 27 of CCR section 25903, via Certified Mail.

4 28. The California Attorney General was provided a copy of the Notice and a
5 Certificate of Merit by attorney for the noticing party, stating that there is a reasonable and
6 meritorious case for this action, and attaching factual information sufficient to establish a basis
7 for the certificate, including the identity of the persons consulted with and relied on by the
8 certifier, and the facts or other data reviewed by those persons, pursuant to H&S Code §
9 25249.11 (h)(2) via online submission.

10 29. After expiration of the sixty (60) day notice period, the appropriate public
11 enforcement agencies have failed to commence and diligently prosecute a cause of action under
12 H&S Code § 25249.5 *et seq.* against VHHC based on the allegations herein.

13 30. Based on information and belief, VHHC has sold multiple strains of buds, flowers
14 and pre-rolled marijuana/cannabis products intended for combustion and inhalation by doctor-
15 recommended “patients” without giving clear and reasonable warnings that smoking medical
16 cannabis can cause cancer. VHHC has sold dozens, if not hundreds, of units of the Products to a
17 Persons³ in the State of California during each and every month from June 14, 2016, through the
18 present, amounting to numerous violative products sold in that period.

19 31. Macias Plaintiff has engaged in good faith efforts to resolve the herein claims
20 prior to this Complaint.

21 **Basis for Injunctive Relief for Violations of Health and Safety Code § 25249.6, *et seq.***
22 **concerning the Products described in the April 19, 2017, Prop. 65 Notice of Violation**
23 **Against Defendants**

24 32. Plaintiff re-alleges and incorporates by reference Paragraphs 1 through 31,
25 inclusive as if specifically set forth herein.

26 ³ “Persons” includes natural persons, firms, associations, organizations, partnerships, businesses,
27 trusts, corporations, public entities, joint ventures, and any other incorporated or unincorporated
28 associations, businesses or enterprises.

1 33. By committing the acts alleged in this Complaint, Defendants at all times relevant
2 to this action, and continuing through the present, have violated, or threaten to violate, H&S
3 Code § 25249.6 by, in the course of doing business, knowingly and intentionally exposing
4 individuals in California to a chemical known to the State of California to cause cancer without
5 first giving “clear and reasonable” exposure warnings to such persons/patients who use or
6 consume the Products containing the Listed Chemical, pursuant to H&S Code § 25249.6 and
7 25249.11(f).

8 34. By committing the acts alleged in this Complaint, Defendants have caused or
9 threaten to cause irreparable harm for which there is no plain, speedy, or adequate remedy at law.
10 In the absence of equitable relief, Defendants will continue to create a substantial risk of
11 irreparable injury by continuing to cause patients and consumers to be involuntarily and
12 unwittingly exposed to cancer-causing marijuana smoke through the foreseeable and/or intended
13 use and/or consumption of the Products.

14 35. By the above-described acts, Defendants have violated, or threaten to violate,
15 H&S Code § 25249.6 and are therefore subject to preliminary and permanent injunctions
16 ordering Defendants to stop violating Proposition 65, to provide warnings to all present and
17 future patients and customers, and possibly be required to provide warnings to Defendants’ past
18 customers who purchased or used the Products without receiving a clear and reasonable warning.

19 36. An action for injunctive relief under Proposition 65 is specifically authorized by
20 H&S Code § 25249.7(a).

21 37. Continuing commission by Defendants of the acts alleged above will irreparably
22 harm the citizens of the State of California, for which harm they have no plain, speedy, or
23 adequate remedy at law.

24 38. In the absence of preliminary and then permanent injunctive relief, Defendants
25 will continue to create a substantial risk to irreparable injury by continuing to cause patients,
26 users and/or consumers to be involuntarily, unknowingly and unwittingly exposed to the Listed
27 Chemical through the use, consumption and/or handling of the Products.

28

1 **FIRST CAUSE OF ACTION**

2 **(Civil Penalties for violations of H&S Code § 25249.6, et seq. concerning the Products**
3 **describe in the January 11, 2017, Prop. 65 Notice of Violation Against Defendants)**

4 39. Plaintiff re-alleges and incorporates by reference Paragraphs 1 through 38,
5 inclusive as if specifically set forth herein.

6 40. By committing the acts alleged in this Complaint, Defendants at all times relevant
7 to this action, and continuing through the present, have violated or are threatening to violate
8 Health & Safety Code § 25249.6 by, in the course of doing business, knowingly and intentionally
9 exposing individuals in California to a chemical known to the State of California to cause cancer,
10 to wit- marijuana smoke, without first giving clear and reasonable warnings to such persons who
11 us, consume or inhale the Products containing the Listed Chemical, pursuant to H&S Code §§
12 25249.6 and 25249.11(f).

13 41. By the above-described acts, Defendants are liable, pursuant to H&S Code §
14 25249.7(b), for a civil penalty of up to \$2,500 per day per violation for each unlawful exposure
15 to the Listed Chemicals contained in the Products. Each exposure discovered within one year of
16 commencing this action subjects Defendants to a separate and additional penalty under H&S
17 Code § 25249.7(b).

18 **PRAYER FOR RELIEF**

19 WHEREFORE, Plaintiff demands judgment against Defendant and requests the
20 following relief:

- 21 A. A preliminary and permanent injunction, pursuant to H&S Code § 25249.7(b),
22 enjoining Defendants, their agents, employees, assigns and all persons acting in
23 concert or participating with Defendants, from manufacturing, distributing,
24 marketing, processing, selling or offering to sell the Products to patients or
25 consumers in California without first providing a “clear and reasonable warning”
26 regarding the Listed Chemical within the meaning of Proposition 65;
- 27 B. An injunctive order, pursuant to H&S Code § 25249.7(b) and California Code of
28 Regulations, title 27, §§ 25603 and 25603.1, compelling Defendants to provide

1 “clear and reasonable” warnings a the entrance to Defendants’ medical marijuana
2 facility; on Defendants’ website; inside Defendants’ membership agreement; on
3 the labels of the Products; at the point of sale; inside display cases; at concerts and
4 conventions that Defendants participate in; and/or receipts for Products that are
5 delivered to consumers. The warnings should indicate that the Products will
6 expose the user, consumer or patient to chemicals known to the State of California
7 to cause cancer;

8 C. An assessment of civil penalties pursuant to H&S Code § 25249.7(b), against
9 Defendants in the amount of up to \$2,500 per day for each violation of
10 Proposition 65;

11 D. An award to Plaintiff of its reasonable attorneys’ fees and costs of suit pursuant to
12 California Code of Civil Procedure §§ 1032 *et. seq.* and 1021.5; and

13 E. Such other and further relief as may be just and proper.

14 Dated: February 28, 2018

BRODSKY & SMITH, LLC

15
16 By: 
17 Evan J. Smith (SBN242352)
18 Ryan P. Cardona (SBN302113)
19 9595 Wilshire Boulevard, Suite 900
20 Beverly Hills, CA 90212
21 Telephone: (877) 534-2590
22 Facsimile: (310) 247-0160

Attorneys for Plaintiff