1 2 3 4 5 6 7 8 9	WILLIAM VERICK, SBN 140972 Klamath Environmental Law Center 1125 Sixteenth Street, Suite 204 Arcata, CA 95521 Telephone: (707) 630-5061 Facsimile: (707) 630-5064 E-Mail wverick@igc.org DAVID WILLIAMS, SBN 144479 BRIAN ACREE, SBN 202505 1700 Ygnacio Valley Road, Suite 202 Walnut Creek, CA 94598 Telephone: (510) 847-2356 E-Mail: dhwill7@gmail.com; brian@brianacree.com Attorneys for Plaintiff, MATEEL ENVIRONMENTAL JUSTICE FOUNDATION
10	SUPERIOR COURT OF THE STATE OF CALIFORNIA
11 12	COUNTY SAN FRANCISCO (Unlimited Jurisdiction)
13 14	MATEEL ENVIRONMENTAL CASE NO. CGC - 18 - 56 4892
15 16	Plaintiff,COMPLAINT FOR INJUNCTIVE RELIEFv.AND CIVIL PENALTIES
17 18 19	NOWHERE PARTNERS CORP and TYP RESTAURANT GROUP, INC., TOXIC TORT/ENVIRONMENTAL Defendants.
<ol> <li>20</li> <li>21</li> <li>22</li> <li>23</li> <li>24</li> <li>25</li> <li>26</li> <li>27</li> <li>28</li> </ol>	MATEEL ENVIRONMENTAL JUSTICE FOUNDATION alleges as follows: <u>INTRODUCTION</u> 1. This Complaint seeks civil penalties and an injunction to remedy the continuing failure of defendants NOWHERE PARTNERS CORP and TYG RESTAURANT GROUP (hereinafter "Defendants"), to give clear and reasonable warnings to those residents of California, who drink kombucha that defendants dispense at retail outlets they operate in California. Kombucha is a fermented tea drink that is dispensed through taps at the retail outlets defendants operate. The equipment defendants use to dispense the kombucha they sell imparts lead to the
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1 kombucha. When people drink the kombucha, they drink lead. This causes an exposure to lead 2 within the meaning of Health and Safety Code Section 25249.6.

2. 3 Defendants sell kombucha throughout California, including in San Francisco. Defendants' equipment imparts lead to the kombucha they sell and defendants intend that people 4 5 who purchase kombucha drink the lead-infused kombucha. This causes exposure to lead, a chemical listed pursuant to 27 Cal. Code Regs. § 27001 as known to cause male and female 6 7 reproductive toxicity, as well as developmental toxicity.

8 3. Plaintiff seeks injunctive relief pursuant to Health & Safety Code Section 25249.7 to compel Defendants to bring their business practices into compliance with section 25249.5 et 9 10 seq. by providing a clear and reasonable warning to each individual who has been and who in the 11 future may be exposed to lead by drinking defendants' kombucha.

4. In addition to injunctive relief, plaintiff seeks civil penalties to remedy the failure of Defendants to provide clear and reasonable warnings regarding exposure to a chemical known to cause male and female reproductive toxicity, as well as developmental toxicity. 14

PARTIES

5. Plaintiff MATEEL ENVIRONMENTAL JUSTICE FOUNDATION ("Mateel") 16 is a non-profit organization dedicated to, among other causes, the protection of the environment, 18 promotion of human health, environmental education, and consumer rights. Mateel is based in Eureka, California, and is incorporated under the laws of the State of California. Mateel is a "person" pursuant to Health & Safety Code Section 25118. Mateel brings this enforcement action in the public interest pursuant to Health & Safety Code §25249.7(d). Residents of California are exposed to lead when they drink lead-infused kombucha that defendants dispense at retail outlets they operate in California.

6. 24 Defendants are persons doing business within the meaning of Health & Safety 25 Code Section 25249.11. Defendants are businesses that sell lead-infused kombucha in California, 26 including in San Francisco County. Exposures at issue in this case occur in San Francisco 27 County.

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Plaintiff brings this enforcement action against Defendants pursuant to Health &

COMPLAINT FOR INJUNCTION AND CIVIL PENALTIES

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1 Safety Code Section 25249.7(d). Attached hereto and incorporated by reference is a copy of the 2 Notice of Violation letter, dated December 7, 2017, which Mateel sent to California's Attorney General. A substantively identical letter was sent to the District Attorney of San Francisco 3 County as well as to district attorneys for each of California's 58 counties and to the city 4 attorneys for every California city with a population greater than 750,000. Attached to the Notice 5 of Violation Letter sent to each defendant was a summary of Proposition 65 that was prepared by 6 7 California's Office of Environmental Health Hazard Assessment. In addition, each Notice of 8 Violation Letter plaintiff sent was accompanied by a Certificate of Service attesting to the service 9 of the Notice of Violation Letter on each entity that received it. Pursuant to California Health & 10 Safety Code Section 25249.7(d), a Certificate of Merit attesting to the reasonable and meritorious 11 basis for the action was also sent with each Notice of Violation Letter. Factual information 12 sufficient to establish the basis of the Certificate of Merit was enclosed with the Notice of Violation letter Mateel sent to the Attorney General. 13

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15 16 JURISDICTION

Each defendant employs more than ten people.

9. The Court has jurisdiction over this action pursuant to California Health & Safety Code Section 25249.7. California Constitution Article VI, Section 10 grants the Superior Court "original jurisdiction in all causes except those given by statute to other trial courts." Chapter 6.6 of the Health & Safety Code, which contains the statutes under which this action is brought, does not grant jurisdiction to any other trial court.

10. This Court also has jurisdiction over Defendants because they are businesses that
 have sufficient minimum contacts in California and within San Francisco County. Defendants
 intentionally availed themselves of the legal protections offered by California and by San
 Francisco County by marketing their kombucha for consumption in San Francisco, California. It
 is thus consistent with traditional notions of fair play and substantial justice for the San Francisco
 Superior Court to exercise jurisdiction over Defendants.

27 11. Venue is proper in this Court because exposures to lead caused by defendants'
28 kombucha occur in San Francisco. Liability for Plaintiff's causes of action, or some parts

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thereof, has accordingly arisen in San Francisco during the times relevant to this Complaint and Plaintiff seeks civil penalties imposed by statute.

### FIRST CAUSE OF ACTION (Claim for Injunctive Relief)

12. Plaintiff realleges and incorporates by reference into this First Cause of Action, as if specifically set forth herein, paragraphs 1 through 11, inclusive.

13. The People of the State of California have declared by referendum under Proposition 65 (California Health & Safety Code § 25249.5 <u>et seq.</u>) their right "[t]o be informed about exposures to chemicals that cause cancer, birth defects, and reproductive harm."

14. To effectuate this goal, Section 25249.6 of the Health and Safety Code mandates that businesses that knowingly and intentionally expose any individual to a chemical known to the State of California to cause cancer or developmental toxicity must first provide a clear and reasonable warning to such individual prior to the exposure.

15. Since at least three years prior to the Notice of Violation Letter, defendants have engaged in conduct that violates Health and Safety Code Section 25249.6 <u>et seq.</u> This conduct includes knowingly and intentionally exposing to lead, those California residents who drink lead-infused kombucha that defendants serve in retail outlets in California. Defendants have not provided clear and reasonable warnings of the exposure within the meaning of Health & Safety Code Sections 25249.6 and 25249.11.

16. At all times relevant to this action, Defendants knew that their kombucha was causing exposures to lead. Prior to being served with the above-referenced Notice of Violation, each defendant was sent, and received, letters informing them that people who drink the kombucha they serve are exposed to "the toxic heavy metal, lead." Defendants thus knew that their kombucha contained lead and, in possession of that knowledge, defendants intended that residents of California drink their lead-infused kombucha.

By the above described acts, Defendants have violated Cal. Health & Safety Code
§ 25249.6 and are therefore subject to an injunction ordering them to stop violating Proposition
65, to provide warnings to all present and future customers who buy the kombucha defendants

dispense at the retail outlets they operate in California.

#### SECOND CAUSE OF ACTION (Claim for Civil Penalties)

18. Plaintiff realleges and incorporates by reference into this Second Cause of Action, as if specifically set forth herein, paragraphs 1 through 17, inclusive.

19. By the above described acts, Defendants are liable and should be liable pursuant to Health & Safety Code § 25249.7(b), for a civil penalty of \$2,500 per day for each individual exposed without proper warning to lead when these individuals drank defendants' lead-infused kombucha in California.

### PRAYER FOR RELIEF

Wherefore, plaintiff prays for judgment against DEFENDANTS, as follows:

 Pursuant to the First Cause of Action, that defendants be enjoined, restrained, and ordered to comply with the provisions of Section 25249.6 of the California Health & Safety Code;

Pursuant to the Second Cause of Action, that Defendants be assessed a civil penalty in an amount equal to \$2,500.00 per day per individual exposed, in violation of Section 25249.6 of the California Health & Safety Code, to lead when they drank defendants' lead-infused kombucha;

3. That, pursuant to Civil Procedure Code § 1021.5, defendants be ordered to pay to Plaintiff the attorneys fees and costs it incurred in bringing this enforcement action.

4. For such other relief as this court deems just and proper.

Dated: March 8, 2018

KLAMATH ENVIRONMENTAL LAW CENTER

William Verick Attorney for Plaintiff Mateel Environmental Justice Foundation

COMPLAINT FOR INJUNCTION AND CIVIL PENALTIES



December 7, 2017

PROPOSITION 65 ENFORCEMENT REPORTING ATTENTION: PROP 65 COORDINATOR 1515 CLAY STREET, SUITE 2000 P.O. BOX 70550 OAKLAND CA 94612-0550

ATTORNEY GENERAL COPY CONTAINS OFFICIAL INFORMATION PURSUANT TO EVIDENCE CODE §1040

#### Greetings:

This office and the Mateel Environmental Justice Foundation ("Mateel") give you notice that the private businesses listed on the accompanying service list ("businesses") have been, are, and threaten to be in violation of Cal. Health & Safety Code § 25249.6. Both this office and Mateel are private enforcers of Proposition 65, both may be contacted at the below listed address and telephone number, and I am a responsible individual at both Mateel and this office. The above referenced violations occur when California residents ingest or otherwise come into contact with kombucha served on tap at locations operated by the businesses or to whom the businesses have sold kombucha. This kombucha is contaminated with lead, a chemical known to cause birth defects and other reproductive harm. When people ingest kombucha, they also ingest (and are therefore exposed to) lead. When people come into contact in other ways with kombucha -- such as when touching it -- some of the lead dissolved in the kombucha is absorbed through the skin, and enters through cuts and abrasions in the skin. The routes of exposure to lead from kombucha, therefore, are via ingestion, dermal absorption, subcutaneous, and mucous membrane routes of exposure. The businesses did not and do not provide people with clear and reasonable warnings before they expose California residents to lead in kombucha. These violations have occurred every day since at least October 25, 2014, and will continue every day until the lead is removed from the kombucha, or until clear and reasonable warnings are given.

ordially

1125 Sixteenth Street, Suite 204, Arcata, CA 95521 • 707.630.5061 (phone) 707.630.5064 (fax)

# CERTIFICATE OF MERIT

I, William Verick, hereby declare: This Certificate of Merit accompanies the attached notice(s) of violation in which it is alleged the parties identified in the notices have violated Health and Safety Code section 25249.6 by failing to provide clear and reasonable warnings. I am the attorney for the noticing party. I have consulted with one or more persons with relevant and appropriate experience or expertise who has reviewed facts, studies, or other data regarding the exposure to the listed chemical that is the subject of the action. Based on the information obtained through those consultations, and on all other information in my possession, I believe there is a reasonable and meritorious case for the private action. I understand that "reasonable and meritorious case for the private action" means that the information did provides a credible basis that all elements of the plaintiffs' case can be established and the information did not prove that the alleged violator will be able to establish any of the affirmative defenses set forth in the statute. The copy of this Certificate of Merit served on the Attorney General attaches to it factual information sufficient to establish the basis for this certificate, including the information identified in Health and Safety Code section 25249.7(h)(2), i.e., (1) the identity of the person(s) consulted with and relied on by the certifier, and (2) the facts, studies, or other data reviewed by those persons.

Dated: December 7, 2017

William Verick

# CERTIFICATE OF SERVICE

I, Matt Lang, declare:

If called, I could and would testify as follows: I am over eighteen. My business address is 1125 Sixteenth Street, Suite 204, Arcata, California, 95521. On December 7, 2017, I caused the attached NOTICE OF VIOLATION LETTER, or a letter identical in substance, to be served by U.S. Mail on those public enforcement agencies listed on the attached SERVICE LIST; in addition on the same date and by U.S. Mail I caused the attached NOTICE OF VIOLATION and PROPOSITION 65: A SUMMARY to be sent by Certified U.S. Mail to the private business entities also listed on the attached SERVICE LIST. I deposited copies of these documents in envelopes, postage pre-paid, with the U.S. Postal Service on the day on which the mail is collected. I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct and that this declaration was executed on December 7, 2017, at Arcata, California.

Matt Lang

## SERVICE LIST

PROPOSITION 65 ENFORCEMENT REPORTING ATTENTION: PROP 65 COORDINATOR 1515 CLAY STREET, SUITE 2000 POST OFFICE BOX 70550 OAKLAND, CA 94612-0550

OAKLAND CITY ATTORNEY CITY HALL 6TH FLOOR 1 FRANK OGAWA PLAZA OAKLAND, CA 94612

OFFICE OF THE CITY ATTORNEY CITY OF SAN FRANCISCO CITY HALL, ROOM 234 1 DR. CARLTON B. GOODLETT PLACE SAN FRANCISCO, CA 94102-4682

OFFICE OF THE CITY ATTORNEY CITY OF SAN JOSE 200 EAST SANTA CLARA STREET SAN JOSE, CA 95113

OFFICE OF THE CITY ATTORNEY CITY OF LOS ANGELES 200 N. MAIN ST. LOS ANGELES, CA 90012

OFFICE OF THE CITY ATTORNEY CITY OF SAN DIEGO CONSUMER & ENVIRONMENTAL PROTECTION 1200 THIRD AVENUE, SUITE 700 SAN DIEGO, CA 92101

OFFICE OF THE DISTRICT ATTORNEY COUNTY OF ALAMEDA 1225 FALLON STREET ROOM 900 OAKLAND, CA 94612

OFFICE OF THE DISTRICT ATTORNEY COUNTY OF CONTRA COSTA P.O. BOX 670 MARTINEZ, CA 94553

OFFICE OF THE DISTRICT ATTORNEY COUNTY OF KERN 1215 TRUXTUN AVE. FLOOR 4 BAKERSFIELD, CA 93301

OFFICE OF THE DISTRICT ATTORNEY COUNTY OF LOS ANGELES HALL OF JUSTICE 211 W TEMPLE STREET STE 1200 LOS ANGELES, CA 90012

OFFICE OF THE DISTRICT ATTORNEY COUNTY OF ORANGE 401 CIVIC CENTER DR WEST SANTA ANA, CA 92701

OFFICE OF THE DISTRICT ATTORNEY COUNTY OF SAN DIEGO 330 W. BROADWAY, SUITE 1100 SAN DIEGO, CA 92101

OFFICE OF THE DISTRICT ATTORNEY COUNTY OF SAN FRANCISCO 850 BRYANT ST #322 SAN FRANCISCO, CA 94103

OFFICE OF THE DISTRICT ATTORNEY COUNTY OF SAN LUIS OBISPO COUNTY GOVERNMENT CENTER #450 SAN LUIS OBISPO, CA 93408

OFFICE OF THE DISTRICT ATTORNEY COUNTY OF SANTA BARBARA 1112 SANTA BARBARA ST. SANTA BARBARA, CA 93101

OFFICE OF THE DISTRICT ATTORNEY COUNTY OF SANTA CLARA 70 W. HEDDING ST. SAN JOSE, CA 95110

OFFICE OF THE DISTRICT ATTORNEY COUNTY OF VENTURA 800 SOUTH VICTORIA AVE VENTURA, CA 93009 LASSENS NATURAL FOODS AND VITAMINS, INC. PETER LASSEN, CEO 4071 E. MAIN STREET VENTURA, CA 93003

TENDER GREENS ERIC OBERHOLTZEN, CEO TYP RESTAURANT GROUP, INC. 2633 FAIRFAX AVE. CULVER CITY, CA 90232

EREWHON MARKETS MARIONO ANTHONY ANTOCI, CEO NOWHERE PARTNERS CORP. 7660-A BEVERLY BLVD. LOS ANGELES, CA 90036