Electronically Ell ED by Superior Court of California	County of Los Angeles on 05/29/2019 11:42 AM Sherri R. Carter, Executive Officer/Clerk of Court, by R. Clifton, Deputy Clerk
Electronically FILED by Superior Court of California	County of Los Angeles on 05/29/2019 11.42 AN Sherr R. Caner, Executive Onicer/Clerk of Court, by R. Cinton, Deputy Clerk
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	Assigned for all purposes to: Stanley Mosk Cour	thouse, Judicial Officer: Malcolm Mackey	
1 2 3 4 5 6 7 8 9		ns HE STATE OF CALIFORNIA LES – CENTRAL DISTRICT	
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11 12	CONSUMER ADVOCACY GROUP, INC., in the public interest,	CASE NO.	
13	Plaintiff,	COMPLAINT FOR PENALTY AND	
14	v.	INJUNCTION	
15	GROCERY OUTLET, INC., a California	Violation of Proposition 65, the Safe Drinking Water and Toxic Enforcement	
16 17	Corporation; GROCERY OUTLET BARGAIN	Act of 1986 (Health & Safety Code, § 25249.5, et seq.)	
18	MARKET, a business entity form unknown; and DOES 1-30;	ACTION IS AN UNLIMITED CIVIL	
19	Defendants.	CASE (exceeds \$25,000)	
-20			
21	Plaintiff CONSUMER ADVOCACY GROUP, INC. alleges three causes of action		
22 23	against defendants GROCERY OUTLET, INC., GROCERY OUTLET BARGAIN MARKET,		
-23 -24	and DOES 1-30 as follows:		
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		ON 65, THE SAFE DRINKING WATER AND TOXIC H AND SAFETY CODE § 25249.5, ET SEQ.)	

1 THE PARTIES 2 1. Plaintiff CONSUMER ADVOCACY GROUP, INC. ("Plaintiff" or "CAG") is an 3 organization qualified to do business in the State of California. CAG is a person within the meaning of Health and Safety Code section 25249.11, subdivision (a). CAG, acting 4 5 as a private attorney general, brings this action in the public interest as defined under Health and Safety Code section 25249.7, subdivision (d). 6 7 2. Defendant GROCERY OUTLET, INC. ("GROCERY OUTLET") is a California Corporation, qualified to do business in California, and doing business in the State of 8 9 California at all relevant times herein. 10 3. Defendant GROCERY OUTLET BARGAIN MARKET ("GROCERY BARGAIN") is a business entity form unknown, doing business in the State of California at all relevant times herein. 12 13 4. Plaintiff is presently unaware of the true names and capacities of defendants DOES 1-30, and therefore sues these defendants by such fictitious names. Plaintiff will amend this complaint to allege their true names and capacities when ascertained. Plaintiff is 16 informed, believes, and thereon alleges that each fictitiously named defendant is responsible in some manner for the occurrences herein alleged and the damages caused 18 thereby. 19 5. At all times mentioned herein, the term "Defendants" includes GROCERY OUTLET, 20 GROCERY BARGAIN, and DOES 1-30. 6. Plaintiff is informed and believes, and thereon alleges that each of the Defendants at all times mentioned herein have conducted business within the State of California. 7. Upon information and belief, at all times relevant to this action, each of the Defendants, including DOES 1-30, was an agent, servant, or employee of each of the other Defendants. In conducting the activities alleged in this Complaint, each of the Defendants was acting within the course and scope of this agency, service, or employment, and was acting with the consent, permission, and authorization of each of 2

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the other Defendants. All actions of each of the Defendants alleged in this Complaint were ratified and approved by every other Defendant or their officers or managing agents. Alternatively, each of the Defendants aided, conspired with and/or facilitated the alleged wrongful conduct of each of the other Defendants.

8. Plaintiff is informed, believes, and thereon alleges that at all relevant times, each of the Defendants was a person doing business within the meaning of Health and Safety Code section 25249.11, subdivision (b), and that each of the Defendants had ten (10) or more employees at all relevant times.

JURISDICTION

9. The Court has jurisdiction over this lawsuit pursuant to California Constitution Article VI, Section 10, which grants the Superior Court original jurisdiction in all causes except those given by statute to other trial courts. This Court has jurisdiction over this action pursuant to Health and Safety Code section 25249.7, which allows enforcement of violations of Proposition 65 in any Court of competent jurisdiction.

10. This Court has jurisdiction over Defendants named herein because Defendants either reside or are located in this State or are foreign corporations authorized to do business in California, are registered with the California Secretary of State, or who do sufficient business in California, have sufficient minimum contacts with California, or otherwise intentionally avail themselves of the markets within California through their manufacture, distribution, promotion, marketing, or sale of their products within California to render the exercise of jurisdiction by the California courts permissible under traditional notions of fair play and substantial justice.

11. Venue is proper in the County of Los Angeles because one or more of the instances of wrongful conduct occurred, and continues to occur, in the County of Los Angeles and/or because Defendants conducted, and continue to conduct, business in the County of Los Angeles with respect to the consumer product that is the subject of this action.

BACKGROUND AND PRELIMINARY FACTS

12. In 1986, California voters approved an initiative to address growing concerns about exposure to toxic chemicals and declared their right "[t]o be informed about exposures to chemicals that cause cancer, birth defects, or other reproductive harm." Ballot Pamp., Proposed Law, Gen. Elec. (Nov. 4, 1986) at p. 3. The initiative, The Safe Drinking Water and Toxic Enforcement Act of 1986, codified at Health and Safety Code sections 25249.5, et seq. ("Proposition 65"), helps to protect California's drinking water sources from contamination, to allow consumers to make informed choices about the products they buy, and to enable persons to protect themselves from toxic chemicals as they see fit.

- 13. Proposition 65 requires the Governor of California to publish a list of chemicals known to the state to cause cancer, birth defects, or other reproductive harm. *Health & Safety Code* § 25249.8. The list, which the Governor updates at least once a year, contains over 700 chemicals and chemical families. Proposition 65 imposes warning requirements and other controls that apply to Proposition 65-listed chemicals.
- 14. All businesses with ten (10) or more employees that operate or sell products in California must comply with Proposition 65. Under Proposition 65, businesses are: (1) prohibited from knowingly discharging Proposition 65-listed chemicals into sources of drinking water (*Health & Safety Code § 25249.5*), and (2) required to provide "clear and reasonable" warnings before exposing a person, knowingly and intentionally, to a Proposition 65-listed chemical (*Health & Safety Code § 25249.6*).
- 15. Proposition 65 provides that any person "violating or threatening to violate" the statute may be enjoined in any court of competent jurisdiction. *Health & Safety Code* § 25249.7.
 "Threaten to violate" means "to create a condition in which there is a substantial probability that a violation will occur." *Health & Safety Code* § 25249.11(e). Defendants are also liable for civil penalties of up to \$2,500.00 per day per violation, recoverable in a civil action. *Health & Safety Code* § 25249.7(b).

COMPLAINT FOR VIOLATION OF PROPOSITION 65, THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986 (HEALTH AND SAFETY CODE § 25249.5, ET SEQ.)

16. Plaintiff identified certain practices of product manufacturers and distributors of exposing, knowingly and intentionally, persons in California to Bis (2-ethylhexyl) phthalate ("DEHP") and Lead and Lead Compounds ("Lead"), chemicals listed under Proposition 65, without first providing clear and reasonable warnings of such to the exposed persons prior to the time of exposure. Plaintiff later discerned that Defendants engaged in such practice.

- 17. On February 27, 1987, the Governor of California added Lead to the list of chemicals known to the State to cause reproductive and developmental toxicity (*Cal. Code Regs.* tit. 27, § 27001(b)). Pursuant to Health and Safety Code sections 25249.9 and 25249.10, twenty (20) months after addition of Lead to the list of chemicals known to the State to cause reproductive and developmental toxicity, Lead became fully subject to Proposition 65 warning requirements and discharge prohibitions.
- 18. On January 1, 1988, the Governor of California added DEHP to the list of chemicals known to the State to cause cancer (*Cal. Code Regs.* tit. 27, § 27001(b)). Pursuant to Health and Safety Code sections 25249.9 and 25249.10, twenty (20) months after addition of DEHP to the list of chemicals known to the State to cause cancer, DEHP became fully subject to Proposition 65 warning requirements and discharge prohibitions.
- 19. On October 1, 1992, the Governor of California added Lead to the list of chemicals known to the State to cause cancer (*Cal. Code Regs.* tit. 27, § 27001(b)). Pursuant to Health and Safety Code sections 25249.9 and 25249.10, twenty (20) months after addition of Lead to the list of chemicals known to the State to cause cancer, Lead became fully subject to Proposition 65 warning requirements and discharge prohibitions.
- 20. On October 24, 2003, the Governor of California added DEHP to the list of chemicals known to the State to cause reproductive and developmental toxicity (*Cal. Code Regs.* tit. 27, § 27001(c)). Pursuant to Health and Safety Code sections 25249.9 and 25249.10, twenty (20) months after addition of DEHP to the list of chemicals known to the State to

cause reproductive and developmental toxicity, DEHP became fully subject to Proposition 65 warning requirements and discharge prohibitions.

SATISFACTION OF PRIOR NOTICE

21. On or about October 15, 2018, Plaintiff gave notice of alleged violations of Health and Safety Code section 25249.6, concerning consumer products exposures, subject to a private action to GROCERY OUTLET and to the California Attorney General, County District Attorneys, and City Attorneys for each city containing a population of at least 750,000 people in whose jurisdictions the violations allegedly occurred, concerning the product Ground Cinnamon.

- 22. On or about November 30, 2018, Plaintiff-gave notice of alleged violations of Health and Safety Code section 25249.6, concerning consumer products-exposures, subject to a private action to GROCERY OUTLET, GROCERY BARGAIN, and to the California Attorney General, County District Attorneys, and City Attorneys for each city containing a population of at least 750,000 people in whose jurisdictions the violations allegedly occurred, concerning the product Umbrellas.
- 23. On or about December 21, 2018, Plaintiff gave notice of alleged violations of Health and Safety Code section 25249.6, concerning consumer products exposures; subject to a private action to GROCERY OUTLET, GROCERY BARGAIN, and to the California Attorney General, County District Attorneys, and City Attorneys for each-city containing a population of at least 750,000 people in whose jurisdictions the violations allegedly occurred, concerning the product Car Mount.

24. Before sending the notices of alleged violation, Plaintiff investigated the consumer products involved, the likelihood that such products would cause users to suffer significant exposures to DEHP and Lead, and the corporate structure of each of the Defendants.

25. Plaintiff's notice of alleged violation included a Certificate of Merit executed by the attorney for the noticing party, CAG. The Certificate of Merit stated that the attorney for

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Plaintiff who executed the certificate had consulted with at least one person with relevant and appropriate expertise who reviewed data regarding the exposures to DEHP and Lead, the subject Proposition 65-listed chemicals of this action. Based on that information, the attorney for Plaintiff who executed the Certificate of Merit believed there was a reasonable and meritorious case for this private action. The attorney for Plaintiff attached to the Certificate of Merit served on the Attorney General the confidential factual information sufficient to-establish the basis of the Certificate of Merit.
26. Plaintiff's notices of alleged violations also included a Certificate of Service and a

document entitled "The Safe Drinking Water & Toxic Enforcement Act of 1986 (Proposition 65) A Summary." *Health & Safety Code* § 25249.7(d).

27. Plaintiff is commencing this action more than sixty (60) days from the dates that Plaintiff gave notices of the alleged violations to GROCERY OUTLET, GROCERY BARGAIN, and the public prosecutors referenced in Paragraphs 21-23.

28. Plaintiff is informed, believes, and thereon alleges that neither the Attorney General, nor any applicable district attorney or city attorney has commenced and is diligently prosecuting an action against the Defendants.

FIRST CAUSE OF ACTION

(By CONSUMER ADVOCACY GROUP, INC. and against GROCERY OUTLET and DOES 1-10 for Violations of Proposition 65, The Safe Drinking Water and Toxic Enforcement Act of 1986 (*Health & Safety Code*, §§ 25249.5, et seq.))

Ground Spices

29. Plaintiff CONSUMER ADVOCACY GROUP, INC. repeats and incorporates by reference paragraphs 1 through 28 of this complaint as though fully set forth herein.

30. Each of the Defendants is, and at all times mentioned herein was, a manufacturer, distributor, promoter, or retailer of Ground Cinnamon, identified as "EL MONTE SPICES;" "CANELA MOLIDA (GROUND CINNAMON);" "NET WT. 1 OZ. (28G);"

"PACKED AND DISTRIBUTED BY: EL MONTE SPICES, EL MONTE, CA 91731;"
"PRODUCTION DE SRI LANKA;" "6 37298 00029 2" ("Ground Cinnamon").
31. Ground Cinnamon contains Lead.

32. Defendants knew or should have known that Lead has been identified by the State of California as a chemical known to cause cancer and reproductive and developmental toxicity and therefore was subject to Proposition 65 warning requirements. Defendants were also informed of the presence of Lead in Ground Cinnamon within Plaintiff's notice of alleged violations further discussed above at Paragraph 21.

33. Plaintiff's allegations regarding Ground Cinnamon concerns "[c]onsumer products exposure[s]," which "is an exposure that results from a person's acquisition, purchase, storage, consumption, or other reasonably foreseeable use of a consumer good, or any exposure that results from receiving a consumer service." *Cal. Code Regs.* tit. 27, § 25602(b). Ground Cinnamon is a consumer product, and, as mentioned herein, exposures to Lead took place as a result of such normal and foreseeable consumption and use.

34. Plaintiff is informed, believes, and thereon alleges that between October 15, 2015 and the present, each of the Defendants knowingly and intentionally exposed California consumers and users of Ground Cinnamon, which Defendants manufactured, distributed, or sold as mentioned above, to Lead, without first providing any type of clear and reasonable warning of such to the exposed persons before the time of exposure. Defendants have distributed and sold Ground Cinnamon in California. Defendants know and intend that California consumers will use and consume Ground-Cinnamon, thereby exposing them to Lead. Defendants thereby violated Proposition 65.

35. The principal routes of exposure with regard to Ground Cinnamon are and were through ingestion, including hand to mouth pathways, inhalation, and trans-dermal absorption. Persons sustain exposures primarily by eating and consuming Ground Cinnamon, and additionally handling Ground Cinnamon without wearing gloves or any other personal protective equipment, or by touching bare skin or mucous membranes with gloves after

handling Ground Cinnamon, as well as through direct and indirect hand to mouth contact, hand to mucous membrane, or even breathing in particulate matter dispersed from Ground Cinnamon.

36. Plaintiff is informed, believes, and thereon alleges that each of Defendants' violations of Proposition 65 as to Ground Cinnamon have been ongoing and continuous, as Defendants engaged and continue to engage in conduct which violates Health and Safety Code section 25249.6, including the manufacture, distribution, promotion, and sale of Ground Cinnamon, so that a separate and distinct violation of Proposition 65 occurred each and every time a person was exposed to Lead by Ground Cinnamon as mentioned herein.

- 37. Plaintiff is informed, believes, and thereon alleges that each violation of Proposition 65 mentioned herein is ever continuing. Plaintiff further alleges and believes that the violations alleged herein will continue to occur into the future.
- 38. Based on the allegations herein, Defendants are liable for civil penalties of up to
 \$2,500.00 per day per individual exposure to Lead from Ground Cinnamon, pursuant to
 Health and Safety Code section 25249.7(b).

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

SECOND CAUSE OF ACTION

(By CONSUMER ADVOCACY GROUP, INC. and against GROCERY OUTLET, GROCERY BARGAIN, and DOES 11-20 for Violations of Proposition 65, The Safe Drinking Water and Toxic Enforcement Act of 1986 (Health & Safety Code, §§ 25249.5, et seq.))

Accessories

40. Plaintiff CONSUMER ADVOCACY GROUP, INC. repeats and incorporates by reference paragraphs 1 through 39 of this complaint as though fully set forth herein.
41. Each of the Defendants is, and at all times mentioned herein was, a manufacturer,

distributor, promoter, or retailer of Umbrellas, including but not limited to "Multicolor

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1	Umbrella;" "Ultra Violet Protection;" "\$3.99" "Elsewhere \$7.99;" "Grocery Outlet
2	bargain market;" "Distributed by: Grocery Outlet Inc. Emeryville, CA 94608;" "Made in
3	China;" "#7664716;" "317XVIIP021;" "7 63562 03942 9" ("Umbrellas").
4	42. Umbrellas contain DEHP.
5	43. Defendants knew or should have known that DEHP has been identified by the State of
6	-California as a chemical known to cause cancer and reproductive and developmental
7	toxicity and therefore was subject to Proposition 65 warning requirements. Defendants
8	were also informed of the presence of DEHP in Umbrellas within Plaintiff's notice of
· .9	alleged violations further discussed above at Paragraph 22.
10	44. Plaintiff's allegations regarding Umbrellas concerns "[c]onsumer products exposure[s],"
11	which "is an exposure that results from a person's acquisition, purchase, storage,
12	consumption, or other reasonably foreseeable use of a consumer good, or any exposure
13	that results from receiving a consumer service." Cal. Code Regs. tit. 27, § 25602(b).
14	Umbrellas are consumer products, and, as mentioned herein, exposures to DEHP took
15	place as a result of such normal and foreseeable use.
16	45. Plaintiff is informed, believes, and thereon alleges that between November 30, 2015 and
17	the present, each of the Defendants knowingly and intentionally exposed California users
18	of Umbrellas, which Defendants manufactured, distributed, or sold as mentioned above,
19	to DEHP, without first providing any type of clear and reasonable warning of such to the
20	exposed persons before the time of exposure. Defendants have distributed and sold
-21	Umbrellas in California. Defendants know and intend that California customers will use
22	Umbrellas, thereby exposing them to DEHP. Defendants thereby violated Proposition
23	65.
24	46. The principal routes of exposure are through dermal contact, and ingestion. Persons
25 =	sustain exposures by using, handling, or carrying Umbrellas without wearing gloves or by
26	touching bare skin or mucous membranes with or without gloves after handling
27 -	Umbrellas, as well as through direct and indirect hand to mouth contact, hand to mucous
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ļ	COMPLAINT FOR VIOLATION OF PROPOSITION 65, THE SAFE DRINKING WATER AND TOXIC

COMPLAINT FOR VIOLATION OF PROPOSITION 65, THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986 (HEALTH AND SAFETY CODE § 25249.5, ET SEQ.)

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membrane, or breathing in particulate matter emanating from Umbrellas during use, as well as through environmental mediums that carry the DEHP once contained within the Umbrellas.

- 47. Plaintiff is informed, believes, and thereon alleges that each of Defendants' violations of Proposition 65 as to Umbrellas have been ongoing and continuous, as Defendants engaged and continue to engage in conduct which violates Health and Safety Code section 25249.6, including the manufacture, distribution, promotion, and sale of Umbrellas, so that a separate and distinct violation of Proposition 65 occurred each and every time a person was exposed to DEHP by Umbrellas as mentioned herein.
- 48. Plaintiff is informed, believes, and thereon alleges that each violation of Proposition 65 mentioned herein is ever continuing. Plaintiff further alleges and believes that the violations alleged herein will continue to occur into the future.
- 49. Based on the allegations herein, Defendants are liable for civil penalties of up to
 \$2,500.00 per day per individual exposure to DEHP from Umbrellas, pursuant to Health and Safety-Code section 25249.7(b).

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

THIRD CAUSE OF ACTION

(By CONSUMER ADVOCACY GROUP, INC. and against GROCERY OUTLET, GROCERY BARGAIN, and DOES 21-30 for Violations of Proposition 65, The Safe Drinking Water and Toxic Enforcement Act of 1986 (*Health & Safety Code*, §§ 25249.5, et seq.))

Auto Accessories

*51. Plaintiff CONSUMER ADVOCACY GROUP, INC. repeats and incorporates by reference paragraphs 1 through 50 of this complaint as though fully set forth herein.
*52. Each of the Defendants is, and at all times mentioned herein was, a manufacturer, distributor, promoter, or retailer of Windshield Car Mount with Plastic Suction-Cup,

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including but not limited to "EdgeHome ® Universal Windshield Car Mount"; "360 Rotation, 3.3 Inch Expansion, Universal"; "Lot No. 026-00644"; "Item # E-407"; "UPC 8 188801 01407 8"; "Made in China" ("Car Mount").

53. Car Mount contains DEHP.

54. Defendants knew or should have known that DEHP has been identified by the State of California as a chemical known to cause cancer and reproductive and developmental toxicity and therefore was subject to Proposition 65 warning requirements. Defendants were also informed of the presence of DEHP in Car Mount within Plaintiff's notice of alleged violations further discussed above at Paragraph 23.

^{55.} Plaintiff's allegations regarding Car Mount concerns "[c]onsumer products exposure[s]," which "is an exposure that results from a person's acquisition, purchase, storage, consumption, or other reasonably foreseeable use of a consumer good, or any exposure that results from receiving a consumer service." *Cal. Code Regs.* tit. 27, § 25602(b). Car Mount is a consumer product, and, as mentioned herein, exposures to DEHP took place as a result of such normal and foreseeable use.

56. Plaintiff is informed, believes, and thereon alleges that between December 21, 2015 and the present, each of the Defendants knowingly and intentionally exposed California users of Car Mount, which Defendants manufactured, distributed, or sold as mentioned above, to DEHP, without first providing any type of clear and reasonable warning of such to the exposed persons before the time of exposure. Defendants have distributed and sold Car Mount in California. Defendants know and intend that California customers will use Car Mount, thereby exposing them to DEHP. Defendants thereby violated Proposition 65.

57. The principal routes of exposure are through dermal contact, and ingestion. Persons sustain exposures by using, handling, or carrying Car Mount without wearing gloves or by touching bare skin or mucous membranes with or without gloves after handling Car Mount, as well as through direct and indirect hand to mouth contact, hand to mucous membrane, trans-dermal absorption, or breathing in particulate matter emanating from

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1	Car Mount during use, as well as through environmental mediums that carry the DEHP
2	once contained within the Car Mount.
3	58. Plaintiff is informed, believes, and thereon alleges that each of Defendants' violations of
4	Proposition 65 as to Car Mount have been ongoing and continuous, as Defendants
5	engaged and continue to engage in conduct which violates Health and Safety Code
6	section 25249.6, including the manufacture, distribution, promotion, and sale of Car
7	Mount, so that a separate and distinct violation of Proposition 65 occurred each and every
8	time a person was exposed to DEHP by Car Mount as mentioned herein.
9	59. Plaintiff is informed, believes, and thereon alleges that each violation of Proposition 65
10	mentioned herein is ever continuing. Plaintiff further alleges and believes that the
11	violations alleged herein will continue to occur into the future.
12	60. Based on the allegations herein, Defendants are liable for civil penalties of up to
13	\$2,500.00 per day per individual exposure to DEHP from Car Mount, pursuant to Health
14	and Safety Code section 25249.7(b).
15	61. Plaintiff has engaged in good faith efforts to resolve the claims alleged herein prior to
16	filing this Complaint.
17	PRAYER FOR RELIEF
18	Plaintiff demands against each of the Defendants as follows:
19	1. A permanent injunction mandating Proposition 65-compliant warnings;
20	2. Penalties pursuant to Health and Safety Code section 25249.7, subdivision*(b);
21	3. Costs of suit;
22	4. Reasonable attorney fees and costs; and
23 :	5. Any further relief that the court may deem just and equitable.
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26	Dated: May 29, 2019 YEROUSHALMI & YEROUSHALMI
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	COMPLAINT FOR VIOLATION OF PROPOSITION 65, THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986 (HEALTH AND SAFETY CODE § 25249.5, ET SEQ.)

] Reuben Yeroushalmi Attorneys for Plaintiff, Consumer Advocacy Group, Inc. COMPLAINT FOR VIOLATION OF PROPOSITION 65, THE SAFE DRINKING WATER AND TOXIC ENFORCEMENT ACT OF 1986 (HEALTH AND SAFETY CODE § 25249.5, ET SEQ.)