To: Clerk of Civil Filing Page 7 of 18 2019-09-24 22:12:09 (GMT) From: Lexington Law Group

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1.1	SUPERIOR COURT OF THE STATE OF CALIFORNIA	
12	COUNTY OF ALAMEDA	
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14	CENTER FOR ENVIRONMENTAL HEALTH,) Case No. RG 17-881940
15	Plaintiff,)))
16	V) SECOND AMENDED COMPLAINT) FOR INJUNCTIVE RELIEF AND
	V.	•
17	THINK FOOD GROUP LLC, et al.,) CIVIL PENALTIES)
17 18) CIVIL PENALTIES) Health & Safety Code § 25249.6, et seq.)
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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' fried or baked potato or sweet potato based snack foods (the "Products"). Consumers are exposed to acrylamide when they consume 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.
- 3. Despite the fact that Defendants expose consumers to acrylamide, Defendants 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

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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 JET.COM, INC. is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant JET.COM, INC. manufactures, distributes, and/or sells Products for sale and consumption in California. CEH's allegations and claims against Defendant JET.COM, INC. in this action are limited to Products sold under the "Great Value" and "Magic" brands.
- 6. Defendant SHEARER'S FOODS, LLC is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant SHEARER'S FOODS, LLC manufactures, distributes, and/or sells Products for sale and consumption in California. CEH's allegations and claims against Defendant SHEARER'S FOODS, LLC in this action are limited to Products sold under the "Great Value" brand.
- 7. Defendant BARREL O'FUN SNACK FOODS CO., LLC is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant BARREL O'FUN SNACK FOODS CO., LLC manufactures, distributes, and/or sells Products for sale and consumption in California. CEH's allegations and claims against Defendant BARREL O'FUN SNACK FOODS CO., LLC in this action are limited to Products sold under the "Great Value" brand.
- 8. Defendant WAL-MART STORES, INC. is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant WAL-MART STORES, INC. manufactures, distributes, and/or sells Products for sale and consumption in California. CEH's allegations and claims against Defendant WAL-MART STORES, INC. in this action are limited to Products sold under the "Great Value" brand.
- 9. Defendant SARATOGA POTATO CHIPS, LLC is a person in the course of doing business within the meaning of Health & Safety Code § 25249.11. Defendant SARATOGA

other reproductive harm." Proposition 65, § 1(b).

17. 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. . .

- 18. 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.
- 19. 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).

- 20. Defendants' Products contain sufficient quantities of acrylamide such that consumers who eat the Products are thereby 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.
- 21. No clear and reasonable warning is provided with the Products regarding the carcinogenic hazards of acrylamide.
- 22. Any person acting in the public interest has standing to enforce violations of Proposition 65 provided that such person has supplied the requisite public enforcers with a valid 60-Day Notice of Violation and such public enforcers are not diligently prosecuting the action within such time. Health & Safety Code § 25249.7(d).
- 23. More than sixty days prior to naming each Defendant in this lawsuit, CEH provided a 60-Day "Notice of Violation of Proposition 65" to the California Attorney General, to the District Attorneys of every county in California, to the City Attorneys of every California city with a population greater than 750,000, and to each of the named Defendants. In compliance with Health & Safety Code § 25249.7(d) and 27 C.C.R. § 25903(b), each Notice included the following information: (1) the name and address of each violator; (2) the statute violated; (3) the time period during which violations occurred; (4) specific descriptions of the violations, including (a) the routes of exposure to acrylamide from the Products, and (b) the specific type of Products sold and used in violation of Proposition 65; and (5) the name of the specific Proposition 65-listed chemical that is the subject of the violations described in each Notice.

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- 24. CEH also sent a Certificate of Merit for each Notice 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 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.
- 25. 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.
- 26. Defendants both know and intend that individuals will consume the Products, thus exposing them to acrylamide.
- 27. 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, § 12601).
- 28. As companies that manufacture, import, distribute, and/or sell the Products for use in the California marketplace, Defendants know or should know that the Products contain

acrylamide and that individuals who consume the Products will be exposed to acrylamide. The acrylamide exposures to consumers who eat the Products are a natural and foreseeable consequence of Defendants' placing the Products into the stream of commerce.

- 29. Defendants have also been informed of the acrylamide in their Products by the 60-Day Notice of Violation and accompanying Certificate of Merit served on them by CEH.
- 30. Defendants also have constructive knowledge that their Products contain acrylamide due to the widespread media coverage concerning the problem of acrylamide in food products in general, and due to published data confirming the presence of high levels of acrylamide in the Products in particular.
- 31. Nevertheless, Defendants continue to expose consumers to acrylamide without prior clear and reasonable warnings regarding the carcinogenic hazards of acrylamide.
- 32. CEH has engaged in good-faith efforts to resolve the claims alleged herein prior to filing this Complaint.
- 33. Any person "violating or threatening to violate" Proposition 65 may be enjoined in any court of competent jurisdiction. Health & Safety Code § 25249.7. "Threaten to violate" is defined to mean "to create a condition in which there is a substantial probability that a violation will occur." Health & Safety Code § 25249.11(e). Proposition 65 provides for civil penalties not to exceed \$2,500 per day for each violation of Proposition 65.

FIRST CAUSE OF ACTION (Violations of Health & Safety Code § 25249.6)

- 34. CEH realleges and incorporates by reference as if specifically set forth herein Paragraphs 1 through 33, inclusive.
- 35. By placing the Products into the stream of commerce, Defendants are each a person in the course of doing business within the meaning of Health & Safety Code § 25249.11.
- 36. Acrylamide is a chemical listed by the State of California as known to cause cancer.

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SECOND AMENDED COMPLAINT FOR INJUNCTIVE RELIEF AND CIVIL PENALTIES

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1	5. That the Court grant such other and further relief as may be just and proper.	
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3	Dated: September <u>24</u> , 2019	Respectfully submitted,
4		LEXINGTON LAW GROUP
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7		Joseph Mann Attorneys for Plaintiff
8		CENTER FOR ENVIRONMENTAL HEALTH
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-9SECOND AMENDED COMPLAINT FOR INJUNCTIVE RELIEF AND CIVIL PENALTIES

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