1 2 3 4 5 6	Kimberly Gates Johnson, State Bar No. 282369 Seven Hills LLP 4 Embarcadero Center, Suite 1400 San Francisco, CA 94111 Telephone: (415) 926-7247 kimberly@sevenhillsllp.com Attorneys for Plaintiff CENTER FOR ADVANCED PUBLIC AWAR		FILED Superior Court of California, County of San Francisco 04/28/2021 Clerk of the Court BY: JACKIE LAPREVOTTE Deputy Clerk
7	SUPERIOR COURT OF THE STATE OF CALIFORNIA		
8	CITY AND COUNTY OF SAN FRANCISCO		
9	UNLIMITED CIVIL JURISDICTION		CGC-21-591375
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11	CENTER FOR ADVANCED PUBLIC AWARENESS,	Case No.	
12	Plaintiff, v. BURT'S BEES, INC.; and DOES 1-30, inclusive,	COMPLAINT FOR CIVIL PENALTIES AND INJUNCTIVE RELIEF	
13		Violation of Proposition 65, The Safe	
14 15		Drinking Water and Toxic Enforcement Act of 1986 (Health & Safety Code § 25249.5 et seq.)	
16	DEFENDANTS.	Action is an Unlimite	d Civil Case
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COMPLAINT FOR CIVIL PENALTIES AND INJUNCTIVE RELIEF

Plaintiff CENTER FOR ADVANCED PUBLIC AWARENESS ("CAPA"), acting in the public interest, alleges a cause of action against DEFENDANTS BURT'S BEES, INC. and DOES 1-30.

INTRODUCTION AND NATURE OF THE ACTION

- 1. This Complaint is a representative action brought by plaintiff CAPA in the public interest of the citizens of the State of California ("State" or "California") to enforce the People's right to be informed of the health hazards caused by exposures to Lead, a toxic chemical found in diaper rash ointments sold by Defendants in the State of California.
- 2. By this Complaint, plaintiff seeks to remedy Defendants' continuing failure to warn individuals not covered by California's Occupational Safety Health Act, Labor Code § 6300 et seq. ("consumers") they are being exposed to substances known to the State of California to cause cancer, birth defects and other reproductive harm through exposures to Lead present in diaper rash ointments manufactured, distributed, imported, marketed, sold and otherwise offered for sale or use throughout the State of California by Defendants and purchased by consumers and other individuals who use, handle, or apply the products to the skin, including skin affected with the conditions diaper rash ointment is designed to prevent and treat, and to the diaper area of infants, toddlers and children.
- 3. Detectable levels of Lead are found in diaper rash ointments Defendants manufacture, import, sell or distribute for sale to individuals throughout California.
- 4. Pursuant to the Safe Drinking Water and Toxic Enforcement Act of 1986, codified at Health & Safety Code § 25249.6 et seq. ("Proposition 65"), it is unlawful for a person in the course of doing business to knowingly and intentionally expose consumers in California to chemicals known to the State to cause cancer, birth defects or other reproductive harm, without first providing a "clear and reasonable" health hazard warning to such individuals prior to purchase or use.
- 5. CAPA contends and alleges Defendants manufacture, distribute, import, sell, and offer for sale, in or into California, diaper rash ointments containing Lead including, but not limited to, *Burt's Bees Baby Diaper Rash Ointment NPN 80049237, UPC #3 62103 32302 9,* (collectively referred to hereinafter as the "PRODUCTS"), without Proposition 65's requisite health hazard

warning regarding the harms associated with exposures to the chemical. Defendants' conduct subjects them to civil penalties for each violation, enjoinment as well as preliminary and permanent injunctive relief. Health & Safety Code §§ 25249.7(a) and (b).

PARTIES

- 6. Plaintiff CAPA is a non-profit corporation organized under the laws of California and acting in the interest of the general public, dedicated to protecting the health of California citizens and the environment through the elimination or reduction of toxic chemicals utilized in manufacturing consumer products and increasing public awareness of those chemicals through the promotion of sound environmental practices and corporate responsibility. CAPA is a person, within the meaning of Health & Safety Code § 25249.11(a), and CAPA brings this action in the public interest pursuant to Health & Safety Code § 25249.7(d).
- 7. Plaintiff is informed, believes and thereon alleges, at all relevant times, Defendant BURT'S BEES, INC. ("BURT'S BEES") was and is a person in the course of doing business, with ten (10) or more employees within the meaning of Health & Safety Code §§ 25249.6 and 25249.11.
- 8. BURT'S BEES manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use in the State of California, or implies by its conduct it manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use in the State of California.
- 9. Defendants DOES 1-10 ("MANUFACTURER DEFENDANTS") are each a person in the course of doing business within the meaning of Health & Safety Code §§ 25249.6 and 25249.11. MANUFACTURER DEFENDANTS, and each of them, assembles, fabricates, and manufactures, or implies by its conduct it does so one or more of the PRODUCTS offered for sale or use in California.
- 10. Defendants DOES 11-20 ("DISTRIBUTOR DEFENDANTS") are each a person in the course of doing business within the meaning of Health & Safety Code §§ 25249.6 and 25249.11. DISTRIBUTOR DEFENDANTS, and each of them, distributes, transfers, and transports, or implies by its conduct it does so one or more of the PRODUCTS to individuals, businesses, or retailers for sale or use in the State.
- 11. Defendants DOES 21-30 ("RETAILER DEFENDANTS") are each a person in the course of doing business within the meaning of Health & Safety Code §§ 25249.6 and 25249.11.

RETAILER DEFENDANTS, and each of them, offer the PRODUCTS for sale to individuals in California.

- 12. At this time, the true names of Defendants DOES 1 through 30, inclusive, are unknown to plaintiff, who, therefore, sues said DEFENDANTS by their fictitious names, pursuant to Code of Civil Procedure § 474. Plaintiff is informed and believes, and on that basis alleges, each fictitiously named Defendant is responsible in some manner for the acts and occurrences alleged herein and the damages caused thereby. When ascertained, their true names and capacities shall be reflected in an amended complaint.
- 13. At all times mentioned herein, BURT'S BEES, MANUFACTURER DEFENDANTS, DISTRIBUTOR DEFENDANTS, and RETAILER DEFENDANTS shall, hereinafter, where appropriate, be referred to collectively as the "DEFENDANTS."

JURISDICTION AND VENUE

- 14. This Court has jurisdiction over this action pursuant to Health & Safety Code § 25249.7, allowing enforcement by any court of competent jurisdiction. The California Superior Court has jurisdiction over this action 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." The statute under which this action is brought does not specify any other basis of subject matter jurisdiction.
- 15. The California Superior Court has jurisdiction over DEFENDANTS based on plaintiff's information and good faith belief DEFENDANTS are each a person, firm, corporation or association that is a citizen of the State of California; does sufficient business in California; have sufficient minimum contacts in California; and/or otherwise purposefully and intentionally avail themselves of the California market through their manufacture, importation, distribution, promotion, marketing or sale of PRODUCTS within the State. DEFENDANTS' purposeful availment renders the exercise of personal jurisdiction by California courts consistent with traditional notions of fair play and substantial justice.
- 16. Venue is proper in the Superior Court for the City and County of San Francisco pursuant to Code of Civil Procedure §§ 393, 395, and 395.5, because this Court is a court of

competent jurisdiction; because plaintiff seeks civil penalties against DEFENDANTS; because one or more instances of wrongful conduct occurred, and continue to occur, in this city and county; and/or because DEFENDANTS conducted, and continue to conduct, business in the City and County of San Francisco with respect to the PRODUCTS that are the subject of this action.

REGULATORY BACKGROUND AND LAW

- 17. In 1986, the people of the State of California approved an initiative addressing concerns regarding the harms caused by hazardous chemicals and declaring their right "[t]o be informed about exposures the chemicals that cause cancer, birth defects, or other reproductive harm." Ballot Pamp., Proposed General Law, Gen, Elec. (Nov. 4, 1986) at p.3.
- 18. Formally known as the Safe Drinking Water and Toxic Enforcement Act of 1986 and codified at Health & Safety Code §§ 25249.6 et seq., Proposition 65 states in relevant part "[n]o person in the course of doing business shall knowingly and intentionally expose any individual to a chemical known to cause cancer or reproductive toxicity without first giving a clear and reasonable warning to such individual..."
- 19. Under the Act, a "person the course of doing business" is defined as a business with ten (10) or more employees. Health & Safety Code § 25249.11(b). Businesses are prohibited from exposing individuals to hazardous chemicals without first giving a "clear and reasonable" health hazard warning. Health & Safety Code § 25249.6
- 20. An exposure to a hazardous chemical is defined as one that "results from a person's acquisition, purchase, storage, consumption or other reasonably foreseeable use of a product..." 27 C.C.R. § 25600(h). Expose means "to cause to ingest, inhale, contact via body surfaces or otherwise come into contact with a listed chemical." 27 California Code of Regulations ("CCR") § 25102(i). A consumer product exposure to a hazardous chemical "results from a person's acquisition, purchase, storage, consumption or other reasonably foreseeable use of a product..." 27 CCR § 25600.1(e).
- 21. Proposition 65 states persons violating the statute may be enjoined in any court of competent jurisdiction and may be subject to civil penalties of up to \$2,500 per day, per violation. Health & Safety Code § 25249.7.

- 22. On February 27, 1987, pursuant to Health & Safety Code § 25249.8, California identified and listed Lead as a chemical known to cause birth defects and reproductive harm or reproductive toxicity, based on evidence clearly showing, through scientifically valid and accepted testing practices, the chemical causes birth defects and both male and female reproductive toxicity. Lead became subject to the "clear and reasonable warning" requirements one year later, on February 27, 1988. Cal. Code Regs. tit. 27, § 27001(c); Health & Safety Code §§ 25249.8, 25249.10(b).
- 23. On October 1, 1992, California identified and listed Lead as a chemical known to cause cancer, based on testing and evidence clearly demonstrating the relationship between Lead and cancer, and the "clear and reasonable warning" requirement took effect one year later, on October 1, 1993. Cal. Code Regs. tit. 27, § 27001(c); Health & Safety Code §§ 25249.8, 25249.10(b).
- 24. Pursuant to Health & Safety Code § 25249.10(c), the burden of proof, or the burden to demonstrate an exposure does not pose a significant risk based on a lifetime of exposure or that there is no observable effect of exposure assuming levels 1,000 times the level in question, is on the defendant.

STATEMENT OF FACTS

- 25. Plaintiff purchased, investigated and tested DEFENDANTS' PRODUCTS at an accredited lab, and consultation with a person with relevant and appropriate expertise who reviewed the collected data, analyzed the risk of exposures to Lead and determined the PRODUCTS expose consumers, including infants, toddlers and children, in California to the listed chemical at levels requiring a warning under the statute, based on consumers utilizing the PRODUCTS in accordance with their reasonably foreseeable usage, including by touching, handling or applying the PRODUCTS to the skin, including skin affected with the conditions the PRODUCTS are designed to prevent and treat, and to the diaper area of infants, toddlers and children.
 - 26. Plaintiff purchased the PRODUCTS, without a warning, in California.
- 27. Based on the foregoing, Plaintiff's attorney consulted with an expert and executed a certificate of merit, attesting to a reasonable and meritorious case for this private action and including the factual information supporting the certificate served on the California Attorney General's Office, as required. Health &Safety Code § 25249.7(d); Title 11 C.C.R. § 3102.

- 28. Thereafter, on September 23, 2020, plaintiff served a 60-Day Notice of Violation ("Notice"), together with the requisite certificate of merit, on BURT'S BEES, the California Attorney General's Office, and the requisite public enforcement agencies, alleging, as a result of DEFENDANTS' sales of the PRODUCTS, consumers in the State of California were and are being exposed to Lead resulting from their reasonably foreseeable use of the PRODUCTS without first receiving a "clear and reasonable warning," as required by Proposition 65.
- 29. After receiving plaintiff's Notice, no public enforcement agency has commenced and is diligently prosecuting a cause of action against DEFENDANTS under Proposition 65 to enforce the alleged violations that are the subject of the Notice.

FIRST CAUSE OF ACTION

(Violation of Proposition 65 - Against All DEFENDANTS)

- 30. CAPA realleges and incorporates by reference, as if fully stated herein, the allegations set forth in Paragraphs 1 through 29, inclusive.
- 31. DEFENDANTS' PRODUCTS contain Lead in levels requiring a clear and reasonable warning under Proposition 65.
- 32. DEFENDANTS knew or should have known the PRODUCTS they manufacture, import, distribute, sell, and offer for sale in California contain Lead. DEFENDANTS were also informed of the presence of Lead in the PRODUCTS through Plaintiff's Notice.
- 33. The PRODUCTS DEFENDANTS manufacture, import, distribute, sell, and offer for sale or use in California cause exposures to Lead, as a result of the reasonably foreseeable use of the PRODUCTS, through dermal contact and ingestion.
- 34. The normal and reasonably foreseeable use of the PRODUCTS has caused, and continues to cause, exposures to Lead.
- 35. DEFENDANTS know the normal and reasonably foreseeable use of the PRODUCTS exposes individuals to Lead through dermal contact and ingestion.
- 36. DEFENDANTS intend exposures to Lead from the reasonably foreseeable use of the PRODUCTS will occur by their deliberate, non-accidental participation in the California marketplace.

- 37. The exposures to Lead, caused by DEFENDANTS and endured by consumers and other individuals in California, are not exempt from the "clear and reasonable" warning requirements of Proposition 65.
- 38. DEFENDANTS failed to provide a "clear and reasonable warning" to those consumers and other individuals in California who have been, or will be, and whose children have been, or will be, exposed to Lead through dermal contact and/or ingestion resulting from their use of the PRODUCTS.
- 39. Contrary to the express policy and statutory prohibition of Proposition 65 enacted directly by California voters, consumers and other individuals exposed to Lead through dermal contact and ingestion as a result of their use of the PRODUCTS that DEFENDANTS sold without a "clear and reasonable" health hazard warning, have suffered, and continue to suffer, irreparable harm for which they have no plain, speedy, or adequate remedy at law.
- 40. DEFENDANTS manufacture, import, distribute, sell, and offer the PRODUCTS for sale or use in violation of Health & Safety Code § 25249.6, and DEFENDANTS' violations have continued beyond their receipt of plaintiff's Notice. As such, DEFENDANTS' violations are ongoing and continuous in nature and, unless enjoined, will continue in the future.
- 41. Pursuant to Health & Safety Code § 25249.7(b), as a consequence of the above-described acts, DEFENDANTS, and each of them, are liable for a maximum civil penalty of \$2,500 per day for each violation.
- 42. As a consequence of the above-described acts, Health & Safety Code § 25249.7(a) also specifically authorizes the Court to grant injunctive relief against DEFENDANTS.

PRAYER FOR RELIEF

Wherefore, CAPA prays for relief and judgment against DEFENDANTS, and each of them, as follows:

1. That the Court, pursuant to Health & Safety Code § 25249.7(a), preliminarily and permanently enjoin DEFENDANTS from manufacturing, distributing, importing, marketing or otherwise offering the PRODUCTS for sale or use in California without first providing a "clear and

reasonable warning" regarding the harms associated with exposures to Lead or reformulating the PRODUCTS to remove Lead;

- 2. That the Court, pursuant to Health & Safety Code § 25249.7(a), issue preliminary and permanent injunctions mandating that DEFENDANTS recall all PRODUCTS currently in the chain of commerce in California without a "clear and reasonable warning";
- 3. That the Court, assess civil penalties against DEFENDANTS, and each of them, in the amount of \$2,500 per day for each violation of Proposition 65, in an amount to be determined at trial;
- 4. That the Court award plaintiff its reasonable attorneys' fees and costs of suit, incurred herein; and
 - 5. That the Court grant any further relief as the Court may deem just and equitable.

Dated: April 28, 2021

Respectfully submitted,

SEVEN HILLS LLP

By:

Kimberly Gates Johnson Attorneys for Plaintiff

Center for Advanced Public Awareness