1 2 3 4 5 6 7 8 9	Laralei S. Paras, State Bar No. 203319 Rebecca M. Jackson, State Bar No. 221583 Seven Hills LLP 4 Embarcadero Center, Suite 1400 San Francisco, CA 94111 Telephone: (415) 926-7247 laralei@sevenhillsllp.com rebecca@sevenhillsllp.com Attorneys for Plaintiff KEEP AMERICA SAFE AND BEAUTIFUL SUPERIOR COURT OF T COUNTY OF		ELECTRONICALLY FILED Superior Court of California, County of San Francisco 03/02/2023 Clerk of the Court BY: JEFFREY FLORES Deputy Clerk
10		VIL JURISDICTION	
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12	KEEP AMERICA SAFE AND BEAUTIFUL,	Case No.	CGC-23-604905
13	Plaintiff,	COMPLAINT FOR CIVIL PENALTIES AND INJUNCTIVE RELIEF Violation of Proposition 65, The Safe Drinking Water and Toxic Enforcement Act of 1986 (Health & Safety Code § 25249.5 et seq.) UNLIMITED CIVIL	
14	v.		
15 16	KTM SERVICES, INC.; and DOES 1-30, inclusive,		
17	Defendants.		
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	COMPLAINT FOR CIVIL PENA	LTIES AND INJUNCTIVE R	ELIEF

Plaintiff KEEP AMERICA SAFE AND BEAUTIFUL, acting in the public interest, alleges a cause of action against Defendants KTM SERVICES, INC. and DOES 1-30.

# **INTRODUCTION AND NATURE OF THE ACTION**

1. This Complaint is a representative action brought by plaintiff Keep America Safe and Beautiful ("**KASB**") in the public interest of the citizens of the State of California to enforce the People's right to be informed of the health hazards caused by exposures to the heavy metal, Lead, a toxic chemical found in and on the dried plums manufactured, imported, distributed, sold or offered for sale by Defendants in the State of California.

9 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
and birth defects or other reproductive harm through exposures to Lead, when they purchase, ingest
or handle Defendants' dried plums.

14 3. Detectable levels of Lead are found in and on the dried plums that Defendants
15 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 and 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. KASB contends and alleges Defendants manufacture, distribute, import, sell, and offer
 for sale, in and into California dried plums ("PRODUCTS") containing Lead, without Proposition
 65's requisite health hazard warning regarding the harms associated with exposures to the chemical,
 including, but not limited to, *Enjoy Hawaii Premium Sweet Li Hing Mui Dried Plums Best By: 11 JUN 2022 UPC: 6 79757 17834 0 ASIN: B01CENTIR6.* 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).

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**PARTIES** 6. Plaintiff KASB 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 to increasing public awareness of those chemicals through the promotion of sound environmental practices and corporate responsibility. KASB is a person within the meaning of Health & Safety Code § 25249.11(a), and it brings this action in the public interest, pursuant to Health and Safety Code § 25249.7(d). 7. Plaintiff is informed, believes, and thereon alleges, at all relevant times, Defendant KTM SERVICES, INC. ("KTM") was and is a "person" "in the course of doing business" with ten (10) or more employees, within the meanings of Health and Safety Code §§ 25249.6 and 25249.11. 8. KTM manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use in the State of California, or implies by its conduct that 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 and Safety Code §§ 25249.6 and 25249.11. MANUFACTURER DEFENDANTS, and each of them, assemble, fabricate, and manufacture, or each implies by its conduct that it does such for one or more of the PRODUCTS offered for sale or use in California.

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10. Defendants DOES 11-20 ("DISTRIBUTOR DEFENDANTS") are each a person in
the course of doing business within the meaning of Health and Safety Code §§ 25249.6 and 25249.11.
DISTRIBUTOR DEFENDANTS, and each of them, distribute, transfer, and transport, or each
impliedly does so by its conduct, one or more of the PRODUCTS to individuals, businesses, or
retailers for sale or use in the State of California

11. Defendants DOES 21-30 ("RETAILER DEFENDANTS") are each a person in the
course of doing business within the meaning of Health and Safety Code §§ 25249.6 and 25249.11.
RETAILER DEFENDANTS, and each of them, by and through their conduct, offer the PRODUCTS
for sale to individuals in the State of California.

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12. At this time, the true names of Defendants DOES 1 through 30, inclusive, are on to plaintiff, who, therefore, sues said DOES Defendants by their fictitious names, pursuant of Civil Procedure § 474. Plaintiff is informed and believes, and on that basis alleges, each ctitiously named Defendants is responsible in some manner for the acts and occurrences herein and the damages caused thereby. When ascertained, their true names and capacities reflected in an amended complaint.

13. At all times mentioned herein, KTM, MANUFACTURER DEFENDANTS, IBUTOR DEFENDANTS, and RETAILER DEFENDANTS shall, hereinafter, where riate, be referred to collectively as the "DEFENDANTS."

## JURISDICTION AND VENUE

14. 11 This Court has jurisdiction over this action, pursuant to Cal. Health & Safety Code 12 9.7, allowing enforcement by any court of competent jurisdiction. The California Superior 13 as jurisdiction over this action, pursuant to California Constitution Article VI, section 10, 14 grants the Superior Court "original jurisdiction in all causes except those given by statute to 15 ial courts." The statute under which this action is brought does not specify any other basis of 16 matter jurisdiction.

17 15. The California Superior Court has jurisdiction over DEFENDANTS, based on 18 f's information and good faith belief DEFENDANTS are each a person, firm, corporation or 19 tion that is a citizen of the State of California, does sufficient business in California, has 20 ent minimum contacts in California, and/or otherwise purposefully and intentionally avail 21 lves of the California market through their manufacture, importation, distribution, promotion, 22 ing or sale of PRODUCTS within the State. DEFENDANTS' purposeful availment renders 23 rcise of personal jurisdiction by California courts consistent with traditional notions of fair d substantial justice. 24

25 16. Venue is proper in the Superior Court for the County of San Francisco, pursuant to 26 Code of Civil Procedure §§ 393, 395, and 395.5, because this Court is a court of competent 27 jurisdiction, because plaintiff seeks civil penalties against DEFENDANTS, because one or more 28 instances of wrongful conduct occurred, and continue to occur, in this county, and/or because

DEFENDANTS conducted, and continue to conduct, business in the County of San Francisco with respect to the PRODUCTS that are the subject of this action.

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#### **REGULATORY BACKGROUND AND LAW**

17. In 1986, the people of the State of California approved an initiative addressing the harms caused by hazardous 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 General Law, Gen, Elec. (Nov. 4, 1986) at p.3.

8 18. Formally known as the Safe Drinking Water and Toxic Enforcement Act of 1986 and
9 codified at Health & Safety Code § 25249.6 *et seq.*, Proposition 65 states, in relevant part, "[n]o
10 person in the course of doing business shall knowingly and intentionally expose any individual to a
11 chemical known to cause cancer or reproductive toxicity without first giving a clear and reasonable
12 warning to such individual..."

13 19. Under the Act, a "person in the course of doing business" is defined as a business with
14 ten (10) or more employees. Health & Safety Code § 25249.11(b). Businesses are prohibited from
15 exposing individuals to hazardous chemicals without first giving a "clear and reasonable" warning.
16 Health & Safety Code § 25249.6.

20. Exposing individuals to hazardous chemicals means to cause individuals to ingest,
inhale, contact via body surfaces or otherwise come into contact with a listed chemical. 27 CCR
§ 25102(i). 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).

22 21. Under Proposition 65, persons violating the statute may be enjoined in any court of
23 competent jurisdiction and may be subject to civil penalties of up to \$2,500 per day, per violation.
24 Health & Safety Code § 25249.7.

25 22. On February 27, 1987, pursuant to Proposition 65's implementing regulations,
26 California identified and listed Lead as a chemical known to the State cause birth defects and
27 reproductive harm or reproductive toxicity. Lead became subject to the "clear and reasonable

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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, pursuant to Proposition 65's implementing regulations, California identified and listed Lead as a chemical known to the State cause cancer. Lead became subject to the "clear and reasonable warning" requirements one year later, on October 1, 1993. Cal. Code Regs. tit. 27, § 27001(c); Health & Safety Code §§ 25249.8, 25249.10(b).

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### **STATEMENT OF FACTS**

24. Plaintiff purchased DEFENDANTS' PRODUCTS, without a warning, in California.

9 25. Plaintiff investigated and tested DEFENDANTS' PRODUCTS at an accredited lab,
and consulted with a person with relevant and appropriate knowledge and expertise, who, after
reviewing the collected data and analyzing the risk of exposure to Lead, determined the PRODUCTS
subject consumers in California to exposure to the listed chemical at levels requiring a warning under
the statute, based on touching, handling or otherwise utilizing PRODUCTS in accordance with their
reasonably foreseeable and intended usages.

26. Based on the foregoing, Plaintiff's attorney executed a certificate of merit, attesting
there was a reasonable and meritorious case for this private action and included the factual
information supporting the certificate when it served the notice on the California Attorney General's
Office, as required. Health &Safety Code § 25249.7(d); Title 11 C.C.R. § 3102.

19 27. Thereafter, on December 22, 2021, plaintiff served a 60-Day Notice of Violation
20 ("Notice"), together with the certificate of merit, on KTM, the California Attorney General's Office,
21 and the requisite public enforcement agencies, alleging, as a result of DEFENDANTS' sales of the
22 PRODUCTS, consumers in the State of California were, and are, being exposed to Lead through their
23 reasonably foreseeable use of the PRODUCTS as intended without first receiving a "clear and
24 reasonable warning," as required by Proposition 65.

28. 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.

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1	FIRST CAUSE OF ACTION			
2	(Violation of Proposition 65 - Against All DEFENDANTS)			
3	29. K.	ASB realleges and incorporates by reference, as if fully stated herein, the allegations		
4	set forth in Paragraphs 1 through 28, inclusive.			
5	30. D	EFENDANTS' PRODUCTS contain Lead in levels requiring a clear and reasonable		
6	warning under Proposition 65.			
7	31. D	EFENDANTS know or should have known the PRODUCTS they manufacture,		
8	import, distribute, sell, and offer for sale in California contain Lead. As a result of plaintiff's Notice,			
9	DEFENDANTS also have actual knowledge of the presence of Lead in the PRODUCTS.			
10	32. Tl	he PRODUCTS DEFENDANTS manufacture, import, distribute, sell, and offer for		
11	sale in or into the State of California cause exposures to Lead, both direct and/or indirect dermal			
12	contact and ingestion, through the reasonably foreseeable use of the PRODUCTS.			
13	33. Tl	he normal and reasonably foreseeable use of the PRODUCTS has caused, and		
14	continues to cause, exposures to Lead.			
15	34. D	EFENDANTS know the normal and reasonably foreseeable use of the PRODUCTS		
16	exposes individu	exposes individuals to Lead through direct and indirect dermal contact and/or ingestion.		
17	35. D	EFENDANTS intend that exposures to Lead from the reasonably foreseeable use of		
18	the PRODUCTS will occur by their deliberate, non-accidental participation in the California			
19	marketplace.			
20	36. TI	he exposures to Lead, caused by DEFENDANTS and endured by consumers and		
21	other individuals in California, are not exempt from the "clear and reasonable" warning requirements			
22	of Proposition 65	5.		
23	37. D	EFENDANTS failed to provide a "clear and reasonable warning" to those consumers		
24	and other individuals in California who have been, or who will be, exposed to Lead through direct			
25	and indirect dermal contact and/or ingestion resulting from the use of the PRODUCTS as intended.			
26	38. Co	ontrary to the express policy and statutory prohibition of Proposition 65, consumers		
27	and other individuals, exposed to Lead through dermal contact and ingestion as a result of their use of			
28	the PRODUCTS that DEFENDANTS sold without a "clear and reasonable" health hazard warning,			
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have suffered, and continue to suffer, irreparable harm for which they have no plain, speedy, or 2 adequate remedy at law.

39. DEFENDANTS manufacture, import, distribute, sell, and offer the PRODUCTS for sale or use in violation of Health and 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.

40. 7 Pursuant to Health and Safety Code § 25249.7(b), as a consequence of the above-8 described acts, DEFENDANTS, and each of them, are liable for a maximum civil penalty of \$2,500 9 per day for each violation.

10 41. As a consequence of the above-described acts, Health and Safety Code § 25249.7(a) also specifically authorizes the Court to grant injunctive relief against DEFENDANTS. 11

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## PRAYER FOR RELIEF

13 Wherefore, KASB prays for relief and judgment against DEFENDANTS, and each of them, as follows: 14

15 1. That the Court, pursuant to Health and Safety Code § 25249.7(a), preliminarily and permanently enjoin DEFENDANTS from manufacturing, distributing, importing, marketing or 16 otherwise offering the PRODUCTS for sale or use in California without first providing a "clear and 17 18 reasonable warning" to consumers addressing the harms associated with exposures to Lead;

19 2. That the Court, pursuant to Health and Safety Code § 25249.7(a), issue preliminary 20 and permanent injunctions mandating DEFENDANTS recall all PRODUCTS currently in the chain 21 of commerce in California that do not bear a clear and reasonable health hazard warning;

22 3. That the Court assess civil penalties against DEFENDANTS, and each of them, in the 23 amount of \$2,500 per day for each violation of Proposition 65, in an amount to be determined at trial;

- 24 4. That the Court award plaintiff its reasonable attorneys' fees and costs of suit, incurred 25 herein; and
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1	5. That the Court grant any further relief as it deems just and equitable.			
2	Dated: March 2, 2023	Respectfully submitted,		
3		SEVEN HILLS LLP		
4		ED)		
5		By:		
6		Laralei Paras Attorneys for Plaintiff		
7		Keep America Safe and Beautiful		
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