1 2 3 4 5 6	Reuben Yeroushalmi (SBN 193981) <u>reuben@yeroushalmi.com</u> YEROUSHALMI & YEROUSHALMI* 9100 Wilshire Boulevard, Suite 240W Beverly Hills, California 90212 Telephone: (310) 623-1926 Facsimile: (310) 623-1930 Attorneys for Plaintiff, CONSUMER ADVOCACY GROUP, INC.	ELECTRONICALLY FILED Superior Court of California, County of Alameda 08/21/2023 at 10:20:21 AM By: Darmekia Oliver, Deputy Clerk	
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8	SUPERIOR COURT OF THE STATE OF CALIFORNIA		
9	COUNTY OF ALAMEDA		
10			
11	CONSUMER ADVOCACY GROUP, INC.,	CASE NO. 230V041089	
12	in the public interest,		
13	Plaintiff,	COMPLAINT FOR PENALTY AND INJUNCTION	
14	V.		
15 16	EASTLAND FOOD INTERNATIONAL CORP., a California Corporation;	Violation of Proposition 65, the Safe Drinking Water and Toxic Enforcement Act of 1986 (<i>Health & Safety Code</i> , §	
	and DOES 1-10,	25249.5, et seq.)	
17 18	Defendants.	ACTION IS AN UNLIMITED CIVIL CASE (exceeds \$25,000)	
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22	Plaintiff CONSUMER ADVOCACY GROUP, INC. alleges one cause of action against		
23	defendants EASTLAND FOOD INTERNATIONAL CORP., and DOES 1-10 as follows:		
24	THE PARTIES		
25	1. Plaintiff CONSUMER ADVOCACY GROUP, INC. ("Plaintiff" or "CAG") is an		
26	organization qualified to do business in the State of California. CAG is a person within		
27	the meaning of Health and Safety Code Section 25249.11, subdivision (a). CAG, acting		
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as a private attorney general, brings this action in the public interest as defined under Health and Safety Code Section 25249.7, subdivision (d).

- 2. Defendant EASTLAND FOOD INTERNATIONAL CORP. ("EASTLAND FOOD") is a California Corporation, qualified to do business in California, and doing business in the State of California at all relevant times herein.
- 3. Plaintiff is presently unaware of the true names and capacities of defendants DOES 1-10, 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 informed, believes, and thereon alleges that each fictitiously named defendant is responsible in some manner for the occurrences herein alleged and the damages caused thereby.
- 4. At all times mentioned herein, the term "Defendants" includes EASTLAND FOOD, and DOES 1-10.
- 5. 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.
- 6. Upon information and belief, at all times relevant to this action, each of the Defendants, including DOES 1-10, 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
 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
 - 7. 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
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Section 25249.11, subdivision (b), and that each of the Defendants had ten (10) or more employees at all relevant times.

JURISDICTION

- 8. 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.
- 9 9. This Court has jurisdiction over Defendants named herein because Defendants either 10 reside or are located in this State or are foreign corporations authorized to do business in 11 California, are registered with the California Secretary of State, or who do sufficient 12 business in California, have sufficient minimum contacts with California, or otherwise 13 intentionally avail themselves of the markets within California through their 14 manufacture, distribution, promotion, marketing, or sale of their products within 15 California to render the exercise of jurisdiction by the California courts permissible 16 under traditional notions of fair play and substantial justice.
 - 10. Venue is proper in the County of Alameda because one or more of the instances of wrongful conduct occurred, and continues to occur, in the County of Alameda and/or because Defendants conducted, and continue to conduct, business in the County of Alameda with respect to the consumer product that is the subject of this action.

BACKGROUND AND PRELIMINARY FACTS

11. 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

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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.

12. 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.

13. 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).

14. 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).

15. Plaintiff identified certain practices of manufacturers and distributors of Dried Seasoned
Squid of exposing, knowingly and intentionally, persons in California to Cadmium and
Cadmium Compounds of such products 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.

16. On October 1, 1987 the Governor of California added Cadmium and Cadmium Compounds ("Cadmium") to the list of chemicals known to the State to cause cancer

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1	(Cal. Code Regs. tit. 27, § 27001(b)). Pursuant to Health and Safety Code Sections			
2	25249.9 and 25249.10, twenty (20) months after addition of Cadmium to the list of			
3	chemicals known to the State to cause cancer, Cadmium became fully subject to			
4	Proposition 65 warning requirements and discharge prohibitions.			
5	17. On May 1, 1997, the Governor of California added Cadmium to the list of chemicals			
6	known to the State to cause developmental and reproductive toxicity (Cal. Code Regs.			
7	tit. 27, § 27001(c)). Cadmium is known to the State to cause developmental, and male			
8	reproductive toxicity. Pursuant to Health and Safety Code Sections 25249.9 and			
9	25249.10, twenty (20) months after addition of Cadmium to the list of chemicals known			
10	to the State to cause developmental and reproductive toxicity, Cadmium became fully			
11	subject to Proposition 65 warning requirements and discharge prohibitions.			
12	SATISFACTION OF PRIOR NOTICE			
13	18. Plaintiff served the following notices for alleged violations of Health and Safety Code			
14	Section 25249.6, concerning consumer products exposures:			
15	a. On or about August 18, 2022, Plaintiff gave notice of alleged violations of			
16	Health and Safety Code Section 25249.6, concerning consumer products			
17	exposures subject to a private action to EASTLAND FOOD, and to the			
18	California Attorney General, County District Attorneys, and City Attorneys for			
19	each city containing a population of at least 750,000 people in whose			
20	jurisdictions the violations allegedly occurred, concerning the Dried Seasoned			
21	Squid.			
22	19. Before sending the notice of alleged violations, Plaintiff investigated the consumer			
23	products involved, the likelihood that such products would cause users to suffer			
24	significant exposures to Cadmium, and the corporate structure of each of the Defendants.			
25	20. Plaintiff's notice of alleged violation included a Certificate of Merit executed by the			
26	attorney for the noticing party, CAG. The Certificate of Merit stated that the attorney for			
27	Plaintiff who executed the certificate had consulted with at least one person with relevant			
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and appropriate expertise who reviewed data regarding the exposures to Cadmium, the 1 2 subject Proposition 65-listed chemical of this action. Based on that information, the 3 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 4 5 attached to the Certificate of Merit served on the Attorney General the confidential 6 factual information sufficient to establish the basis of the Certificate of Merit. 7 21. Plaintiff's notice of alleged violations also included a Certificate of Service and a 8 document entitled "The Safe Drinking Water & Toxic Enforcement Act of 1986 9 (Proposition 65) A Summary." Health & Safety Code § 25249.7(d). 10 22. Plaintiff is commencing this action more than sixty (60) days from the dates that Plaintiff 11 gave notice of the alleged violations to EASTLAND FOOD, and the public prosecutors 12 referenced in Paragraph 18. 13 23. Plaintiff is informed, believes, and thereon alleges that neither the Attorney General, nor 14 any applicable district attorney or city attorney has commenced and is diligently 15 prosecuting an action against the Defendants. 16 FIRST CAUSE OF ACTION 17 (By CONSUMER ADVOCACY GROUP, INC. and against EASTLAND FOOD, and DOES 1-10 for Violations of Proposition 65, The Safe Drinking Water and 18 Toxic Enforcement Act of 1986 (Health & Safety Code, §§ 25249.5, et seq.)) 19 **Seafood Product** 20 24. Plaintiff repeats and incorporates by reference paragraphs 1 through 23 of this complaint 21 as though fully set forth herein. 22 25. Each of the Defendants is, and at all times mentioned herein was, a manufacturer, 23 distributor, promoter, or retailer of Dried Seasoned Squid ("Dried Squid"), including but 24 not limited to "Mr. Squid"; "Rolled Seasoned Squid"; "Net Wt. 1.06 oz (30 g)"; 25 "Distributed By Eastland Food Corporation"; "BBE 06/02/2022"; "Product of Thailand"; 26 "UPC 8 852861 002011". 27 26. Dried Squid contains Cadmium. 28 Page 6 of 9 YEROUSHALMI COMPLAINT FOR VIOLATION OF PROPOSITION 65, THE SAFE DRINKING WATER AND TOXIC YEROUSHALMI An Independent ENFORCEMENT ACT OF 1986 (HEALTH AND SAFETY CODE § 25249.5, ET SEQ.) Association of Law

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27. Defendants knew or should have known that Cadmium has been identified by the State of California as a chemical known to cause cancer, and reproductive toxicity and therefore was subject to Proposition 65 warning requirements. Defendants were also informed of the presence of Cadmium in Dried Squid within Plaintiff's notice of alleged violations further discussed above at Paragraph 18a.

28. Plaintiff's allegations regarding Dried Squid 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). Dried Squid are consumer products, and, as mentioned herein, exposures to Relevant Chemical took place as a result of such normal and foreseeable consumption and use.

29. Plaintiff is informed, believes, and thereon alleges that between August 18, 2019 and the present, each of the Defendants knowingly and intentionally exposed California consumers and users of Dried Squid, which Defendants manufactured, distributed, or sold as mentioned above, to Cadmium, 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 Dried Squid in California. Defendants know and intend that California consumers will use and consume Dried Squid, thereby exposing them to Cadmium. Further, Plaintiff is informed, believes, and thereon alleges that Defendants are selling Product under a brand or trademark that is owned or licensed by the Defendants or an entity affiliated thereto; have knowingly introduced Cadmium into product or knowingly caused Cadmium to be created in Dried Squid; have covered, obscured or altered a warning label that has been affixed to Dried Squid by the manufacturer, producer, packager, importer, supplier or distributor of Dried Squid; have received a notice and warning materials for exposure from Dried Squid without conspicuously posting or displaying the warning materials; and/or have actual

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knowledge of potential exposure to Cadmium from Dried Squid. Defendants thereby violated Proposition 65.

30. The principal routes of exposure are through ingestion, especially direct (oral) ingestion, inhalation, and trans-dermal absorption. Persons sustain exposures primarily by eating and consuming Dried Squid, and additionally by handling Dried Squid without wearing gloves or any other personal protective equipment, or by touching bare skin or mucous membranes with gloves after handling Dried Squid, as well as through direct and indirect hand to mouth contact, hand to mucous membrane, or even breathing in particulate matter dispersed from Dried Squid.

31. Plaintiff is informed, believes, and thereon alleges that each of Defendants' violations of
Proposition 65 as to Dried Squid 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 Dried
Squid, so that a separate and distinct violation of Proposition 65 occurred each and every
time a person was exposed to Cadmium by Dried Squid as mentioned herein.

32. 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.

33. Based on the allegations herein, Defendants are liable for civil penalties of up to\$2,500.00 per day per individual exposure to Cadmium from Dried Squid, pursuant toHealth and Safety Code Section 25249.7(b).

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

PRAYER FOR RELIEF

Plaintiff demands against each of the Defendants as follows:
 35. A permanent injunction mandating Proposition 65-compliant warnings;
 36. Penalties pursuant to Health and Safety Code Section 25249.7, subdivision (b);
 37. Costs of suit;

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1	38. Reasonable attorney fees and costs; and		
2	39. Any further relief that the court may deem just and equitable.		
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4	Dated: August 21, 2023	YEROUSHALMI & YEROUSHALMI*	
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7		<u>Reuben Geroushalmı</u> Reuben Yeroushalmi	
8		Attorney for Plaintiff, CONSUMER ADVOCACY GROUP, INC.	
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