1 2 3 4 5 6	Brian C. Johnson, State Bar No. 235965 SEVEN HILLS LLP 4 Embarcadero Center, Suite 1400 San Francisco, CA 94111 Telephone: (415) 926-7247 brian@sevenhillsllp.com Attorneys for Plaintiff CENTER FOR ADVANCED PUBLIC AWAREN	NESS	FILED Superior Court of California, County of San Francisco 03/26/2024 Clerk of the Court BY: JAMES FORONDA Deputy Clerk
7	SUPERIOR COURT OF THE STATE OF CALIFORNIA		
8	FOR THE COUNTY OF SAN FRANCISCO		
9	UNLIMITED CIVIL JURISDICTION		
10	CENTER FOR ADVANCED PUBLIC	Case No.	CGC-24-613386
11	AWARENESS,		CIVII DENALTIES
12	Plaintiff,	COMPLAINT FOR CIVIL PENALTIES AND INJUNCTIVE RELIEF	
13	v.	Violations of Health & Safety Code § 25249.5 et seq. (Proposition 65) Warning Requirement	
14	GAMESTOP CORP.; UNCANNY BRANDS, LLC; and DOES 1-30, inclusive,		
15			
16	Defendants.		
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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 GAMESTOP CORP., UNCANNY BRANDS, LLC, and Doe Defendants Nos. 1-30 ("DEFENDANTS") for their violations of Health & Safety Code § 25249.5, et seq., as follows:

INTRODUCTION AND NATURE OF THE ACTION

- 1. CAPA brings representative action in the public interest on behalf of the citizens of the State of California. By this action, CAPA seeks to enforce the People's right to be informed of (i) the harms caused by exposures to the heavy metal lead (Pb) ("Lead"), a toxic chemical found in and on mugs and glasses with exterior decorations and (ii) di(2-ethylhexyl) phthalate ("DEHP") a toxic chemical found in and on coasters manufactured, imported, distributed, sold, and offered for sale by DEFENDANTS in the State of California.
- 2. By this Complaint, plaintiff seeks to remedy DEFENDANTS' failure to warn individuals not covered by California's Occupational Safety Health Act, Labor Code § 6300, et seq. ("consumers") exposed to substances known to the State of California to cause birth defects or other reproductive harm through exposures to Lead when they purchase, use and handle DEFENDANTS' mugs and glassware with exterior decorations and DEHP when they purchase, use and handle DEFENDANTS' coaster products sold and offered for sale to consumers, end-users and other individuals in California.
- 3. Detectable levels of Lead are found in and on the mugs and glassware exterior decorations DEFENDANTS manufacture, import, sell and distribute for sale in California.
- 4. Detectable levels of DEHP are found in and on the coaster products DEFENDANTS manufacture, import, sell and distribute for sale in California.
- 5. Pursuant to the Safe Drinking Water and Toxic Enforcement Act of 1986, codified at Health and Safety Code § 25249.5 *et seq*. ("Proposition 65"), it is unlawful for a person in the course of doing business to knowingly and intentionally expose consumers and end-users in California to chemicals known to cause cancer, birth defects or other reproductive harm, without first providing a "clear and reasonable warning" regarding the presence of these chemicals in DEFENDANTS' products and the harms associated with exposures to such chemicals.

6. DEFENDANTS manufacture, distribute, import, sell, and offer for sale, in and into California glassware and mugs with exterior decorations ("PRODUCTS") containing Lead, without providing a clear and reasonable warning regarding the presence of, and the harms associated with exposures to, Lead in DEFENDANTS' PRODUCTS. Such PRODUCTS include, without limitation (i) the lead-containing mug included with the *Pokemon 1-Cup Coffee Maker Item CM-POK-PK1 UPC 8 40790 12104 8*; (ii) the Lead-containing ceramic mug identified as the *Animal Crossing Holiday Mug (22) 276440 UPC 8 47509 06004 9*; and (iii) the DEHP-containing coaster component of the *Super Mario Drinkware Set, 21CL-NINSMVILLAINS8PCSET UPC 8 47509 06974 5* sold and offered for sale by DEFENDANTS in California. DEFENDANTS' violations subject them to civil penalties, enjoinment, preliminary and permanent injunctive relief. Health & Safety Code § 25249.7(a) and (b).

PARTIES

- 7. CAPA is a non-profit corporation organized under the laws of California and acting in the public interest to reduce the presence of toxic chemicals found in consumer products and to enforce California citizens' right to be informed about the presence of toxic chemicals in the products they purchase and use, and the harms associated with exposures to such chemicals. CAPA is a "person" within the meaning of Health & Safety Code § 25249.11(a). It brings this action in the public interest, pursuant to Health and Safety Code § 25249.7(d).
- 8. At all relevant times defendant, GAMESTOP CORP. ("GAMESTOP"), operates as a "person in the course of doing business" with ten (10) or more employees, within the meaning of and as defined by Health and Safety Code §§ 25249.6 and 25249.11.
- 9. At all relevant times defendant, UNCANNY BRANDS, LLC ("UNCANNY BRANDS"), operates as a "person in the course of doing business" with ten (10) or more employees, within the meaning of and as defined by Health and Safety Code §§ 25249.6 and 25249.11.
- 10. GAMESTOP manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use in California, or implies by its conduct that it manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use to consumers and other individuals in California.

- 11. UNCANNY BRANDS manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use in California, or implies by its conduct that it manufactures, imports, distributes, sells, and/or offers the PRODUCTS for sale or use to consumers and other individuals in California.
- 12. Doe Defendants 1-10 ("MANUFACTURER DEFENDANTS") are each a "person in the course of doing business" within the meaning of and as defined by Health and Safety Code §§ 25249.6 and 25249.11. MANUFACTURER DEFENDANTS, and each of them, assemble, fabricate, and manufacture, or they each imply by their conduct they do so for one or more of the PRODUCTS sold and/or offered for sale or use to consumers and other individuals in California.
- 13. Doe Defendants 11-20 ("DISTRIBUTOR DEFENDANTS") are each a person in the course of doing business within the meaning of and as defined by Health and Safety Code §§ 25249.6 and 25249.11. DISTRIBUTOR DEFENDANTS, and each of them, distribute, transfer, and transport the PRODUCTS sold and offered for sale to consumers and other individuals in California, or they each imply by their conduct they distribute, transfer, and transport one or more of the PRODUCTS to individuals, businesses, and retailers for sale or use in California.
- 14. Doe Defendants 21-30 ("RETAILER DEFENDANTS") are each a person in the course of doing business within the meaning of and as defined by Health and Safety Code §§ 25249.6 and 25249.11. RETAILER DEFENDANTS, and each of them, offer the PRODUCTS for sale to consumers and other individuals in California.
- 15. At this time, the true names of Doe DEFENDANTS Nos. 1 through 30, inclusive, are unknown to CAPA, who therefore, sues these defendants by their fictitious names, pursuant to Code of Civil Procedure § 474. Each of the fictitiously named Defendants is responsible in some manner for the acts and occurrences alleged herein and the violations and harms caused thereby. When ascertained, CAPA will identify these Doe Defendants by their true names in an amendment to this Complaint.
- 16. GAMESTOP, UNCANNY BRANDS, MANUFACTURER DEFENDANTS,
 DISTRIBUTOR DEFENDANTS, and RETAILER DEFENDANTS are referred to collectively herein as "DEFENDANTS."

JURISDICTION AND VENUE

- 17. This Court has jurisdiction pursuant to Health & Safety Code § 25249.7, which allows enforcement by any court of competent jurisdiction. The Superior Courts of the State of California have jurisdiction pursuant to California Constitution Article VI, section 10, which grants the Superior Courts "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.
- 18. This Court has jurisdiction over DEFENDANTS because DEFENDANTS, and each of them are a person, firm, corporation, or association that is a citizen of the State of California, does sufficient business in California, has sufficient minimum contacts in California, and/or otherwise purposefully and intentionally avail themselves of the California market through their manufacture, importation, distribution, promotion, marketing and sale of PRODUCTS in California.

 DEFENDANTS' purposeful availment renders the exercise of personal jurisdiction by this Court consistent with traditional notions of fair play and substantial justice.
- 19. Venue is proper in the Superior Court for the 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 CAPA seeks civil penalties against DEFENDANTS, because one or more 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.

REGULATORY BACKGROUND AND LAW

- 20. 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 . . ."
- 21. Under the Act, a "person in 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 consumers to hazardous chemicals without first giving a "clear and reasonable" warning. Health & Safety Code § 25249.6.

- 22. Exposing consumers to hazardous chemicals means to cause consumers to ingest, inhale, contact via body surfaces or otherwise come into contact with a listed chemical. California Code of Regulations ("Cal. Code Regs.") Title 27, § 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 . . ." Cal. Code Regs. Tit. 27, § 25600(h).
- 23. Under Proposition 65, 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.
- On February 27, 1987, the State of California listed Lead as a chemical known to cause developmental toxicity, male reproductive toxicity, and female reproductive toxicity, and on October 1,1992 the State of California listed Lead as a chemical known to cause cancer. Lead became subject to the "clear and reasonable warning" requirements one year after each such listing on February 27, 1988 (for reproductive harms) and October 1, 1993 (as a carcinogen), respectively. Cal. Code Regs. Tit. 27, § 27001(c); Health & Safety Code §§ 25249.8, 25249.10(b).
- 25. On October 1,1992. The State of California listed DEHP as a chemical known to cause cancer, and on January 1, 1988, the State of California listed DEHP as a chemical known to cause developmental and male reproductive toxicity on October 24, 2003. DEHP became subject to the "clear and reasonable warning" requirements one year after each such listing on October 1, 1993, (as a carcinogen) and January 1, 1989 (as a carcinogen), respectively. Cal. Code Regs. Tit. 27, § 27001(c); Health & Safety Code §§ 25249.8, 25249.10(b)

STATEMENT OF FACTS

- 26. DEFENDANTS sold and offered their PRODUCTS for sale in California without a clear and reasonable warning in violation of Cal. Code Regs. Tit. 27, § 25600, *et seq*.
- 27. DEFENDANTS' PRODUCTS expose consumers, end-users and other individuals in California to Lead and DEHP at levels requiring a warning under Proposition 65 when they touch, handle or otherwise contact the PRODUCTS during reasonably foreseeable and intended use.

28. On October 24, 2023, CAPA served two 60-Day Notices of Violation or Proposition 65 (the "Notices"), together with the required certificate of merit, on GAMESTOP, UNCANNY BRANDS, the Office of the California Attorney General, and all requisite public enforcement agencies, alleging, as a result of DEFENDANTS' sales of the PRODUCTS, consumers in California were, and are, exposed to Lead and DEHP without first receiving the "clear and reasonable warning" required by Proposition 65.

29. After receiving CAPA's service of the Notices, no public enforcement agency commenced and is diligently prosecuting a cause of action against DEFENDANTS to enforce the violations of Proposition 65 alleged in 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 and DEHP in levels requiring a clear and reasonable warning under Proposition 65.
- 32. DEFENDANTS know or should have known their PRODUCTS contain Lead and DEHP. As a result of CAPA's Notice, DEFENDANTS now possess actual knowledge of the presence of Lead and DEHP in their PRODUCTS.
- 33. DEFENDANTS' PRODUCTS expose consumers, end-users, and other individuals in California to Lead and DEHP through dermal contact and ingestion during the reasonably foreseeable and intended use of the PRODUCTS.
- 34. The normal and reasonably foreseeable use of the PRODUCTS causes exposures to Lead and DEHP.
- 35. DEFENDANTS know the normal and reasonably foreseeable use of the PRODUCTS exposes consumers to Lead and DEHP through dermal contact and/or ingestion.
- 36. DEFENDANTS intend to expose consumers, end-users, and other individuals in California to Lead and DEHP during their reasonably foreseeable and intended use of the

PRODUCTS. Such exposures to Lead and DEHP occur through DEFENDANTS' deliberate and non-accidental participation in the California market.

- 37. The exposures to Lead and DEHP 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 failure to provide a "clear and reasonable warning" to those consumers and other individuals in California exposed to Lead and/or DEHP through dermal contact and ingestion as a result of their reasonably foreseeable and intended use of the PRODUCTS subjects them to civil penalties and enjoinment of their acts and/or omissions.
- 39. Contrary to the express policy and statutory prohibition of Proposition 65, consumers and other individuals exposed to Lead and DEHP through dermal contact and ingestion results from their use of PRODUCTS DEFENDANTS sold, sell, and offer for sale without a "clear and reasonable warning." Such consumers and other individuals exposed to Lead and DEHP in California suffer irreparable harms 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 and Safety Code § 25249.6. DEFENDANTS' violations continue beyond their receipt of CAPA's Notice. As such, DEFENDANTS' violations are ongoing and continuous in nature and, unless enjoined, will continue in the future.
- 41. Pursuant to Health and Safety Code § 25249.7(b), as a consequence of their acts and omissions DEFENDANTS, and each of them, are liable for a maximum civil penalty of \$2,500 per violation.
- 42. As a consequence of DEFENDANTS' acts and omissions, Health and Safety Code § 25249.7(a) specifically authorizes this Court to grant the injunctive relief prayed for herein.

PRAYER FOR RELIEF

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

1. That the Court, pursuant to Health and 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" to consumers regarding the presence of, and the harms associated with, exposures to Lead and DEHP;

- 2. That the Court, pursuant to Health and Safety Code § 25249.7(a), issue preliminary and permanent injunctions mandating DEFENDANTS recall PRODUCTS intended for sale in or into California that do not bear a clear and reasonable health hazard warning;
- 3. That the Court assess civil penalties against DEFENDANTS, and each of them, in the amount of \$2,500 per violation, in an amount to be determined at trial;
 - 4. That the Court award CAPA its reasonable attorneys' fees and costs of suit; and
 - 5. That the Court grant any further relief as it deems just and equitable.

Dated: March 26, 2024

SEVEN HILLS LLP

By:

Brian C. Johnson Attorneys for Plaintiff CENTER FOR ADVANCED PUBLIC AWARENESS