	Case 8:18-cv-00151 Document 1 Filed	01/26/18 Page 1 of 6 Page ID #:1
1 2 3 4 5 6 7 8 9		C TES DISTRICT COURT TRICT OF CALIFORNIA
11 12	JENNIFER CAMPOS, an individual, on behalf of herself and others similarly situated,	CASE NO. 8:18-CV-00151
13	Plaintiff,	DEFENDANT MONTAGE HOTELS AND RESORTS, LLC'S NOTICE OF REMOVAL
14	VS.	REMOVAL
15 16	MONTAGE HOTELS AND RESORTS, LLC, a Nevada Limited Liability Corporation; and DOES 1	[28 U.S.C. §§ 1331, 1441 (A) AND (C), 1446 (A) (B) AND (D)]
17 18	through 50, inclusive, Defendant.	
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	LEGAL_US_W # 92850076.4	DEFENDANT'S NOTICE OF REMOVAL

1	TO THE HONORABLE JUDGES OF THE UNITED STATES DISTRICT			
2	COURT FOR THE CENTRAL DISTRICT OF CALIFORNIA, PLAINTIFF			
3	JENNIFER CAMPOS AND TO HER ATTORNEYS OF RECORD, DAVID			
4	YEREMIAN, ESQ. AND ALVIN B. LINDSAY, ESQ. OF DAVID YEREMIAN			
5	& ASSOCIATES AND EMIL DAVTYAN, ESQ. OF DAVTYAN			
6	PROFESSIONAL LAW CORPORATION:			
7	PLEASE TAKE NOTICE THAT Defendant Montage Hotels and			
8	Resorts, LLC ("Defendant") hereby removes this action from the Superior Court of			
9	the State of California for the County of Orange to the United States District Court			
10	for the Southern District of California. This removal is based on federal question			
11	jurisdiction, 28 U.S.C. §§ 1331, 1441(a) and (c), and 1446(a), (b), and (d), for the			
12	reasons stated below:			
13	FACTUAL BACKGROUND			
14	1. <u>Complaint</u> . On or about December 22, 2017, plaintiff Jennifer			
15	Campos ("Plaintiff") filed a Complaint in the Superior Court of the State of			
16	California for the County of Orange entitled: "JENNIFER CAMPOS, an			
17	individual, on behalf of herself and others similarly situated, Plaintiff, v.			
18	MONTAGE HOTELS AND RESORTS, LLC, a Nevada Limited Liability			
19	Corporation, and DOES 1 through 50, inclusive, Defendant," designated as Case			
20	No. 30-2017-00963321-CU-OS-CXC. The Complaint asserts nine causes of action			
21	against Defendant for: (1) Failure to Pay Minimum Wages; (2) Failure to Pay			
22	Wages and Overtime Under Labor Code section 510; (3) Failure to Pay Wages			
23	Under the FLSA, 29 USC sections 206, 207; (4) Meal Period Liability Under Labor			
24	Code section 226.7; (5) Rest Break Liability Under Labor Code section 226.7; (6)			
25	Violation of Labor Code section 226(a); (7) Violation of Labor Code section 221;			
26	(8) Violation of Labor Code section 203; (9) Violation of Business & Professions			
27	Code section 17200 et seq. True and correct copies of the Summons, Complaint,			
28	and Civil Case Cover Sheet are attached hereto as Exhibit "A."			

- 2. <u>Service of Process</u>. On December 27, 2017, Plaintiff, through her counsel, caused a copy of the Summons, Complaint, and Civil Case Cover Sheet to be served on Defendant. *See* Declaration of Chris A. Jalian ("Jalian Decl.") ¶ 2, attached hereto as Exhibit "B." The Complaint is the initial and only pleading setting forth the claims for relief upon which this action is based and may be removed. Defendants Does 1 through 50 are unnamed and unknown, and therefore have not been served with the Complaint. *See* Cmplt. ¶ 6.
- 3. <u>Responsive Pleading</u>. On January 25, 2018, Defendant filed and served its Answer to Plaintiff's Complaint. Jalian Decl. ¶ 3. A true and correct copy of Defendant's Answer is attached hereto as Exhibit "C."

PROCEDURAL ISSUES

- 4. Removal is Timely. Because no other initial pleadings were received by Defendant since December 27, 2017, this removal is timely, as it is being filed within thirty (30) days after receipt by Defendant of the initial pleading and is timely filed pursuant to 28 U.S.C. § 1446(b).
- 5. Removal to Proper Court. Defendant properly removes Plaintiff's state court action to this Court because this Court is part of the "district and division embracing the place where" Plaintiff filed her state court action Orange County, California. 28 U.S.C. § 1446(a); Cmplt. ¶ 2.
- 6. <u>Pleadings and Process</u>. The Summons, Complaint, and Answer to the Complaint constitute all process, pleadings, and orders served on or by Defendant in this action.
- 7. <u>Filing and Service</u>. In accordance with 28 U.S.C. § 1446(d), the undersigned counsel certifies that a copy of this Notice of Removal and all supporting papers will be promptly served on Plaintiff's counsel and filed with the Clerk of the Orange County Superior Court. Jalian Decl. ¶ 4. True and correct copies of the Notice to Adverse Party of Removal of Civil Action and the Notice to Superior Court of Removal of Civil Action are attached hereto as Exhibits "D" and

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"E," respectively. Therefore, all procedural requirements under 28 U.S.C. § 1446 have been satisfied.

8. Venue. Venue is proper in this district pursuant to 28 U.S.C. section 1441(a) because the superior court where the removed case was pending is located within this district.

FEDERAL QUESTION JURISDICTION

- 9. A state court action may be removed to federal court if the federal court would have had original jurisdiction over the suit. 28 U.S.C. § 1441(a). This is a civil action over which this Court has original jurisdiction under 28 U.S.C. § 1331.
- 10. Plaintiff's third cause of action for alleged failure to pay wages is brought under and is based entirely on an alleged violation of the Fair Labor Standards Act ("FLSA"), 29 U.S.C. sections 206, 207, et seq. Cmplt. ¶¶ 27, 65-75. Specifically, Plaintiff alleges, in part:

Plaintiff is informed and believes, and thereon alleges, that Defendants have required the Plaintiff and FLSA collective Employees as part of their employment to work off the clock and for less than minimum wage under 29 U.S.C. § 206(a)(1)... and that Defendants also required Plaintiff and require the FLSA collective Employees to work without overtime in excess of the forty (40) hours per week maximum under 29 U.S.C. § 207(a)(I). In the performance of their duties for Defendants, Employees as members of the FLSA collective often did work off the clock and over forty (40) hours per week, received nonhourly payments that were not incorporated by Defendants into the regular rate used to calculate and pay overtime compensation, and did not receive minimum wages and other required compensation for the work, labor and services they provided to Defendants, as required by the

FLSA, 29 U.S.C. §§ 206 and 207. . . . Defendants' violations of the FLSA were willful within the meaning of the statue and interpretive case law and decisions. . . . Plaintiff seeks . . . all unpaid wages, including minimum and overtime wages owed by Defendants, pursuant to 29 U.S.C. §§ 206 and 207, together with an award of an additional equal amount as liquidated damages, and costs, interest, and reasonable attorneys' fees, as provided for under 29 U.S.C. § 216(b)

Cmplt. ¶¶ 65-75.

11. This Court has jurisdiction over Plaintiff's FLSA claim pursuant to 29 U.S.C. section 216, which provides that "[a]n action to recover the liability [under Section 206, 207 or 215(a)(2)] may be maintained against an employer in any Federal or State court of competent jurisdiction by any one or more employees for and on behalf of himself or themselves and other employees similarly situated." 29 U.S.C. § 216(b). Accordingly, Defendant may remove this action because it arises "under the Constitution, laws, or treaties of the United States." 28 U.S.C. §§ 1331, 1441.

SUPPLEMENTAL JURISDICTION

12. This Court has supplemental jurisdiction over all other claims asserted by Plaintiff, pursuant to 28 U.S.C. sections 1367(a) and 1441(c). When a defendant removes a lawsuit that joins both federal and state law claims, the district court may exercise supplemental jurisdiction over the state law claims if those claims are so closely related to the federal claim that they "form part of the same case or controversy." 28 U.S.C. § 1367(a). Since all of Plaintiff's claims arise from the same common nucleus of operative facts, all should be tried in one action. See Nishimoto v. Federman-Bachrach & Assoc., 903 F.2d 709, 714 (9th Cir. 1990). Considerations of convenience, judicial economy and fairness to the litigants

	Case 8:18-cv-00151 Document 1 Filed 01/26/18 Page 6 of 6 Page ID #:6					
1	strongly favor this Court exercising jurisdiction over Plaintiff's Complaint. See					
2	United Mine Workers v. Gibbs, 383 U.S. 715, 725-26 (1966).					
3	WHEREFORE, Defendant respectfully removes the above-entitled					
4	action now pending before the Superior Court of the State of California for the					
5	County of Orange to this Court. Should the Court be inclined to remand this action,					
6	Defendant respectfully requests that the court issue an order to show cause why the					
7	case should be remanded, providing the parties with an opportunity to present					
8	briefing and argument prior to any possible remand. Such action is appropriate					
9	because remand is not subject to appellate review.					
10						
11	DATED: January 26, 2018 PAUL HASTINGS LLP					
12	ELENA R. BACA CHRIS A. JALIAN					
13						
14	By: /s/ Chris A. Jalian					
15	CHRIS A. JALIAN					
16	Attorneys for Defendant MONTAGE HOTELS AND RESORTS, LLC					
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	-5- DEFENDANT'S NOTICE OF REMOVAL					

EXHIBIT A

Case 8:18-cv-00151 Document 1-1 Filed 01/26/18 Page 2 of 39 Page ID #:8



Service of Process Transmittal

12/27/2017

CT Log Number 532535499

TO: Andrew Flor

Montage Hotels & Resorts, LLC

3 Ada Ste 100 Irvine, CA 92618-2322

RE: **Process Served in California**

FOR: Montage Hotels & Resorts, LLC (Domestic State: NV)

ENCLOSED ARE COPIES OF LEGAL PROCESS RECEIVED BY THE STATUTORY AGENT OF THE ABOVE COMPANY AS FOLLOWS:

TITLE OF ACTION: JENNIFER CAMPOS, an individual, on behalf of herself and others similarly situated,

Pltf. vs. Montage Hotels & Resorts, LLC, etc., et al., Dfts.

DOCUMENT(S) SERVED: Summons, Complaint, Cover Sheet,

Orange County - Superior Court - Santa Ana, CA Case # 30201700963321CUOECXC COURT/AGENCY:

NATURE OF ACTION: **Employee Litigation**

ON WHOM PROCESS WAS SERVED: C T Corporation System, Los Angeles, CA DATE AND HOUR OF SERVICE: By Process Server on 12/27/2017 at 13:55

JURISDICTION SERVED: California

APPEARANCE OR ANSWER DUE: Within 30 days after service

ATTORNEY(S) / SENDER(S): David Yeremian

DAVID YEREMIAN & ASSOCIATES, INC. 535 N. Brand Blvd., Suite 705 Glendale, CA 91203 818-230-8380

ACTION ITEMS: SOP Papers with Transmittal, via UPS Next Day Air, 1Z0399EX0131390129

Image SOP

Email Notification, Andrew Flor andrew.flor@montage.com

SIGNED: C T Corporation System ADDRESS: 818 West Seventh Street

Los Angeles, CA 90017 213-337-4615

TELEPHONE:

Information displayed on this transmittal is for CT Corporation's record keeping purposes only and is provided to the recipient for quick reference. This information does not constitute a legal opinion as to the nature of action, the amount of damages, the answer date, or any information contained in the documents themselves. Recipient is responsible for interpreting said documents and for taking appropriate action. Signatures on certified mail receipts appropriate action. Displace only not contents a confirm receipt of package only not contents. $EXHIBIT\ A$

PAGE 7

SUMMONS (CITACION JUDICIAL)

NOTICE TO DEFENDANT: (AVISO AL DEMANDADO):

MONTAGE HOTELS AND RESORTS, LLC, a Nevada Limited Liability Corporation; and DOES 1 through 50, inclusive

YOU ARE BEING SUED BY PLAINTIFF: (LO ESTÁ DEMANDANDO EL DEMANDANTE):

JENNIFER CAMPOS, an individual, on behalf of herself and others similarly situated

SUM-100

FOR COURT USE ONLY (SOLO PARA USO DE LA CORTE)

Superior Court of California, County of Orange

· 12/22/2**017** at 08:14:52 AM

Clerk of the Superior Court By Georgina Ramirez, Deputy Clerk

NOTICE! You have been sued. The court may decide against you without your being heard unless you respond within 30 days. Read the information below.

You have 30 CALENDAR DAYS after this summons and legal papers are served on you to file a written response at this court and have a copy served on the plaintiff. A letter or phone call will not protect you. Your written response must be in proper legal form if you want the court to hear your case. There may be a court form that you can use for your response. You can find these court forms and more information at the California Courts Online Self-Help Center (www.courtinfb.ca.gov/selfhelp), your county law tibrary, or the courthouse nearest you. If you cannot pay the filing fee, ask the court clerk for a fee waiver form. If you do not file your response on time, you may lose the case by default, and your wages, money, and property may be taken without further warning from the court.

There are other legal requirements. You may want to call an attorney right away. If you do not know an attorney, you may want to call an attorney referral service. If you cannot afford an attorney, you may be eligible for free legal services from a nonprofit legal services program. You can tocate these nonprofit groups at the California Legal Services Web site (www.lawhelpcalifornia.org), the California Courts Online Self-Help Center (www.courtinfo.ca.gov/solfhelp), or by contacting your local court or county bar association. NOTE: The court has a statutory lien for waived fees and costs on any selftement or arbitration award of \$10,000 or more in a civil case. The court's lien must be paid before the court will dismiss the case. [AVISOI Lo han demandado. Si no responde dentro de 30 dias, to corte puede decidir en su contra sin escuchar su versión. Lea la información a

Tiene 30 DIAS DE CALENDARIO después de que le entreguen este citación y papeles legales para presentar una respuesta por escrito en esta corte y hacar que se entregue una copia al demandante. Una carta o una llamada telefónica no lo protegen. Su respuesta por escrito tiene quo ester en formato legal correcto si desea que procesen su caso en la corte. Es posible que haya un formularlo que usted pueda usar para su respuesta. Puede encontrar estos formularios de la corte y más información en el Centro de Ayuda de las Cortes de California (www.aucorte.ca.gov), en la bibliotoca de leyes de su condado o en la corte que de quede más cerca. Si no puede pagar la cuota de presentación, pida at secretario de la corte que te de un formulario de exención de pago de cuotas. Si no presenta su respuesta e tiempo, puede perder el caso por incumplimiento y la corte le podró quitar su sueldo, dinero y bienes sin más edvertencia.

Hay otros requisitos legales. Es recomendable que liame a un abogado inmediatamente. Si no conoce e un abogado, puede liamer a un servicio de remisión a abogados. Si no puede pagar a un abogado, es posible que cumple con los requisitos para obtener servicios legales gratuitos de un programa de servicios legales sin fines de fucro. Puede encontrar estos grupos sin fines de fucro en el sitio web de California Legal Services, (www.lawhetpcalitornia.org), en el Centro de Ayuda de las Cortes de California, (www.sucona.ca.gov) o poniéndose en contacto con la corte o el colegio de ebogados locales. AVISO: Por ley, la corte tiene derecho a reclamar las cuolas y los costos exentos por imponer un gravamen sobre cualquier recuperación de \$10,000 ó más de vator recibide mediante un acuerdo o una concesión de arbitraje en un caso de derecho civil. Tiene que pagar el gravamen de la corte entes de que la corte puede desechar el caso.

pagar el gravamen de la c	sorte entes de que la corte pueda desechar el	n acuerdo o una ci i caso.	oncesión de arbitraje e	en un caso de derecho (civil. Tiene que	
The name and address of (El nombre y dirección de 751 West Santa An	e la corte es): Orange County		<u> </u>	CASE NUMBER: **30-2017-00982221 CIL OE CVC Judge Glenda Sanders		
Santa Ana, CA 927						
(El librillie, la direccion	telephone number of plaintiffs attorney, y el número de teléfono del abogado del 35 N. Brand Blvd. Suite 705, Glei DAMD H. YAMASAKI, Clerk of the Court	l demandante. o	dei demandante ou	se no tiene abogado, 1380 Georgina Ramirez	, Deputy	
For proof of service of the Para prueba de entrega	ris summons, use Proof of Service of Su de este citatión use el formulario Proof (mmons /form PC	DS-010).) nmons. (POS-010))		(Adjunto)	
[SEAL]	NOTICE TO THE PERSON SEI 1 as an individual defend 2 as the person sued und	RVED: You are s lant.	served			
SECONDO CONTROL OF THE PARTY OF	3. On behalf of (specify):	Montage Hotels an	d Resorts, LLC, a Nev	ada Limited Liability Co	poration	

Form Adopted for Mandatory Us Justicel Council of California SUM-100 (Rev. July 1, 2009)

SUMMONS

4. Dby personal delivery on (date): 12-27-17

CCP 416.20 (defunct corporation)

CCP 416.40 (association or partnership)

J CCP 416.10 (corporation)

other (specify):

Page 1 of 1
Code of Chil Procedure 55 412.20, 465

CCP 416.60 (minor)

CCP 416.70 (conservatee)

CCP 416.90 (authorized person)

Sugar Oak

ELECTRONICALLY FILED Superior Court of California, County of Orange 1 DAVID YEREMIAN & ASSOCIATES, INC. 12/22/2017 at 08:14:52 AM David Yeremian (SBN 226337) 2 Clerk of the Superior Court david@yeremianlaw.com By Georgina Ramirez, Deputy Clerk Alvin B. Lindsay (SBN 220236) 3 alvin@yeremianlaw.com 535 N. Brand Blvd., Suite 705 Glendale, California 91203 4 Telephone: (818) 230-8380 5 Facsimile: (818) 230-0308 6 DAVTYAN PROFESSIONAL LAW CORPORATION Emil Davtyan (SBN 299363) 7 emil@davtyanlaw.com 21900 Burbank Blvd, Suite 300 8 Woodland Hills, California 91367 Telephone: (818) 992-2935 9 Facsimile: (818) 975-5525 10 Attorneys for Plaintiff JENNIFER CAMPOS. on behalf of herself and others similarly situated 11 12 SUPERIOR COURT OF THE STATE OF CALIFORNIA 13 FOR THE COUNTY OF ORANGE Case No.: 30-2017-00963321-CU-0E-CXC 14 JENNIFER CAMPOS, an individual, on behalf of herself and others similarly situated. 15 **CLASS ACTION** Plaintiff, 16 Assigned for All Purposes To: Hon. VS. Judge Glenda Sanders 17 Dept.: MONTAGE HOTELS AND RESORTS. 18 LLC, a Nevada Limited Liability CLASS ACTION COMPLAINT AND Corporation; and DOES 1 through 50, **COLLECTIVE ACTION FOR:** 19 inclusive. Failure to Pay Minimum Wages;
 Failure to Pay Wages and Overtime Under 20 Defendants. Labor Code § 510; 21 3. Failure to Pay Wages Under the FLSA, 29 USC §§ 206, 207; 22 4. Meal Period Liability Under Labor Code § 226.7: 23 5. Rest-Break Liability Under Labor Code § 226.7; 24 6. Violation of Labor Code §§ 226(a); 7. Violation of Labor Code § 221; 25 8. Violation of Labor Code § 203; 9. Violation of Business & Professions Code 26 § 17200 et sea. 27 **DEMAND FOR JURY TRIAL** 28 - 1 -

COMPLAINT

EXHIBIT A
PAGE .9

Plaintiff JENNIFER CAMPOS, (hereinafter "Plaintiff") on behalf of herself and all others similarly situated (collectively, "Employees"; individually, "Employee") complains of Defendants, and each of them, as follows:

INTRODUCTION

1. Plaintiff brings this action on behalf of herself and all current and former Employees within the State of California who, at any time four (4) years prior to the filing of this lawsuit, are or were employed as non-exempt, hourly associates by Defendants MONTAGE HOTELS AND RESORTS, LLC and DOES 1 through 50 (all defendants being collectively referred to herein as "Defendants"). Plaintiff alleges that Defendants, and each of them, violated various provisions of the California Labor Code, relevant orders of the Industrial Welfare Commission (IWC), and California Business & Professions Code, and also brings a collective action for Defendants' violations of the provisions of the Fair Labor Standards Act ("FLSA"), ' including 29 U.S.C. §§ 206 and 207, and seeks redress therefore.

- 2. Plaintiff is a resident of California and Orange County, and during the time period relevant to this Complaint, was employed by Defendants as a non-exempt hourly associate within the State of California at Defendants' hotel and resort location in Laguna Beach, California and within the County of Orange. Plaintiff worked for Defendants in positions including reservations agent, and consistently worked at Defendants' behest without being paid all wages due. More specifically, Plaintiff and the other similarly situated Class members were employed by Defendants and worked at Defendants' hotel locations, with assigned responsibilities attendant to servicing the guests visiting Defendants' hotel and resort locations. Upon information and belief, Plaintiff was employed by Defendants and (1) shared similar job duties and responsibilities (2) was subjected to the same policies and practices (3) endured similar violations at the hands of Defendants as the other Employee Class members who served in similar and related positions.
- 3. Defendants required Plaintiff and the Employees in the Class and collective to work off the clock and failed to record accurate time worked by these Employees, including by rounding hours worked to the nearest quarter-hour to their detriment, failed to pay them at the appropriate rates for all hours worked, and provided Plaintiff and the Class members with

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inaccurate wage statements that prevented Plaintiff and the Class from learning of these unlawful pay practices. Defendants also failed to provide Plaintiff and the Class with lawful meal and rest periods, as employees were not provided with the opportunity to take uninterrupted and duty-free rest periods and meal breaks as required by the Labor Code.

- 4. Defendant MONTAGE HOTELS AND RESORTS, LLC ("Montage") is a Nevada limited liability corporation whose web-site explains that it is "a management company with a collection of distinctive luxury hotels, resorts, and residences conveying a shared dedication to comfortable elegance." Upon information and belief, Montage operates hotel and resort locations in California, including "Montage" hotels in Laguna Beach, Los Angeles, and San Diego, California, and in other states, including in Utah, Hawaii, and South Carolina, along with a location in Los Cabos, Mexico. Defendant Montage is headquartered and lists its Principal Office and its California Office in Irvine, California in Orange County, and maintains operations in Orange, Los Angeles, and San Diego counties in California. Defendants have thus conducted business in California at their various hotel and resort locations, including in Orange County, and employed the Employees in the Class and collective at locations within California, or at their other hotel and resort locations in the other states in which Defendants operate.
- 5. This Court has jurisdiction over this Action pursuant to California Code of Civil <u>Procedure</u> § 410.10 and California <u>Business & Professions Code</u> § 17203. This Action is brought as a Class Action on behalf of similarly situated Employees of Defendants pursuant to California Code of Civil Procedure § 382. Venue as to Defendants is also proper in this judicial district pursuant to California Code of Civil Procedure § 395 et seq. Upon information and belief, the obligations and liabilities giving rise to this lawsuit occurred in part in the County of Orange and Defendant Montage maintains and operates its hotel and resort location in Laguna Beach, California, thus employing Plaintiff and other Class members in Orange County and throughout California.
- 6. The true names and capacities, whether individual, corporate, associate, or whatever else, of the Defendants sued herein as Does 1 through 50, inclusive, are currently unknown to Plaintiff, who therefore sues these Defendants by such fictitious names under Code of

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27 28 Civil Procedure § 474. Plaintiff is informed and believes and thereon alleges that Defendants designated herein as Does 1 through 50, inclusive, and each of them, are legally responsible in some manner for the unlawful acts referred to herein. Plaintiff will seek leave of court to amend this Complaint to reflect the true names and capacities of the Defendants designated herein as Does 1 through 50 when their identities become known.

7. Plaintiff is informed and believes and thereon alleges that each Defendant acted in all respects pertinent to this action as the agent of the other Defendants, that Defendants carried out a joint scheme, business plan, or policy in all respects pertinent hereto, and that the acts of each Defendant are legally attributable to the other Defendants. Furthermore, Defendants acted in all respects as the employers or joint employers of Employees. Defendants, and each of them, exercised control over the wages, hours or working conditions of Employees, or suffered or permitted Employees to work, or engaged, thereby creating a common law employment relationship, with Employees. Therefore, Defendants, and each of them, employed or jointly employed Employees.

FACTUAL BACKGROUND

- 8. The Employees who comprise the Class and collective, including Plaintiff, are nonexempt employees pursuant to the applicable Wage Order of the IWC and applicable federal regulations. Defendants hire associate Employees who work in non-exempt positions at the direction of Defendants in the State of California and throughout the United States. Plaintiff and the Class members were either not paid by Defendants for all hours worked or were not paid at the appropriate minimum, regular and overtime rates. Plaintiff also contends that Defendants failed to pay Plaintiff and the Class members all wages due and owing, including by unlawful rounding to their detriment or under-recording of hours worked, made unlawful deductions from their pay, failed to provide meal and rest breaks, and failed to furnish accurate wage statements, all in violation of various provisions of the California Labor Code and applicable Wage Orders, and the FLSA where applicable.
- 9. During the course of Plaintiff and the Class members' employment with Defendants, they were not paid all wages they were owed, including for all work performed

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(resulting in "off the clock" work) and for all overtime hours worked and were forced to work off-the-clock to keep labor budgets low.

- 10. More specifically, Defendants required many of the Employee Class members to clock in and out in Defendants' timekeeping system by swiping cards Defendants issued to them, and the timekeeping system permitted Defendant to record clock in and clock out times to the real-time minute. In fact, Plaintiff was disciplined if she clocked in late by minutes as recorded in her timekeeping records. However, rather than paying Plaintiff and the Class members for all hours and minutes they actually worked, Defendants followed a uniform policy and practice of rounding all time entries to the nearest quarter-hour (i.e. to the nearest 15 minute time increment), and generally did so to the detriment of the Employees, and these unlawfully rounded time entries were inputted into Defendants' payroll system from which wage statements and payroll checks were created. By implementing policies, programs, practices, procedures and protocols which rounded the hours worked by Class members down to their detriment, Defendants' willful actions resulted in the systematic underpayment of wages to Class members, including underpayment of overtime pay to Class members over a period of time. Defendants also paid certain commissions and bonuses to Plaintiff and the Class members, but failed to correctly calculate the regular rate of pay to Employees based on these additional non-hourly wages that Defendants used to calculate and pay overtime to the Employees, and Defendants required Plaintiffs and the Class members to work performing job duties while off the clock and without pay, including by unlawful rounding. Defendant has also either failed to maintain timekeeping records for Plaintiff that would permit her to discover the nature and extent of Defendants' unlawful rounding or has refused to produce them to Plaintiff in response to her timely request to be provided with them.
- 11. As a matter of uniform Company policy, Plaintiff and the Class members were required to work off the clock which was not compensated by Defendants in violation of the California Labor Code and the Fair Labor Standards Act of 1938, as amended, 29 U.S.C. §§ 201 et seq. Plaintiff and the Class members were also not paid regular wages and overtime for the time they were required to comply with other requirements imposed upon them, which they had to complete while off-duty and without compensation. Plaintiff and the Class members were

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sometimes asked to work shifts over eight (8) hours in a day and to work over forty (40) hours in a work week, but they were not paid at the appropriate overtime rate for all such hours, including by being required to perform work duties and tasks without pay and while off-the-clock due to Defendants' unlawful rounding, and Defendants further miscalculated and underpaid overtime by failing to account for commissions and other non-hourly payments in calculating and paying overtime. As a result, Plaintiff and the Class members worked substantial overtime hours during their employment with Defendants for which they were not compensated, in violation of the California <u>Labor Code</u> and the FLSA.

- 12. As a result of the above described unlawful rounding and requirements to work off the clock, the failure to calculate and pay wages at the correct rates, the daily work demands and pressures to work through breaks, and the other wage violations they endured at Defendants' hands, Plaintiff and the Class members were not properly paid for all wages earned and for all wages owed to them by Defendants, including when working more than eight (8) hours in any given day and/or more than forty (40) hours in any given week. As a result of Defendants' unlawful policies and practices, Plaintiff and Class members incurred overtime hours worked for which they were not adequately and completely compensated, in addition to the hours they were required to work off the clock. To the extent applicable, Defendants also failed to pay Plaintiff and the Class members at an overtime rate of 1.5 times the regular rate for the first eight hours of the seventh consecutive work day in a week and overtime payments at the rate of 2 times the regular rate for hours worked over eight (8) on the seventh consecutive work day, as required under the Labor Code and applicable IWC Wage Orders.
- 13. Therefore, from at least four (4) years prior to the filing of this lawsuit and continuing to the present, Defendants thus had a consistent policy or practice of failing to pay Employees for all hours worked, and failing to pay minimum wage for all time worked as required by California Law.
- 14. Also, from at least four (4) years prior to the filing of this lawsuit and continuing to the present, Defendants also had a consistent policy or practice of failing to pay Employees overtime compensation at premium overtime rates for all hours worked in excess of eight (8)

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- Complaint in this action and within the statute of limitations periods applicable to the Third Cause of Action pled herein, Defendants employed Plaintiff and other hotel associate Employees within the United States (collectively "FLSA Collective Members"). FLSA Collective Members were, and are, victims of Defendants' policies and/or practices complained of herein, lost money and/or property, and have been deprived of the rights guaranteed to them by the FLSA, as addressed in further detail herein. The FLSA Collective Members include of all Defendants' current and former non-exempt, hourly hotel and resort Employees who worked based out of any of Defendants' locations throughout the United States.
- 16. Additionally, Defendants failed to provide all the legally required unpaid, off-duty meal periods and all the legally required paid, off-duty rest periods to the Plaintiff and the other Class members as required by the applicable Wage Order and Labor Code. Defendants did not have a policy or practice which provided or recorded all the legally required unpaid, off-duty meal periods and all the legally required paid, off-duty rest periods to the Plaintiff and the other Class members. Plaintiff and other Class members were required to perform work as ordered by Defendants for more than five (5) hours during a shift, but were often required to do so without receiving a meal break. In fact, as addressed above, Defendants followed a practice of underreporting or rounding down hours worked in a manner that would impact when Employees were to receive meal periods, and meal periods were therefore either provided late or were interrupted by customer demands. On occasions when Employees in the Class worked over 10 hours in a shift, Defendants also failed to provide them with a second meal period. Furthermore, Plaintiff was not authorized and permitted to take her required, off-duty and paid rest periods for every four (4) hours worked or major fraction thereof, as Plaintiff was required to remain on-duty to respond to customer and management demands. As a result, Defendants' failure to provide the Plaintiff and the Class members with all the legally required off-duty, unpaid meal periods and all the legally

required off-duty, paid rest periods is and will be evidenced by Defendants' business records, or lack thereof. Again, Defendants have either failed to maintain required records of when meal periods were provided or failed to produce them in response to Plaintiff's timely and lawful request.

- 17. For at least four years prior to the filing of this action and through to the present,
 Plaintiff and the Class members were forced to meet the needs of Defendants' clientele, and could
 not be relieved to take breaks, or were required to remain on-duty at all times and were unable to
 take off-duty breaks or were otherwise not provided with the opportunity to take required breaks
 due to Defendants' policies and practices. On the occasions when Plaintiff and the Class members
 were provided with a meal period, it was often untimely or interrupted, as they were required to
 respond to work demands, and they were not provided with one (1) hour's wages in lieu thereof.
 Meal period violations thus occurred in one or more of the following manners:
 - (a) Class members were not provided full thirty-minute duty free meal periods for work days in excess of five (5) hours and were not compensated one (1) hour's wages in lieu thereof, all in violation of, among others, <u>Labor Code</u> §§ 226.7, 512, and the applicable Industrial Welfare Commission Wage Order(s);
 - (b) Class members were not provided second full thirty-minute duty free meal periods for work days in excess of ten (10) hours;
 - (c) Class members were required to work through at least part of their daily meal period(s);
 - (d) Meal period were provided after five hours of continuous work during a shift; and
 - (e) Class members were restricted in their ability to take a full thirty-minute meal period.
- 18. Plaintiff and the Defendants' non-exempt, hourly hotel Employees in the Class were also not authorized and permitted to take lawful rest periods, were systematically required by Defendants to work through or during breaks, and were not provided with one (1) hour's

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wages in lieu thereof. Rest period violations therefore arose in one or more of the following manners:

- (a) Class members were required to work without being provided a minimum ten minute rest period for every four (4) hours or major fraction thereof worked and were not compensated one (1) hour of pay at their regular rate of compensation for each workday that a rest period was not provided; and
- (b) Class members were not authorized and permitted to take timely rest periods for every four hours worked, or major fraction thereof.
- 19. Class members were also restricted in their ability to take their full ten (10) minutes net rest time or were otherwise not provided with duty-free rest periods. Therefore, from at least four (4) years prior to the filing of this lawsuit and continuing to the present, Defendants have consistently failed to provide Employees with paid rest breaks of not less than ten (10) minutes for every work period of four (4) or more consecutive hours; nor did Defendant pay Employees premium pay for each day on which requisite rest breaks were not provided or were deficiently provided
- 20. Additionally, from at least four (4) years prior to the filing of this lawsuit and continuing to the present, Defendants have regularly required Employees to work shifts in excess of five (5) hours without providing them with uninterrupted meal periods of not less than thirty (30) minutes, and shifts in excess of ten (10) hours without providing them with second meal periods of not less than thirty minutes; nor did Defendants pay Employees "premium pay," i.e. one hour of wages at each Employee's effective hourly rate of pay, for each meal period that Defendants failed to provide or deficiently provided.
- 21. From at least four (4) years prior to the filing of this lawsuit and continuing to the present, Defendants have consistently and unlawfully collected or received wages from Employees by making automatic deduction from Employees' wages for alleged meal periods which Employees were consistently denied.

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- 22. As a result of these illegal policies and practices, Defendants engaged in and enforced the following additional unlawful practices and policies against Plaintiff and the Class members she seeks to represent:
 - failing to pay all wages owed to Class members who either were discharged, laid off, or resigned in accordance with the requirements of <u>Labor Code</u> §§ 201, 202, 203;
 - b. failing to pay all wages owed to the Class members twice monthly in accordance with the requirements of <u>Labor Code</u> § 204;
 - failing to pay Class members all wages owed, including all meal and rest period premium wages;
 - d. failing to maintain accurate records of Class members' earned wages and meal periods in violation of <u>Labor Code</u> §§ 226 and 1174(d) and section 7 of the applicable IWC Wage Orders; and
 - e. failing to produce timekeeping records in response to Plaintiff's timely and lawful request to receive them under these authorities.
- 23. From at least four (4) years prior to the filing of this lawsuit, and continuing to the present, Defendants have also consistently failed to provide Employees with timely, accurate, and itemized wage statements, in writing, as required by California wage-and-hour laws, including by the above-described requirement of off the clock work, unlawful rounding to the detriment of Employees, and incorrect calculation of the regular rate used to calculate and pay overtime.

 Defendants have also made it difficult to account with precision for the unlawfully withheld meal and rest period compensation owed to Plaintiff and the Class, during the liability period, because they did not implement and preserve a record-keeping method as required for non-exempt retail employees by California Labor Code §§ 226, 1174(d), and paragraph 7 of the applicable

 California Wage Orders. Upon information and belief, time clock punches were not maintained, or were not accurately maintained, for work shifts and meal periods, which were automatically presumed by Defendants to have been lawfully provided when they were not. Defendants also failed to accurately record and pay for all regular and overtime hours worked and submitted by

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detriment of Employees resulted to changed timekeeping records and corresponding payroll records reflecting that Employees worked less hours than they actually worked. Defendants have thus also failed to comply with Labor Code § 226(a) by inaccurately reporting total hours worked and total wages earned by Plaintiff and the Class members, along with the appropriate applicable rates, among others requirements. Plaintiff and Class members are therefore entitled to penalties not to exceed \$4,000.00 for each employee pursuant to Labor Code § 226(b). Defendants have also failed to comply with paragraph 7 of the applicable California IWC Wage Orders by failing to maintain time records showing when the employee begins and ends each work period, meal periods, wages earned pursuant to Labor Code § 226.7, and total daily hours worked by itemizing in wage statements all deductions from payment of wages and accurately reporting total hours worked by the Class members.

- 24. From at least four (4) years prior to filing this lawsuit and continuing to the present, Defendants have thus also had a consistent policy of failing to pay all wages owed to Employees at the time of their termination of within seventy-two (72) hours of their resignation, as required by California wage-and-hour laws.
- 25. In light of the foregoing, Employees bring this action pursuant to, inter alia, Labor Code §§ 201, 202, 203, 204, 218, 218.5, 218.6, 221, 226, 226.7, 510, 511, 512, 558, 1174, 1185, 1194, 1194.2, and 1197 and California Code of Regulations, Title 8, section 11000 et seq.,
- 26. Furthermore, pursuant to Business and Professions Code §§ 17200-17208, Employees seek injunctive relief, restitution, and disgorgement of all benefits Defendants have enjoyed from their violations of Labor Code and the other unfair, unlawful, or fraudulent practices alleged in this Complaint.
- 27. The Fair Labor Standards Act: The Fair Labor Standards Act of 1938, as amended, 29 U.S.C. §§ 201 et seq. (hereinafter referred to as "FLSA"), provides for minimum standards for both minimum and regular wages and overtime entitlement, and details administrative procedures by which covered work time must be compensated. The enactment of the provisions of the FLSA provide the Courts with substantial authority to stamp out abuses and enforce the minimum wage

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CLASS AND COLLECTIVE ALLEGATIONS

28. Plaintiff brings this class action on behalf of herself an all others similarly situated pursuant to <u>Code of Civil Procedure</u> § 382. Plaintiff seeks to represent a Class (or "the Class" or "Class members") defined as follows: "All individuals employed by Defendants at any time during the period of four (4) years prior to the filing of this lawsuit and ending on a date as determined by the Court ("the Class Period"), and who have been employed by Defendants as non-exempt, hourly associate employees within the State of California."

Further, Plaintiff seeks to represent the following Subclasses composed of and defined as follows:

- a. <u>Subclass 1. Minimum Wages Subclass</u>. All Class members who were not compensated for all hours worked for Defendants at the applicable minimum wage.
- b. <u>Subclass 2. Wages and Overtime Subclass</u>. All Class members who were not compensated for all hours worked for Defendants at the required rates of pay, including for all hours worked in excess of eight in a day and/or forty in a week.
- c. <u>Subclass 3. Meal Period Subclass</u>. All Class members who were subject to Defendants' policy and/or practice of failing to provide unpaid 30-minute uninterrupted and duty-free meal periods or one hour of pay at the Employee's regular rate of pay in lieu thereof.
- d. <u>Subclass 4. Rest Break Subclass.</u> All Class members who were subject to Defendants' policy and/or practice of failing to authorize and permit Employees to take uninterrupted, duty-free, 10-minute rest periods for every four hours worked, or major fraction thereof, and failing to pay one hour of pay at the Employee's regular rate of pay in lieu thereof.

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- e. Subclass 5. Wage Statement Subclass. All Class members who, within the applicable limitations period, were not provided with accurate itemized wage statements.
- f. Subclass 6. Unauthorized Deductions from Wages Subclass. All Class members who were subject to Defendants' policy and/or practice of automatically deducting 30-minutes worth of wages from Employees for alleged meal periods they were denied and/or by understating the hours worked by Employees.
- Subclass 7. Termination Pay Subclass. All Class members who, within the g. applicable limitations period, either voluntarily or involuntarily separated from their employment and were subject to Defendants' policy and/or practice of failing to timely pay wages upon termination.
- h. Subclass 8. UCL Subclass. All Class members who are owed restitution as a result of Defendants' business acts and practices, to the extent such acts and practices are found to be unlawful, deceptive, and/or unfair.
- 29. Plaintiff also brings this action pursuant to 29 U.S.C. § 216 on behalf of a collective defined as: "All current and former hourly, non-exempt hotel and resort employees who worked for Defendants at any time during the period of three (3) years prior to the filing of this lawsuit and ending on a date as determined by the Court (the "FLSA Collective"). The FLSA Collective Members include of all Defendants' current and former hourly, retail store employees who worked based out of any of Defendants' locations throughout the United States, including those in California. Defendants are liable under the FLSA for, inter alia, failing to properly compensate Plaintiff and FESA Class members for all hours worked.
- 30. Plaintiff reserves the right under California Rule of Court 3.765 to amend or modify the class description with greater particularity or further division into subclasses or limitation to particular issues. To the extent equitable tolling operates to toll claims by the Class against Defendants, the Class Period should be adjusted accordingly.
- 31. Defendants, as a matter of company policy, practice and procedure, and in violation of the applicable Labor Code, Industrial Welfare Commission ("IWC") Wage Order requirements,

32. This action has been brought and may properly be maintained as a class action under the provisions of <u>Code of Civil Procedure</u> § 382 because there is a well-defined community of interest in litigation and proposed class is easily ascertainable.

A. Numerosity

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- 33. The potential members of the class as defined are so numerous that joinder of all. the member of the class is impracticable. While the precise number of class member has not been determined at this time, Plaintiff is informed and believes that Defendants employ or, during the time period relevant to this lawsuit, thousands of Employees who satisfy the Class definition within the State of California.
- 34. Accounting for employee turnover during the relevant time period increases this number substantially. Plaintiff alleges that Defendants' employment records will provide information as to the number and location of all class members.

B. Commonality

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- 35. There are questions of law and fact common to the Class that predominate over any questions affecting only individual Class members. These common questions of law and fact include:
 - Whether Defendants failed to pay Employees minimum wages;
 - b. Whether Defendants failed to pay Employees wages for all hours worked;
 - Whether Defendants failed to pay Employees overtime as required under <u>Labor</u>
 <u>Code</u> § 510;
 - d. Whether Defendants violated <u>Labor Code</u> §§ 226.7 and 512, and the applicable

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employment class actions.

E. Superiority of Class Action

- 38. A class action is superior to other available means for the fair and efficient adjudication of this controversy. Individual joinder of all Employees is not practicable, and questions of law and fact common to all Employees predominate over any questions affecting only individual Employees. Each Employee has been damaged and is entitled to recovery by reason of Defendants' illegal policies or practices of failing to compensate Employees properly.
- 39. As to the issues raised in this case, a class action is superior to all other methods for the fair and efficient adjudication of this controversy, as joinder of all Class members is impracticable and many legal and factual questions to be adjudicated apply uniformly to all Class members. Further, as the economic or other loss suffered by vast numbers of Class members may be relatively small, the expense and burden of individual actions makes it difficult for the Class members to individually redress the wrongs they have suffered. Moreover, in the event disgorgement is ordered, a class action is the only mechanism that will permit the employment of a fluid fund recovery to ensure that equity is achieved. There will be relatively little difficulty in managing this case as a class action, and proceeding on a class-wide basis will permit Employees to vindicate their rights for violations they endured which they would otherwise be foreclosed from receiving in a multiplicity of individual lawsuits that would be cost prohibitive to them.
- 40. Class action treatment will allow those persons similarly situated to litigate their claims in the manner that is most efficient and economical for the parties and the judicial system. Plaintiff is unaware of any difficulties in managing this case that should preclude class treatment. Plaintiff contemplates the eventual issuance of notice to the proposed Class members that would set forth the subject and nature of the instant action. The Defendants' own business records can be utilized for assistance in the preparation and issuance of the contemplated notices. To the extent that any further notice is required additional media and/or mailings can be used.
- 41. Defendants, as a prospective and actual employer of the Employees, had a special fiduciary duty to disclose to prospective Class members the true facts surrounding Defendants' pay practices, policies and working conditions imposed upon the similarly situated Employees as

 well as the effect of any alleged arbitration agreements that may have been forced upon them. In addition, Defendants knew they possessed special knowledge about pay practices and policies, most notably intentionally refusing to pay for all hours actually worked which should have been recorded in Defendants' pay records and the consequence of the alleged arbitration agreements and policies and practices on the Employees and Class as a whole.

42. Plaintiff and the Employees in the Class did not discover the fact that they were entitled to all pay under the <u>Labor Code</u> until shortly before the filing of this lawsuit nor was there ever any discussion about Plaintiff's and the Class' wavier of their Constitutional rights of trial by jury, right to collectively organize and oppose unlawful pay practices under California and federal law as well as obtain injunctive relief preventing such practices from continuing. As a result, the applicable statutes of limitation were tolled until such time as Plaintiff and the Class members discovered their claims.

FIRST CAUSE OF ACTION

FAILURE TO PAY MINIMUM WAGES

(Against All Defendants)

- 43. Plaintiff re-alleges and incorporates all preceding paragraphs, as though set forth in full herein.
- 44. Defendants failed to pay Employees minimum wages for all hours worked.

 Defendants had a consistent policy of misstating Employees time records and failing to pay Employees for all hours worked. Employees would work hours and not receive wages, including as alleged above in connection with off the clock work and regarding rounding of timekeeping entries and revisions made to timekeeping records to reflect less time worked than was actually worked. Defendants, and each of them, have also intentionally and improperly rounded, changed, adjusted and/or modified Employee hours, and imposed difficult to attain job and shift scheduling requirements on Plaintiff and the Class members, which resulted in off the clock work and underpayment of all wages owed to employees over a period of time, while benefiting Defendants. During the relevant time period, Defendants thus regularly failed to pay minimum wages to Plaintiff and the Class members, including by unlawful rounding to their detriment.

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Additionally, Defendants had a consistent policy of failing to pay Employees for hours worked during alleged meal and rest periods for which Employees were consistently denied, as also addressed herein. Defendants' uniform pattern of unlawful wage and hour practices manifested, without limitation, applicable to the Class as a whole, as a result of implementing a uniform policy and practice that denied accurate compensation to Plaintiff and the other members of the Class as to minimum wage pay.

- 45. In California, employees must be paid at least the then applicable state minimum wage for all hours worked. (IWC Wage Order MW-2014). Additionally, pursuant to California Labor Code § 204, other applicable laws and regulations, and public policy, an employer must timely pay its employees for all hours worked. Defendants failed to do so.
- 46. California <u>Labor Code</u> § 1197, entitled "Pay of Less Than Minimum Wage" *states:

The minimum wage for employees fixed by the commission is the minimum wage to be paid to employees, and the payment of a less wage than the minimum so fixed is unlawful.

- 47. The applicable minimum wages fixed by the commission for work during the relevant period is found in the Wage Orders. Pursuant to the Wage Orders, Employees are therefore entitled to double the minimum wage during the relevant period.
- 48. The minimum wage provisions of California <u>Labor Code</u> are enforceable by private civil action pursuant to <u>Labor Code</u> § 1194(a) which states:

Notwithstanding any agreement to work for a lesser wage, any employee receiving less than the legal minimum wage or the legal overtime compensation applicable to the employee is entitled to recover in a civil action the unpaid balance of the full amount of this minimum wage or overtime compensation, including interest thereon, reasonable attorney's fees and costs of suit.

49. As described in California Labor Code §§ 1185 and 1194.2, any action for wages incorporates the applicable Wage Order of the California Industrial Welfare Commission. Also, California Labor Code §§ 1194, 1197, 1197.1 and those Industrial Welfare Commission Wage Orders entitle non-exempt employees to an amount equal to or greater than the minimum wage for all hours worked. All hours must be paid at the statutory or agreed rate and no part of this rate may

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 be used as a credit against a minimum wage obligation.

- 50. In committing these violations of the California Labor Code, Defendants inaccurately recorded or calculated the correct time worked and consequently underpaid the actual time worked by Plaintiff and other members of the Class. Defendants acted in an illegal attempt to avoid the payment of all earned wages, and other benefits in violation of the California Labor Code, the Industrial Welfare Commission requirements and other applicable laws and regulations. As a result of these violations, Defendant also failed to timely pay all wages earned in accordance with California Labor Code § 1194.
 - In any action under Section 1194... to recover wages because of the payment of a wage less than the minimum wages fixed by an order of the commission, an employee shall be entitled to recover liquidated damages in an amount equal to the wages unlawfully unpaid and interest thereon.
- 52. In addition to restitution for all unpaid wages, pursuant to California <u>Labor Code</u> § 1197.1, Plaintiff and Class members are entitled to recover a penalty of \$100.00 for the initial failure to timely pay each employee minimum wages, and \$250.00 for each subsequent failure to pay each employee minimum wages.
- 53. Pursuant to California <u>Labor Code</u> § 1194.2, Plaintiff and Class members are further entitled to recover liquidated damages in an amount equal to wages unlawfully unpaid and interest thereon.
- 54. Defendants have the ability to pay minimum wages for all time worked and have willfully refused to pay such wages with the intent to secure for Defendants a discount upon this indebtedness with the intent to annoy, harass, oppress, hinder, delay, or defraud Employees.
- 55. Wherefore, Plaintiff and the Employee Class members are entitled to recover the unpaid minimum wages (including double minimum wages), liquidated damages in an amount equal to the minimum wages unlawfully unpaid, interest thereon and reasonable attorney's fees and costs of suit pursuant to California <u>Labor Code</u> § 1194(a). Plaintiff and the other members of the Class further request recovery of all unpaid wages, according to proof, interest, statutory costs, as well as the assessment of any statutory penalties against Defendants, in a sum as provided by

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. SECOND CAUSE OF ACTION

FAILURE TO PAY WAGES AND OVERTIME UNDER <u>LABOR CODE</u> § 510 (Against All Defendants)

- 56. Plaintiff re-alleges and incorporates all preceding paragraphs, as though set forth in full herein.
- 57. California <u>Labor Code</u> § 1194 provides that "any employee receiving less than the legal minimum wage or the legal overtime compensation applicable to the employee is entitled to recover in a civil action the unpaid balance of the full amount of this minimum wage or overtime compensation, including interest thereon, reasonable attorney's fees, and costs of suit." The action may be maintained directly against the employer in an employee's name without first filing a claim with the Department of Labor Standards and Enforcement.
- 58. By their conduct, as set forth herein, Defendants violated California Labor Code § 510 (and the relevant orders of the Industrial Welfare Commission) by failing to pay Employees: (a) time and one-half their regular hourly rates for hours worked in excess of eight (8) hours in a workday or in excess of forty (40) hours in any workweek or for the first eight (8) hours worked on the seventh day of work in any one workweek; or (b) twice their regular rate of pay for hours worked in excess of twelve (12) hours in any one (1) day or for hours worked in excess of eight (8) hours on any seventh day of work in a workweek. Defendants had a consistent policy of not paying Employees wages for all hours worked, including by requiring off the clock work and by

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27 28 unlawfully rounding down and under-reporting actual hours worked and by failing to incorporate the incentive bonuses paid to the Employees in the Class into the regular rate used to calculate and pay overtime wages

- 59. Defendants had a consistent policy of not paying Employees wages for all hours worked. Defendants, and each of them, have intentionally and improperly rounded, changed, adjusted and/or modified certain employees' hours, including Plaintiff's, or otherwise caused them to work off the clock to avoid paying Plaintiff and the Class members all earned and owed straight time and overtime wages and other benefits, in violation of the California Labor Code, the California Code of Regulations and the IWC Wage Orders and guidelines set forth by the Division of Labor Standards and Enforcement. Defendants have also violated these provisions by requiring Plaintiff and other similarly situated non-exempt employees to work through meal periods when they were required to be clocked out or to otherwise work off the clock to complete their daily job duties or to attend and participate in company required activities. Therefore, Employees were not properly compensated, nor were they paid overtime rates for hours worked in excess of eight hours in a given day, and/or forty hours in a given week. Based on information and belief, Defendants did not make available to Employees a reasonable protocol for correcting time records when Employees worked overtime hours or to fix incorrect time entries or those that Defendants unlawfully rounded to the Employee's detriment. Defendants have also violated these provisions by requiring Plaintiff and other similarly situated Employees in the Class to work through meal periods when they were required to be clocked out or to otherwise work off the clock to complete their daily job duties, and by failing to incorporate non-discretionary and performance based bonuses or other non-hourly compensation into the regular rate used by Defendants to calculate and pay overtime compensation.
- 60. Defendants' failure to pay Plaintiff and the Class members the unpaid balance of regular wages owed and overtime compensation, as required by California law, violates the provisions of Labor Code §§ 510 and 1198, and is therefore unlawful.
- 61. Additionally, Labor Code § 558(a) provides "any employer or other person acting on behalf of an employer who violates, or causes to be violated, a section of this chapter or any

provisions regulating hours and days of work in any order of the IWC shall be subject to a civil penalty as follows: (1) For any violation, fifty dollars (\$50) for each underpaid employee for each pay period for which the employee was underpaid in addition to an amount sufficient to recover underpaid wages. (2) For each subsequent violation, one hundred dollars (\$100) for each underpaid employee for each pay period for which the employee was underpaid in addition to an amount sufficient to recover underpaid wages. (3) Wages recovered pursuant to this section shall be paid to the affected employee." Labor Code § 558(c) states, "the civil penalties provided for in this section are in addition to any other civil or criminal penalty provided by law." Defendants have violated provisions of the Labor Code regulating hours and days of work as well as the IWC Wage Orders. Accordingly, Plaintiff and the Class members seek the remedies set forth in Labor Code § 558.

- 62. Defendants' failure to pay compensation in a timely fashion also constituted a "violation of California Labor Code § 204, which requires that all wages shall be paid semimonthly. From four (4) years prior to the filing of this lawsuit to the present, in direct violation of that provision of the California Labor Code, Defendants have failed to pay all wages and overtime compensation earned by Employees. Each such failure to make a timely payment of compensation to Employees constitutes a separate violation of California Labor Code § 204.
- 63. Employees have been damaged by these violations of California <u>Labor Code</u> §§ 204 and 510 (and the relevant orders of the Industrial Welfare Commission).
- 64. Consequently, pursuant to California <u>Labor Code</u>, including <u>Labor Code</u> §§ 204, 510, and 1194 (and the relevant orders of the Industrial Welfare Commission), Defendants are liable to Employees for the full amount of all their unpaid wages and overtime compensation, with interest, plus their reasonable attorneys' fees and costs, as well as the assessment of any statutory penalties against Defendants, and each of them, and any additional sums as provided by the <u>Labor Code</u> and/or other statutes.

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THIRD CAUSE OF ACTION FOR FAILURE TO PAY WAGES UNDER THE FLSA

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(Against All Defendants)

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65. Plaintiff re-alleges and incorporates all preceding paragraphs, as though set forth in full herein.

6 7 66. At all relevant times hereto, Defendants have been an "enterprise engaged in commerce or in the production of goods for commerce," as defined under 29 U.S.C. § 203(s)(l).

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67. Plaintiff is informed and believes, and thereon alleges, that Defendants have required the Plaintiff and FLSA collective Employees as part of their employment to work off the clock and for less than minimum wage under 29 U.S.C. § 206(a)(1). That Section provides the following:

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Every employer shall pay to each of his employees who in any workweek is engaged in commerce or in the production of goods for commerce, or is employed in an enterprise engaged in commerce or in the production of goods for commerce, wages at the following rates:

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(1) except as otherwise provided in this section, not less than-

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(A) \$5.85 an hour, beginning on the 60th day after May 25, 2007; (B) \$6.55 an hour, beginning 12 months after that 60th day; and

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(C) \$7.25 an hour, beginning 24 months after that 60th day;...

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68. Plaintiff is informed and believes, and thereon alleges, that certain or all of the Employees were not exempt employees under the FLSA's overtime provisions and that Defendants also required Plaintiff and require the FLSA collective Employees to work without overtime in excess of the forty (40) hours per week maximum under 29 U.S.C. § 207(a)(I). That Section provides the following:

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Except as otherwise provided in this section, no employer shall employ any of his employees ... for a workweek longer than forty hours unless such employee receives compensation for his employment in excess of the hours above specified at a rate which is

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not less than one and one-half times the regular rate at which he is employed.

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69. In the performance of their duties for Defendants, Employees as members of the FLSA collective often did work off the clock and over forty (40) hours per week, received non-hourly payments that were not incorporated by Defendants into the regular rate used to calculate

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and pay overtime compensation, and did not receive minimum wages and other required

 compensation for the work, labor and services they provided to Defendants, as required by the FLSA, 29 U.S.C. §§ 206 and 207, due to Defendants' policy and practice of rounding timekeeping entries down to the nearest quarter-hour to the detriment of the Employees in the Class, and as addressed in detail above.

- 70. At all times relevant to this action, Plaintiff was an "employee" of Defendants within the meaning of 29 U.S.C. § 203(e)(1) of the FLSA. At all times relevant to this action, Defendants "suffered or permitted" Plaintiff and the FLSA Collective Members to work and thus "employed" them within the meaning of 29 U.S.C. § 203(g) of the FLSA. At all times relevant to this action, Defendants required Plaintiff and FLSA Collective Members to perform work under Defendants employ but failed to pay them the federally mandated wages and overtime compensation for all services performed.
- 71. The precise amount of unpaid wages and unpaid hours will be proven at trial, as will the extent of the geographic scope of the FLSA Collective, as Defendants maintain operations in California but also in other states throughout the United States. Upon information and belief, Employees of Defendants in other states besides California were also subject to the same uniform and unlawful company policies and practices as were the members of the FLSA Collective employed in California, as addressed herein.
- 72. The FLSA also imposes a record-keeping requirement on employers, including the obligation to keep accurate records of all hours worked by employees. Defendants have knowingly and willfully failed and continue to willfully fail to record, report, and/or preserve accurate records of all hours worked by Plaintiff and FLSA Collective Members. By failing to record, report, and/or preserve records of all hours worked by Plaintiff and the FLSA Collective Members, and by rounding timekeeping entries down to reflect less hours than were actually worked, Defendants have violated, and continue to violate, the FLSA, 29 U.S.C. §§ 201, et seq
- 73. Plaintiff proposes to undertake appropriate proceedings to have such FLSA Class members aggrieved by Defendants' unlawful conduct notified of the pendency of this action and to provide them with the opportunity to join this action as plaintiffs, pursuant to 29 U.S.C. § 216(b), by filing written consents to joinder with the Court.

- 74. Defendants' violations of the FLSA were willful within the meaning of the statue and interpretive case law and decisions.
- 75. Plaintiff seeks judgment against Defendants on her own behalf and on behalf of those FLSA collective employees similarly situated who file written consents to joinder in this action, for all unpaid wages, including minimum and overtime wages owed by Defendants, pursuant to 29 U.S.C. §§ 206 and 207, together with an award of an additional equal amount as liquidated damages, and costs, interest, and reasonable attorneys' fees, as provided for under 29 U.S.C. § 216(b) and which may be brought in "any Federal or State court of competent jurisdiction by any one or more employees for and in behalf of himself or themselves and other employees similarly situated."

FOURTH CAUSE OF ACTION

MEAL-PERIOD LIABILITY UNDER LABOR CODE § 226.7

(Against All Defendants)

- 76. Plaintiff re-alleges and incorporates all preceding paragraphs, as though set forth in full herein.
- 77. Employees regularly worked shifts greater than five (5) hours and in some instances, greater than ten (10) hours. Pursuant to <u>Labor Code</u> § 512 an employer may not employ someone for a shift of more than five (5) hours without providing him or her with a meal period of not less than thirty (30) minutes or for a shift of more than ten (10) hours without providing him or her with a second meal period of not less than thirty (30) minutes.
- 78. Defendants failed to provide Employees with meal periods as required under the Labor Code. Employees were often required to work through their meal periods or provided with them after working beyond the fifth hour of their shifts. Furthermore, upon information and belief, on the occasions when Employees worked more than 10 hours in a given shift, they did so without receiving a second uninterrupted thirty (30) minute meal period as required by law.
- 79. Defendants thus failed to provide Plaintiff and the Class members with meal periods as required by the <u>Labor Code</u>, including by not providing them with the opportunity to take meal breaks, by providing them late or for less than thirty (30) minutes, or by requiring them

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to perform work during breaks.

- 80. Moreover, Defendants failed to compensate Employees for each meal period not provided or inadequately provided, as required under <u>Labor Code</u> § 226.7 and paragraph 11 of the applicable IWC Wage Orders, which provide that, if an employer fails to provide an employee a meal period in accordance with this section, the employer shall pay the employee one (1) hour of pay at the employee's regular rate of compensation for each workday that the meal period is not provided. Defendants failed to compensate Employees for each meal period not provided or inadequately provided, as required under <u>Labor Code</u> § 226.7.
- 81. Therefore, pursuant to <u>Labor Code § 226.7</u>, Employees are entitled to damages in an amount equal to one (1) hour of wages at their effective hourly rates of pay for each meal period not provided or deficiently provided, a sum to be proven at trial, as well as the assessment of any statutory penalties against the Defendants, and each of them, in a sum as provided by the <u>Labor Code</u> and other statutes.

FIFTH CAUSE OF ACTION

REST-BREAK LIABILITY UNDER <u>LABOR CODE</u> § 226.7

(Against All Defendants)

- 82. Plaintiff re-alleges and incorporates all preceding paragraphs, as though set forth in full lierein.
- 83. <u>Labor Code</u> §§ 226.7 and paragraph 12 of the applicable IWC Wage Orders provide that employers must authorize and permit all employees to take rest periods at the rate of ten (10) minutes net rest time per four (4) work hours.
- 84. Employees consistently worked consecutive four (4) hour shifts and were generally scheduled for shifts of greater than 3.5 hours total, thus requiring Defendants to authorize and permit them to take rest periods. Pursuant to the <u>Labor Code</u> and the applicable IWC Wage Order, Employees were entitled to paid rest breaks of not less than ten (10) minutes for each consecutive four (4) hour shift, and Defendants failed to provide Employees with timely rest breaks of not less than ten (10) minutes for each consecutive four (4) hour shift.
 - 85. <u>Labor Code §§ 226.7</u> and paragraph 12 of the applicable IWC Wage Orders

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provide that if an employer fails to provide an employee rest period in accordance with this section, the employer shall pay the employee one (1) hour of pay at the employee's regular rate of compensation for each workday that the rest period is not provided.

- 86. Defendants, and each of them, have therefore intentionally and improperly denied rest periods to Plaintiff and the Class members in violation of Labor Code §§ 226.7 and 512 and paragraph 12 of the applicable IWC Wage Orders.
- 87. Defendants failed to authorize and permit Plaintiff and the Class members to take rest periods, as required by the Labor Code. Moreover, Defendants did not compensate Employees with an additional hour of pay at each Employee's effective hourly rate for each day that Defendants failed to provide them with adequate rest breaks, as required under Labor Code § 226.7.
- Therefore, pursuant to Labor Code § 226.7 and paragraph 12 of the applicable IWC 88. Wage Orders, Employees are entitled to damages in an amount equal to one (1) hour of wages at their effective hourly rates of pay for each day worked without the required rest breaks, a sum to be proven at trial, as well as the assessment of any statutory penalties against Defendants, and each of them, in a sum as provided by the <u>Labor Code</u> and/or other statutes.

SIXTH CAUSE OF ACTION

VIOLATION OF <u>LABOR CODE</u> § 226(a)

(Against All Defendants)

- 89. Plaintiff re-alleges and incorporates all preceding paragraphs, as though set forth in full herein.
- 90. California Labor Code § 226(a) requires an employer to furnish each of his or her employees with an accurate, itemized statement in writing showing the gross and net earnings, total hours worked, and the corresponding number of hours worked at each hourly rate; these statements must be appended to the detachable part of the check, draft, voucher, or whatever else serves to pay the employee's wages; or, if wages are paid by cash or personal check, these statements may be given to the employee separately from the payment of wages; in either case the employer must give the employee these statements twice a month or each time wages are paid.

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91. Defendants failed to provide Employees with accurate itemized wage statements in writing, as required by the Labor Code. Specifically, the wage statements given to Employees by Defendants failed to accurately account for wages, overtime, and premium pay for deficient meal periods and rest breaks, and automatically deducted wages for alleged meal periods and rounded timekeeping entries to the detriment of the Class members, all of which Defendants knew or reasonably should have known were owed to Employees, as alleged hereinabove.

- 92. Throughout the liability period, Defendants intentionally failed to furnish to Plaintiff and the Class members, upon each payment of wages, itemized statements accurately showing: (1) gross wages earned, (2) total hours worked by the employee, (3) the number of piecerate units earned and any applicable piece rate paid on a piece-rate basis, (4) all deductions, (5) net wages earned, (6) the inclusive dates of the period for which the employee is paid, (7) the name of the employee and only the last four digits of his or her social security number or an employee identification number other than a social security number, (8) the name and address of the legal entity that is the employer and (9) all applicable hourly rates in effect during the pay period and the corresponding number of hours worked at each hourly rate by the employee pursuant to <u>Labor</u> Code § 226, amongst other statutory requirements. Defendants knowingly and intentionally failed to provide Plaintiff and the Class members with such timely and accurate wage and hour statements.
- 93. Plaintiff and the Class members suffered injury as a result of Defendants' knowing and intentional failure to provide them with the wage and hour statements as required by law and are presumed to have suffered injury and entitled to penalties under Labor Code § 226(e), as the Defendants have failed to provide a wage statement, failed to provide accurate and complete information as required by any one or more of items Labor Code § 226 (a)(1) to (9), inclusive, and the Plaintiff and Class members cannot promptly and easily determine from the wage statement alone one or more of the following: (i) The amount of the gross wages or net wages paid to the employee during the pay period or any of the other information required to be provided on the itemized wage statement pursuant to items (2) to (4), inclusive, (6), and (9) of subdivision (a), (ii) Which deductions the employer made from gross wages to determine the net

wages paid to the employee during the pay period, (iii) The name and address of the employer and, (iv) The name of the employee and only the last four digits of his or her social security number or an employee identification number other than a social security number. For purposes of <u>Labor Code</u> § 226(e) "promptly and easily determine" means a reasonable person [i.e. an objective standard] would be able to readily ascertain the information without reference to other documents or information.

- 94. Therefore, as a direct and proximate cause of Defendants' violation of <u>Labor Code</u> § 226(a), Employees suffered injuries, including among other things confusion over whether they received all wages owed them, the difficulty and expense involved in reconstructing pay records, and forcing them to make mathematical computations to analyze whether the wages paid in fact compensated them correctly for all hours worked.
- 95. Pursuant to <u>Labor Code</u> §§ 226(a) and 226(e), Employees are entitled to recover the greater of all actual damages or fifty dollars (\$50) for the initial pay period in which a violation occurs and one hundred dollars (\$100) for each violation in a subsequent pay period, not exceeding an aggregate penalty of four thousand dollars (\$4,000). They are also entitled to an award of costs and reasonable attorneys' fees.

SEVENTH CAUSE OF ACTION

VIOLATION OF LABOR CODE § 221

(Against All Defendants)

- 96. Plaintiff re-alleges and incorporates all preceding paragraphs, as though set forth in full herein.
- 97. <u>Labor Code</u> § 221 provides, "It shall be unlawful for any employer to collect or receive from an employee any part of wages theretofore paid by said employer to said employee." Additionally, pursuant to California <u>Labor Code</u> § 204, other applicable laws and regulations, and public policy, an employer must timely pay its employees for all hours worked. Defendants failed to do so.
- 98. Defendants unlawfully received and/or collected wages from the Employees in the Class by implementing a policy of automatically deducting 30 minutes worth of vested wages,

from Employees, for alleged meal periods which they were consistently denied, as well as by rounding down and understating the hours worked by Employees as alleged above.

99. As a direct and proximate cause of the unauthorized deductions, Employees have been damaged, in an amount to be determined at trial.

EIGHTH CAUSE OF ACTION VIOLATION OF LABOR CODE § 203

(Against All Defendants)

- 100. Plaintiff re-alleges and incorporates all preceding paragraphs, as though set forth in full herein.
- 101. Numerous Employees are no longer employed by Defendants; they either quit Defendants' employ or were fired therefrom.
- 102. Defendants failed to pay these Employees all wages due and certain at the time of termination or within seventy-two (72) hours of resignation.
- 103. The wages withheld from these Employees by Defendants remained due and owing for more than thirty (30) days from the date of separation of employment.
- 104. Defendants failed to pay Plaintiff and the Class members without abatement, all wages as defined by applicable California law. Among other things, these Employees were not paid all regular and overtime wages, including by failing to pay for all hours worked or requiring off the clock work or by unlawful rounding of time entries to the detriment of Employees, and by failing to correctly calculate the regular rate used to calculate and pay overtime compensation, and failed to pay premium wages owed for unprovided meal periods and rest periods, as further detailed in this Complaint. Defendants' failure to pay said wages within the required time was willful within the meaning of Labor Code § 203.
- 105. Defendants' failure to pay wages, as alleged above, was willful in that Defendants knew wages to be due but failed to pay them; this violation entitles these Employees to penalties under <u>Labor Code</u> § 203, which provides that an employee's wages shall continue until paid for up to thirty (30) days from the date they were due.

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NINTH CAUSE OF ACTION

VIOLATION OF BUSINESS & PROFESSIONS CODE § 17200 ET SEQ.

(Against All Defendants)

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full herein.

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Plaintiff re-alleges and incorporates all preceding paragraphs, as though set forth in

- Plaintiff, on behalf of herself, Employees, and the general public, brings this claim 107. pursuant to Business & Professions Code § 17200 et seq. The conduct of Defendants as alleged in this Complaint has been and continues to be unfair, unlawful, and harmful to Employees and the general public. Plaintiff seeks to enforce important rights affecting the public interest within the meaning of Code of Civil Procedure § 1021.5.
- 108. Plaintiff is a "person" within the meaning of Business & Professions Code § 17204, has suffered injury, and therefore has standing to bring this cause of action for injunctive relief, restitution, and other appropriate equitable relief.
- Business & Professions Code § 17200 et seq. prohibits unlawful and unfair 109. business practices. By the conduct alleged herein, Defendants' practices were deceptive and ** fraudulent in that Defendants' policy and practice failed to provide the required amount of compensation for missed meal and rest breaks, and failed to adequately compensate Plaintiff and Class members for all hours worked, due to systematic business practices as alleged herein that cannot be justified, pursuant to the applicable California Labor Code and Industrial Welfare Commission requirements in violation of California Business and Professions Code §§ 17200, et seq., and for which this Court should issue injunctive and equitable relief, pursuant to California Business & Professions Code § 17203, including restitution of wages wrongfully withheld.
- Wage-and-hour laws express fundamental public policies. Paying employees their 110. wages and overtime, providing them with meal periods and rest breaks, etc., are fundamental public policies of California. Labor Code § 90.5(a) articulates the public policies of this State vigorously to enforce minimum labor standards, to ensure that employees are not required or permitted to work under substandard and unlawful conditions, and to protect law-abiding employers and their employees from competitors who lower costs to themselves by failing to

comply with minimum labor standards.

- 111. Defendants have violated statutes and public policies. Through the conduct alleged in this Complaint Defendants have acted contrary to these public policies, have violated specific provisions of the <u>Labor Code</u>, and have engaged in other unlawful and unfair business practices in violation of <u>Business & Professions Code</u> § 17200 et seq.; which conduct has deprived Plaintiff, and all persons similarly situated, and all interested persons, of the rights, benefits, and privileges guaranteed to all employees under the law.
- 112. Defendants' conduct, as alleged hereinabove, constitutes unfair competition in violation of the <u>Business & Professions Code</u> § 17200 et seq.
- 113. Defendants, by engaging in the conduct herein alleged, by failing to pay wages and overtime, failing to provide meal periods and rest breaks, etc., either knew or in the exercise of reasonable care should have known that their conduct was unlawful; therefore their conduct violates the Business & Professions Code § 17200 et sea.
- 114. By the conduct alleged herein, Defendants have engaged and continue to engage in a business practice which violates California and federal law, including but not limited to, the applicable Industrial Wage Order(s), the California Code of Regulations, and the California Labor Code including Sections 204, 226, 226.7, 512, 1194, 1197, and 1198, for which this Court should issue declaratory and other equitable relief pursuant to California Business & Professions Code § 17203 as may be necessary to prevent and remedy the conduct held to constitute unfair competition, including restitution of wages wrongfully withheld.
- 115. As a proximate result of the above-mentioned acts of Defendants, Employees have been damaged, in a sum to be proven at trial.
- unlawful conduct as alleged above. Pursuant to the <u>Business & Professions Code</u>, this Court should make such orders or judgments, including the appointment of a receiver, as may be necessary to prevent the use by Defendants or their agents or employees of any unlawful or deceptive practice prohibited by the <u>Business & Professions Code</u>, including but not limited to the disgorgement of such profits as may be necessary to restore Employees to the money Defendants

have unlawfully failed to pay.

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RELIEF REQUESTED

WHEREFORE, Plaintiff prays for the following relief:

- 1. For an order certifying this action as a class action;
- 2. For compensatory damages in the amount of the unpaid minimum wages for work performed by Employees and unpaid overtime compensation from at least four (4) years prior to the filing of this action, as may be proven;
- 3. For liquidated damages in the amount equal to the unpaid minimum wage and interest thereon, from at least four (4) years prior to the filing of this action, according to proof;
- 4. For compensatory damages in the amount of all unpaid wages, including overtime and double-time pay, as may be proven;
- 5. For compensatory damages in the amount of the hourly wage made by Employees for each missed or deficient meal period where no premium pay was paid therefor from four (4) years prior to the filing of this action, as may be proven;
- 6. For compensatory damages in the amount of the hourly wage made by Employees for each day requisite rest breaks were not provided or were deficiently provided where no premium pay was paid therefor from at least four (4) years prior to the filing of this action, as may be proven;
 - 7. For penalties pursuant to Labor Code § 226(e) for Employees, as may be proven;
- 8. For restitution and/or damages for all amounts unlawfully withheld from the wages for all class members in violation of <u>Labor Code</u> § 221, as may be proven;
- 9. For penalties pursuant to <u>Labor Code</u> § 203 for all Employees who quit or were fired in an amount equal to their daily wage times thirty (30) days, as may be proven;
- 10. For restitution for unfair competition pursuant to <u>Business & Professions Code</u> § 17200 et seq., including disgorgement or profits, as may be proven;
- 11. For an order enjoining Defendants and their agents, servants, and employees, and all persons acting under, in concert with, or for them, from acting in derogation of any rights or duties adumbrated in this Complaint;

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1	12.	For facilitated Notice under 29 USC § 216(b), compensation pursuant to the FLSA,					
2	29 U.S.C. §§ 201, 206, 207, et seq., conditional and final certification of a Collective Action, and						
3	for interest on any compensatory damages, and attorneys' fees, interest, and costs of suit pursuant						
4	to 29 U.S.C. § 216(b);						
5	13.	For all general, special, and incidental damages as may be proven;					
6	14.	For an award of pre-judgment and post-judgment interest;					
7	15.	For an award providing for the payment of the costs of this suit;					
8	16.	For an award of attorneys' fees; and					
9	17.	For such other and further relief as this Court may deem proper and just.					
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11	DATED: Dec	ember 22, 2017	DAVID YEREMIAN & ASSOCIATES, INC.				
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3			By Classin				
4			David Yeremian Alvin B. Lindsay				
15			Attorneys for Plaintiff JENNIFER CAMPOS and all others similarly situated				
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		<u>.</u>	- 34 -				
			COMPLAINT				

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1	<u>DEMAND FOR JURY TRIAL</u>				
2	Plaintiff hereby demands trial of her claims by jury to the extent authorized by law.				
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4	DATED: December 22, 2017	DAVID YEREMIAN & ASSOCIATES, INC.			
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6		By Classin			
7		David Yeremian Alvin B. Lindsay			
8		Alvin B. Lindsay Attorneys for Plaintiff JENNIFER CAMPOS and all others similarly situated			
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		- 35 - COMPLAINT			

EXHIBIT A PAGE 43

		CM-010				
ATTORNEY OR PARTY WITHOUT ATTORNEY (Name, State Bar Alvin Lindsay (220236)	number, and address):	FOR COURT USE ONLY				
David Yeremian & Associates Inc. 535 N. Brand Blvd., Suite 705	ELECTRONICALLY FILED					
Glendale, CA 91203	Superior Court of California,					
TELEPHONE NO.: (818) 230-8380	County of Orange					
ATTORNEY FOR (Hame): Plaintiffs, Jennifer C. SUPERIOR COURT OF CALIFORNIA, COUNTY OF O	12/22/2017 at 08:14:52 AM					
STREET ADDRESS: 751 W Santa Ana Bl	Clerk of the Superior Court					
MAILING ADDRESS:	vu.	By Georgina Ramirez, Deputy Clerk				
CITY AND ZIP CODE: Santa Ana, CA 9270	1					
BRANCH NAME: Civil Complex Cente						
CASE NAME:						
Campos v. Montage Hotels and Res	orts, LLC					
CIVIL CASE COVER SHEET	Complex Case Designation	30-2017-00963321-CU-OF-CXC				
Unlimited Limited (Amount (Amount	Counter Joinder	39-20 17-DD80332 1-CO-OE-CAC				
demanded demanded is	Filed with first appearance by defenda	nt Judge Glenda Sanders				
exceeds \$25,000) \$25,000 or less)	(Cal. Rules of Court, rule 3.402)	DEPT:				
Items 1–6 be	low must be completed (see instructions on	page 2). CX-101				
Check one box below for the case type that						
Auto Tort		ovisionally Complex Civil Litigation al. Rules of Court, rules 3.400-3.403)				
Auto (22) Uninsured motorist (46)	Breach of contract/warranty (06) C Rule 3.740 collections (09)	Antitrust/Trade regulation (03)				
Other PI/PD/WD (Personal Injury/Property	Other collections (09)	Construction defect (10)				
Damage/Wrongful Death) Tort	Insurance coverage (18)	Mass tort (40)				
Asbestos (04)	Other contract (37)	Securities litigation (28)				
Product liability (24)	Real Property	Environmental/Toxic tort (30)				
Medical malpractice (45)	Eminent domain/Inverse	Insurance coverage claims arising from the				
Olher PI/PD/WD (23)	condemnation (14)	above listed provisionally complex case				
Non-PI/PD/WD (Other) Tort	Wrongful eviction (33)	types (41)				
Business tort/unfair business practice (07	<i>,</i> —	Iforcement of Judgment				
Civil rights (08)	Unlawful Detainer	Enforcement of judgment (20)				
L Defamation (13) Fraud (18)	Commercial (31)	scellaneous Civil Complaint				
Intellectual property (19)	Drugs (38)	RiCO (27)				
Professional negligence (25)	Indical Perlan	Other complaint (not specified above) (42)				
Other non-PI/PD/WD tort (35)	Asset forfeiture (05)	scellaneous Civil Petition				
Employment	Petition re: arbitration award (11)	Partnership and corporate governance (21) Other petition (not specified above) (43)				
Wrongful termination (36)	Writ of mandate (02)	Curer pennon (not specified above) (45)				
Other employment (15)	Other judicial review (39)					
2. This case is is not comfactors requiring exceptional judicial mana	plex under rule 3.400 of the California Rule gement:	s of Court. If the case is complex, mark the				
a. Large number of separately repre		f witnesses				
b. Extensive motion practice raising		th related actions pending in one or more courts				
issues that will be time-consuming	g to resolve in other countie	s, states, or countries, or in a federal court				
c. L Substantial amount of documenta	ry evidence f. Dubstantial pos	ijudgment judicial supervision				
3. Remedies sought (check all that apply): a	monetary b. nonmonetary: de	claratory or injunctive relief c. punitive				
4. Number of causes of action (specify): Ni	ne (9)	range of mile income relief ~ [] building				
	ss action suit.					
		v use form CM-015.)				
6. If there are any known related cases, file and serve a notice of related case. (You may use form CM-015.) Date: December 22, 2017						
Alvin Lindsay						
(TYPE OR PRINT NAME)		ATURE OF BARTY-OF ATTORNEY FOR PARTY)				
NOTICE NOTICE						
Plaintiff must file this cover sheet with the first paper filed in the action or proceeding (except small claims cases or cases filed under the Probate Code, Family Code, or Welfare and Institutions Code). (Cal. Rules of Court, rule 3.220.) Failure to file may result in sanctions.						
File this cover sheet in addition to any cover sheet required by local court rule						
I TIMS Case is complex under rule 3.400 et seg, of the California Rules of Court, you must serve a conv of this cover sheet on all						
other parties to the action or proceeding. • Unless this is a collections case under rule 3.740 or a complex case, this cover sheet will be used for statistical purposes only.						
Pago 1 or 2						
Form Adopted for Mandatury Use CNVIII CASC COVETS CLASS COVETS CASC STORE OF CA						

Judicial Council of California CM-010 [Rev. July 1, 2007]

EXHIBIT B

DECLARATION OF CHRIS A. JALIAN ISO DEFENDANT'S NOTICE OF REMOVAL EXHIBIT B

1 **DECLARATION OF CHRIS J. JALIAN** 2 3 I, Chris A. Jalian, declare: 4 5 1. I am an attorney with the law firm of Paul Hastings LLP, the 6 attorneys of record for Montage Hotels and Resorts, LLC ("Defendant") in this 7 action, and am admitted to practice before this Court. Except as otherwise 8 indicated, I have personal knowledge of the facts set forth in this Declaration and, if 9 called upon to do so, could and would testify competently thereto. 10 11 2. On December 27, 2017, Plaintiff, through his counsel, caused a 12 copy of the Summons and Complaint to be served on Defendant. The Summons, 13 Complaint, and Civil Case Cover Sheet are the initial and only pleadings received 14 by Defendant through service or otherwise. 15 16 3. On January 25, 2018, Defendant filed its Answer to Plaintiff's 17 Complaint with the Superior Court for the State of California, County of Orange. 18 19 4. Notice of this removal is being given both to the adverse party 20 and to the State Court pursuant to 28 U.S.C. § 1446(d). 21 22 I declare under penalty of perjury under the laws of the United States 23 that the foregoing is true and correct, executed this 26th day of January, 2018 in 24 Los Angeles, California. 25 26 /s/ Chris A. Jalian CHRIS A. JALIAN 27 28

Gase 8:18-cv-00151 Document 1-3 Filed 01/26/18 Page 2 of 10 Page ID #:50

EXHIBIT C

TO PLAINTIFF AND TO HER ATTORNEYS OF RECORD, DAVID YEREMIAN, DAVID YEREMIAN & ASSOCIATES, INC., EMIL DAVTYAN, AND DAVTYAN PROFESSIONAL LAW CORPORATION:

Defendant MONTAGE HOTELS AND RESORTS, LLC ("Defendant"), for itself alone and no other defendant, hereby answers the unverified Individual and Class Action Complaint ("Complaint") of Plaintiff Jennifer Campos ("Plaintiff") as follows:

- Pursuant to Section 431.30(d) of the California Code of Civil Procedure,
 Defendant denies, generally and specifically, each and every allegation in Plaintiff's Complaint.
- 2. Defendant further denies, generally and specifically, that Plaintiff is entitled to the relief requested, or that Plaintiff has been or will be damaged in any sum, or at all, by reason of any act or omission on the part of Defendant, or any of their past or present agents, representatives, or employees.

Without admitting any facts alleged by Plaintiff, Defendant also pleads the following separate and affirmative defenses to the Complaint:

AFFIRMATIVE DEFENSES

FIRST SEPARATE AND AFFIRMATIVE DEFENSE

1. The Complaint, and each purported claim contained therein, is barred to the extent that Plaintiff or any one or more of the putative class members in this action has agreed to submit any or all of the claims alleged in the Complaint to binding arbitration, and therefore prosecution of this action should be dismissed or stayed pending completion of the arbitration.

SECOND SEPARATE AND AFFIRMATIVE DEFENSE

2. Plaintiff, and many if not all of the group of persons Plaintiff purports to represent, the existence of which is expressly denied, may not proceed collectively as they have entered into arbitration agreements which do not allow for the arbitration of any class or representative claims.

LEGAL US W # 92857651.3

THIRD SEPARATE AND AFFIRMATIVE DEFENSE 1 2 3. The Complaint, and each of its causes of action, is barred in whole or in part by all 3 applicable statutes of limitation, including but not limited to California Code of Civil Procedure sections 338(a), 340, and 343, Business and Professions Code section 17208, California Labor 4 5 Code sections 200, et seq., and 29 U.S. Code section 255. 6 7 FOURTH SEPARATE AND AFFIRMATIVE DEFENSE 4. The Complaint, and each of its causes of action, is barred by the doctrine of laches. 8 9 FIFTH SEPARATE AND AFFIRMATIVE DEFENSE 10 The Complaint, and each of its causes of action, is barred by the doctrine of 11 5. unclean hands. 12 13 SIXTH SEPARATE AND AFFIRMATIVE DEFENSE 14 Plaintiff, and the group of persons Plaintiff purports to represent, the existence of 6. 15 which is expressly denied, have waived the right, if any, to pursue the claims in the Complaint, 16 and each purported claim contained therein, by reason of Plaintiff's own actions and course of 17 18 conduct. 19 SEVENTH SEPARATE AND AFFIRMATIVE DEFENSE 20 The Complaint is barred to the extent that Plaintiff lacks standing to raise some or 7. 2.1 all of the claims of the purported class on whose behalf Plaintiff purports to proceed, the 22 existence of which is expressly denied. 23 24 EIGHTH SEPARATE AND AFFIRMATIVE DEFENSE 25 The Complaint, and each purported claim contained therein, is barred to the extent 26

8. The Complaint, and each purported claim contained therein, is barred to the extent that Plaintiff, or any one or more of the putative class members, are covered by any settlement

agreement and/or release covering any claims alleged in this action. LEGAL_US_W#92857651.3

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NINTH SEPARATE AND AFFIRMATIVE DEFENSE

9. The first, second and third causes of action for alleged failure to pay all wages due are barred because Plaintiff, and the group of persons Plaintiff purports to represent, were paid all wages owed in accordance with the law.

TENTH SEPARATE AND AFFIRMATIVE DEFENSE

10. The fourth and fifth causes of action for failure to provide meal and rest periods fails to the extent that meal and/or rest periods were waived by Plaintiff or any of the members of the putative group of persons Plaintiff purports to represent, the existence of which is expressly denied.

ELEVENTH SEPARATE AND AFFIRMATIVE DEFENSE

11. The sixth cause of action for allegedly inaccurate wage statements is barred on the grounds that there was no "knowing and intentional failure" on Defendant's part to comply with California Labor Code section 226, nor did Plaintiff or any of the putative class members suffer injury as a result of any alleged knowing and intentional failure within the meaning of California Labor Code section 226(e).

TWELFTH SEPARATE AND AFFIRMATIVE DEFENSE

12. The eighth cause of action for failure to pay wages upon ending employment on behalf of Plaintiff, and the members of the putative group of persons Plaintiff purports to represent, fails because any failure to pay wages was not willful within the meaning of California Labor Code section 203.

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THIRTEENTH SEPARATE AND AFFIRMATIVE DEFENSE 1 The ninth cause of action for unfair competition is barred because Plaintiff, and the 2 13. members of the putative group of persons Plaintiff purports to represent, cannot show an injury to 3 competition, as distinguished from injury to Plaintiff, which such injury Defendant denies. 4 5 FOURTEENTH SEPARATE AND AFFIRMATIVE DEFENSE 6 The ninth cause of action for unfair competition is barred because Plaintiff, and the 7 14. members of the putative group of persons Plaintiff purports to represent, is not seeking recovery 8 9 of a quantifiable sum. 10 FIFTEENTH SEPARATE AND AFFIRMATIVE DEFENSE 11 The ninth claim is barred because California Business and Professions Code 15. 12 section 17200, et seq., as stated, and as sought to be applied, violate Defendant's rights under the 13 United States Constitution and the California Constitution in that, among other things, they are 14 void for vagueness, violative of equal protection, violative of due process, an undue burden upon 15 interstate commerce, and violative of the freedom of contract. 16 17 SIXTEENTH SEPARATE AND AFFIRMATIVE DEFENSE 18 The ninth purported cause of action is barred because the remedies under 16. 19 California Business and Professions Code section 17200, et seq. are limited to restitution and 20 injunctive relief; damages, penalties, and meal and rest-period premiums are not restitution. 21 22 SEVENTEENTH SEPARATE AND AFFIRMATIVE DEFENSE 23 The ninth purported cause of action is barred because Plaintiff cannot demonstrate 17. 24 25 a deception upon the public. 26 27 28

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EIGHTEENTH SEPARATE AND AFFIRMATIVE DEFENSE

18. The Complaint, and each and every purported cause of action therein, is barred by the doctrine of unjust enrichment. Any and all damages sought by Plaintiff will unjustly enrich Plaintiff, and the group of persons Plaintiff purports to represent, and contravene the principles of equity.

NINETEENTH SEPARATE AND AFFIRMATIVE DEFENSE

19. The Complaint fails to state a claim for penalties under the California Labor Code, including but not limited to California Labor Code section 203, because there is a good-faith dispute as to Defendant's obligation to pay any wages that may be found to be due.

TWENTIETH SEPARATE AND AFFIRMATIVE DEFENSE

20. Plaintiff, and the group of persons Plaintiff purports to represent, are not entitled to any statutory or civil penalties because, at all times relevant to the Complaint, any failure to comply with the provisions of the California Labor Code or the applicable Wage Order, which Defendant denies, was not knowing or intentional, but rather was done in good-faith and with reasonable grounds.

TWENTY-FIRST SEPARATE AND AFFIRMATIVE DEFENSE

21. Recovery of interest, attorneys' fees or costs, or restitution is barred to the extent that such amounts are based on the recovery of penalties rather than unpaid wages.

TWENTY-SECOND SEPARATE AND AFFIRMATIVE DEFENSE

22. Defendant is not liable for liquidated damages because any payment of a wage less than the minimum wage was not willful within the meaning of California Labor Code section 1194.2; rather, Defendant acted in the good-faith belief that Defendant's acts or omissions were lawful.

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TWENTY-THIRD SEPARATE AND AFFIRMATIVE DEFENSE

23. Plaintiff, and the group of persons Plaintiff purports to represent, are not entitled to recover any punitive damages, and any allegations in support of a claim for punitive damages should be stricken, because California's laws regarding the acts and omissions alleged are too vague to permit the imposition of punitive damages, and because any award of punitive damages in this action would violate Defendant's constitutional rights under the due process clauses of the Fifth and Fourteenth Amendments to the United States Constitution, and the excessive fines and cruel and unusual punishment clauses of the Eighth Amendment to the United States Constitution, as well as other provisions of the United States Constitution and the California Constitution.

TWENTY-FOURTH SEPARATE AND AFFIRMATIVE DEFENSE

24. Recovery of penalties is barred to the extent that the accumulation of penalties would be so disproportionate to the harm alleged to violate due process under the Constitutions of the United States and the State of California.

TWENTY-FIFTH SEPARATE AND AFFIRMATIVE DEFENSE

25. Defendant presently has insufficient knowledge or information on which to form a belief as to whether it may have additional, as yet unstated, affirmative defenses available.

Defendant reserves herein the right to assert additional defenses in the event that discovery indicates that they would be appropriate.

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1 THEREFORE, Defendant prays for judgment as follows: That Plaintiff take nothing by reason of her Complaint, that the Complaint be 2 1. dismissed in its entirety with prejudice, and that judgment be entered for Defendant; 3 2. That Defendant be awarded its reasonable costs and attorneys' fees; and 4 That Defendant be awarded such other and further relief as the Court deems just 3. 5 6 and proper. 7 PAUL HASTINGS LLP DATED: January 25, 2018 8 ELENA R. BACA CHRIS A. JALIAN 9 10 By: 11 CHRIS A. JALIAN 12 Attorneys for Defendant MONTAGE HOTELS AND RESORTS, LLC 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 LEGAL_US_W # 92857651.3 - 7 -

PROOF OF SERVICE

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EXHIBIT C PAGE 57

EXHIBIT D

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