Cas	e 2:11-cv-03683-PA -VBK Document 1	Filed 01/14/11 Page 1 of 43 Page ID #:1
1 2 3 4 5 6 7	BLUMENTHAL, NORDREHAUG & B Norman B. Blumenthal (State Bar #0686 Kyle R. Nordrehaug (State Bar #205975) Aparajit Bhowmik (State Bar #248066) 2255 Calle Clara La Jolla, CA 92037 Telephone: (858)551-1223 Facsimile: (858) 551-1232 Firmsite: <u>www.bamlawca.com</u> Attorneys for Plaintiff	SHOWMIK 587)
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11		ES DISTRICT COURT FRICT OF CALIFORNIA
12	SOUTHERIUDIS	
13	ULYSSES ABURTO, an individual, on	CASE No. '11CV0088 JLS JMA
14 15	behalf of himself, and on behalf of all persons similarly situated,	<u>CLASS ACTION</u> COMPLAINT FOR:
 16 17 18 19 20 21 22 23 24 25 26 27 28 	Plaintiff, vs. VERIZON CALIFORNIA INC., Defendant.	 UNFAIR COMPETITION IN VIOLATION OF CAL. BUS. & PROF. CODE § 17200 et seq.; FAILURE TO PAY OVERTIME COMPENSATION IN VIOLATION OF CAL. LAB. CODE §§ 510, 515.5, 551, 552, 1194 AND 1198, et seq.; FAILURE TO PROVIDE ACCURATE ITEMIZED STATEMENTS IN VIOLATION OF CAL. LAB. CODE § 226; and, FAILURE TO PAY OVERTIME COMPENSATION IN VIOLATION OF 29 U.S.C. §§ 201, et seq. DEMAND FOR A JURY TRIAL
	C	OMPLAINT -1-

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Plaintiff Ulysses Aburto ("PLAINTIFF"), on behalf of himself and all other similarly
 situated current and former employees, allege on information and belief, except for his own acts
 and knowledge, the following:

THE PARTIES

1. Verizon California Inc. was founded in 1929 and is based and headquartered
in Philadelphia, Pennsylvania. At all relevant times mentioned herein, VERIZON conducted
and continues to conduct substantial and regular business throughout California.

9 2. Verizon California Inc. provides domestic wireline telecommunications 10 services to residential and business consumers located within California, Nevada, and 11 Arizona. Verizon California Inc. hereinafter also referred to as "VERIZON" or 12 "DEFENDANT" offers exchange telecommunication services for the transmission of 13 telecommunications among customers located within a local calling area. Primarily known 14 as a provider of mobile phone service, VERIZON is now offering alternative forms of phone 15 service, including local and long distance, using traditional fiber-optic cables. Such cables 16 can also carry Internet signals which now allows VERIZON to offer broadband access as 17 well. With the mention of cables comes the thought of television, and VERIZON is now 18 pursing avenues in that realm to offer video, data, and television services which appears to 19 be coming at the expense of cable providers. All of these new efforts are part of 20 VERIZON's FiOS effort, which is a telecom service offered over fiber-optic lines 21 exclusively by VERIZON.

3. To successfully compete against the cable providers, VERIZON substantially
reduced its labor costs and consequently placed the burden on a smaller number of
employees to "get the job done." An employer's obligation to pay its employees wages is
more than a matter of private concern between the parties. That obligation is founded on a
compelling public policy judgment that employees are entitled to work a livable number of
hours at a livable wage. In addition, statutes and regulations that compel employers to pay
overtime relate to fundamental issues of social welfare worthy of protection. The

requirement to pay overtime wages extends beyond the benefits individual workers receive
 because overtime wages discourage employers from concentrating work in a few
 overburdened hands and encourage employers to instead hire additional employees.
 Especially in today's economic climate, the importance of spreading available work to
 reduce unemployment cannot be overestimated.

6 4. As part of VERIZON's business, DEFENDANT employs a fleet of so called 7 "First Level Managers," "Local Managers" and/or "Field Managers" whose primary job duty 8 is merely relaying information back and forth between the technicians and management. 9 Field Managers are primarily engaged in a core, day-to-day business activity of VERIZON to relay information back and forth between the technicians and management acting as 10 11 information liaisons between the parties. In addition, these employees are also engaged in 12 clerical tasks, paperwork, and performing safety and quality inspections (spot checks) with a 13 detailed checklist provided by DEFENDANT.

14 5. To perform their job duties, the Field Mangers do not engage in a 15 supervisory role given the constraints placed upon them by company policy. Field 16 Managers did not determine what work was to be done by the technicians or in what time 17 frame. Work assignments were generated by computer and given to the technicians by 18 DEFENDANT. Instead, the Field Managers only retained a minor role in readjusting work 19 assignments in accordance with DEFENDANT's strict, uniform corporate guidelines. 20 Furthermore, the Field Managers performed required safety and quality inspections of the 21 technicians in the field using a pre-written checklist. These inspections do not involve 22 subjective assignments, but only discrete yes-or-no answers and the Field Managers were 23 not involved in writing or altering the checklists. In addition, the circumstances of these job 24 duties required that the Field Managers regularly remained on-call during off hours in the 25 evenings and on weekends. Field Managers also did not have a distinct role in training the 26 technicians or determining what training they were to receive. Technicians received their 27 primary training from DEFENDANT's training center as well as online computer programs. 28 Field Managers also did not determine the tools and equipment to be used on the job.

1 Materials were either provided directly by DEFENDANT or the Field Managers were 2 instructed from upper management what items to order from suppliers subject to 3 DEFENDANT's approval. Lastly, the Field Mangers did not have the authority to hire, fire, 4 or promote technicians, determine their pay rates or benefits, or give raises – they were 5 unable to make employment-related, personnel decisions. Consequently, the Field Managers 6 did not have the authority to decide whether or not a technician could be disciplined for an 7 infraction. Disciplinary decisions were made by the Human Resources department or 8 dictated by company policies, including the technicians' collective bargaining agreement. 9 Overall, the Field Managers' recommendations are given little, if any, weight on all the 10 above issues. As a result, the Field Managers are engaged in a type of work that requires no 11 exercise of independent judgment or discretion as to any matter of significance. Therefore, 12 the PLAINTIFF and all the other Field Managers are "managers" in name only because they 13 do not have managerial duties or authority and should therefore have been properly 14 classified as non-exempt employees. These employees, collectively, all are referred to 15 herein as "Field Managers." This Action is brought on behalf of the PLAINTIFF and all 16 those employees of DEFENDANT (the "CALIFORNIA CLASS") in California who worked 17 for DEFENDANT as a Field Manager during the CLASS PERIOD ("CLASS" or "Class 18 Members").

Plaintiff Ulysses Aburto ("PLAINTIFF") was employed by DEFENDANT in
 California as a Technician III from February 2009 to June 2000, Equipment Maintainer from
 June 2000 to Marckh 2003, Central Office Equipment Maintainer from March 2003 to June
 2005, and a First Level Manager or Field Manager from June 2005 to February 2009.

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7. The position of Field Manager was represented by DEFENDANT to the PLAINTIFF and the other Field Managers as an exempt and salaried position.

8. For DEFENDANT's business, the Class Members functioned as working
 members in DEFENDANT's California FiOS division. As defined by DEFENDANT's
 comprehensive corporate policies and procedures, the primary job duty of the Class
 Members employed by VERIZON was and is to relay information back and forth between

the technicians and management in accordance with DEFENDANT's established specific
 procedures and protocols which govern and control every aspect of the work performed by
 the Field Managers. These standardized procedures mirror the realities of the workplace
 evidencing a uniformity of work among the Field Managers and negate any exercise of
 independent judgment and discretion as to any matter of significance.

9. The work schedule for Field Managers was set by DEFENDANT. Generally,
the Class Members work twelve (12) to fourteen (14) hours each workday and twenty (20)
to forty (40) hours of overtime each workweek.

9 10. DEFENDANT has not established an alternative workweek election for Field
10 Managers for twelve (12) to fourteen (14) hour workdays.

11 11. PLAINTIFF and the other Field Managers were not provided with overtime
12 compensation and other benefits required by law as a result of being classified as "exempt"
13 by DEFENDANT.

14 12. PLAINTIFF brings this Class Action on behalf of himself and a California
15 Class consisting of all those employees who are or previously were employed by Defendant
16 Verizon California Inc. as a Field Manager in California (the "CALIFORNIA CLASS")
17 during the period beginning on the date four (4) years before the filing of this Action and
18 ending on the date as determined by the Court (the "CALIFORNIA CLASS PERIOD").

19 13. As a matter of company policy, practice, and procedure, DEFENDANT has
20 unlawfully, unfairly and/or deceptively classified every Field Manager as exempt based on
21 job title alone, failed to pay the required overtime compensation and otherwise failed to
22 comply with all applicable labor laws with respect to these Field Managers.

14. The agents, servants, and/or employees of DEFENDANT and each of them
acting on behalf of DEFENDANT acted within the course and scope of his, her or its
authority as the agent, servant, and/or employee of DEFENDANT, and personally
participated in the conduct alleged herein on behalf of DEFENDANT with respect to the
conduct alleged herein. Consequently, DEFENDANT is jointly and severally liable to the
PLAINTIFF and the other members of the CALIFORNIA CLASS, for the loss sustained as

a proximate result of the conduct of DEFENDANT's agents, servants, and/or employees.

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THE CONDUCT

4 15. The primary duty required of the Field Managers as defined by DEFENDANT
5 is executed by the Field Managers through the performance of non-exempt labor within a
6 defined skill set.

7 16. Although the PLAINTIFF and the other Field Managers primarily performed 8 non-exempt labor, DEFENDANT instituted a blanket classification policy, practice and 9 procedure by which all of these Field Managers were classified as exempt from overtime 10 compensation, meal breaks and rest breaks. By reason of this uniform exemption practice, 11 policy and procedure applicable to the PLAINTIFF and the other Field Managers who 12 performed this non-exempt labor, DEFENDANT committed acts of unfair competition in 13 violation of the California Unfair Competition law, Cal. Bus. & Prof. Code § 17200 (the 14 "UCL"), by engaging in a company-wide policy, practice and procedure which failed to 15 properly classify the PLAINTIFF and the other Field Managers and thereby failed to pay 16 them overtime wages for documented overtime hours worked and provide them with all 17 legally required meal and rest breaks. The proper classification of these employees is 18 DEFENDANT's burden. As a result of DEFENDANT's intentional disregard of the 19 obligation to meet this burden, DEFENDANT failed to pay all required overtime 20 compensation for work performed by the members of the CALIFORNIA CLASS and 21 violated the California Labor Code and regulations promulgated thereunder as herein 22 alleged. In addition, DEFENDANT failed to provide all of the legally required meal and 23 rest breaks to the PLAINTIFF and the other Field Managers as required by the applicable 24 Wage Order and Labor Code. During the CLASS PERIOD, DEFENDANT did not have a 25 policy or practice which provided meal and rest breaks to the PLAINTIFF and the other 26 Field Managers. As a result, DEFENDANT's failure to provide the PLAINTIFF and the 27 CALIFORNIA CLASS with all legally required meal and rest breaks is evidenced by 28 DEFENDANT's business records which contain no record of these breaks.

1 17. DEFENDANT, as a matter of law, has the burden of proving that (a) 2 employees are properly classified as exempt and that (b) DEFENDANT otherwise complies 3 with applicable laws. Other than the initial classification of the PLAINTIFF and the other 4 Field Managers as exempt from being paid overtime based on job title alone, DEFENDANT 5 had no business policy, practice, or procedure to ensure that the PLAINTIFF and the other 6 Field Managers were properly classified as exempt, and in fact, as a matter of corporate 7 policy erroneously and unilaterally classified all the Class Members as exempt based on job 8 title alone.

9 18. During their employment with DEFENDANT, the PLAINTIFF and the other
10 Field Managers, primarily performed non-exempt job duties, but were nevertheless
11 classified by DEFENDANT as exempt from overtime pay and worked more than eight (8)
12 hours a day, forty (40) hours a week, and/or on the seventh (7th) consecutive day of a
13 workweek.

14 19. PLAINTIFF and the other Field Managers employed by DEFENDANT were 15 not primarily engaged in work of a type that was or now is directly related to the 16 management or general business operations of the employer's customers, when giving these 17 words a fair but narrow construction. PLAINTIFF and the other Field Managers employed 18 by DEFENDANT were also not primarily engaged in work of a type that was or now is 19 performed at the level of the policy or management of DEFENDANT. PLAINTIFF and the 20 other Field Managers employed by DEFENDANT were also not primarily engaged in work 21 requiring knowledge of an advanced type in a field or science or learning customarily 22 acquired by a prolonged course of specialized intellectual instruction and study, but rather 23 their work primarily involves the performance of routine mental, manual, and/or physical 24 processes. PLAINTIFF and the other Field Managers employed by DEFENDANT were 25 also not primarily engaged in work that is predominantly intellectual and varied in character, 26 but rather is routine mental, manual, mechanical, and/or physical work that is of such 27 character that the output produced or the result accomplished can be standardized in relation 28 to a given period of time. The work of a Field Manager of DEFENDANT was work

wherein the PLAINTIFF and the members of the CALIFORNIA CLASS were primarily
 engaged in the day-to-day business of VERIZON to relay information back and forth
 between the technicians and management acting as information liaisons between the parties
 in strict accordance with the protocols, policies and operations established by
 DEFENDANT.

6 20. The fact that the work of these employees may have involved work using a 7 specialized skill set or technical abilities in a defined technical area does not mean that the 8 PLAINTIFF or the other Field Managers employed by DEFENDANT are exempt from 9 overtime wages. Indeed, the exercise of discretion and independent judgment must be more 10 than the use of a highly technical skill set described in a manual or other sources. The work 11 that the PLAINTIFF and the other Field Managers employed by DEFENDANT was and are 12 primarily engaged in performing day-to-day communication and clerical activities is the 13 work that is required to be performed as part of the day-to-day-business activity of 14 DEFENDANT. As a result, the PLAINTIFF and the other Field Managers employed by 15 DEFENDANT were primarily engaged in work that falls on the production or the non-16 exempt administrative sale side of the administrative/production worker dichotomy and 17 should have been properly classified as non-exempt employees.

18 21. The primary job duty of the PLAINTIFF and the other Field Managers 19 employed by DEFENDANT was and is relaying information back and forth between the 20 technicians and management. Field Managers are classified as exempt from California 21 overtime and related laws by DEFENDANT, however, these employees do not have 22 managerial duties or authority and are therefore managers in name only. Field Managers 23 perform these ongoing day-to-day communication and clerical activities because they have a 24 minimal role in supervising their technicians and have no authority to make employment-25 related decisions. Furthermore, the Field Managers are tightly controlled by company 26 policy and by their supervisors, do no exercise discretion or independent judgment as to 27 matters of significance, and their job duties are not directly related to DEFENDANT's 28 management policies or general business operation.

1 22. PLAINTIFF and all members of the CALIFORNIA CLASS are and were 2 uniformly classified and treated by DEFENDANT as exempt at the time of hire and 3 thereafter, DEFENDANT failed to take the proper steps to determine whether the 4 PLAINTIFF, and the members of the CALIFORNIA CLASS, were properly classified 5 under the applicable Industrial Welfare Commission Wage Order (Wage Order 4-2001) and 6 Cal. Lab. Code §§ 510, et seq. as exempt from applicable California labor laws. Since 7 DEFENDANT affirmatively and wilfully misclassified the PLAINTIFF and the members of 8 the CALIFORNIA CLASS in compliance with California labor laws, DEFENDANT's 9 practices violated and continue to violate California law. In addition, DEFENDANT acted 10 deceptively by falsely and fraudulently telling the PLAINTIFF and each member of the 11 CALIFORNIA CLASS that they were exempt from overtime pay when DEFENDANT 12 knew or should have known that this statement was false and not based on known facts. 13 DEFENDANT also acted unfairly by violating the California labor laws, and as a result of 14 this policy and practice, DEFENDANT also violated the UCL. In doing so, DEFENDANT 15 cheated the competition by paying the CALIFORNIA CLASS less than the amount 16 competitors paid who complied with the law and cheated the CALIFORNIA CLASS by not 17 paying them in accordance with California law.

18 23. DEFENDANT also failed to provide and still fails to provide the PLAINTIFF
19 and the other Field Managers with a wage statement in writing that accurately sets forth
20 gross wages earned, all applicable hourly rates in effect during the pay period and the
21 corresponding number of hours worked at each hourly rate by the PLAINTIFF and the other
22 Field Managers. This conduct violates California Labor Code § 226. The pay stub also
23 does not accurately display anywhere the PLAINTIFF's and the other Field Managers'
24 overtime hours and applicable rates of overtime pay for the pay period.

25 24. By reason of this uniform conduct applicable to the PLAINTIFF and all the
26 CALIFORNIA CLASS members, DEFENDANT committed acts of unfair competition in
27 violation of the California Unfair Competition law, Cal. Bus. & Prof. Code § 17200 (the
28 "UCL"), by engaging in a company-wide policy and procedure which failed to correctly

classify the PLAINTIFF and the CALIFORNIA CLASS of Field Managers as non-exempt.
 The proper classification of these employees is DEFENDANT's burden. As a result of
 DEFENDANT's intentional disregard of the obligation to meet this burden, DEFENDANT
 failed to properly calculate and/or pay all required overtime compensation for work
 performed by the members of the CALIFORNIA CLASS and violated the applicable Wage
 Order, the California Labor Code and the regulations promulgated thereunder as herein
 alleged.

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THE UCL REMEDIES

10 25. As a result of DEFENDANT's UCL violation, the PLAINTIFF, on behalf 11 of himself and the CALIFORNIA CLASS, seeks restitutionary disgorgement of 12 DEFENDANT's ill-gotten gains into a fluid fund in order to provide restitution of all the 13 money that DEFENDANT was required by law to pay, but failed to pay, to the PLAINTIFF 14 and all the other CALIFORNIA CLASS members. PLAINTIFF also seeks all other relief 15 available to him and the other Field Managers located in California under California law. 16 PLAINTIFF also seeks declaratory relief finding that the employment practices and policies 17 of DEFENDANT violate California law.

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THE CALIFORNIA CLASS

20 26. PLAINTIFF brings the First Cause of Action for Unfair, Unlawful and
21 Deceptive Business Practices pursuant to Cal. Bus. & Prof. Code §§ 17200 *et seq*. (the
"UCL") as a Class Action, pursuant to Fed. R. Civ. Proc. 23(b)(2) and/or (3), on behalf of a
23 California Class, defined as all employees who are or previously were employed by
24 Defendant Verizon California Inc. as a Field Manager as hereinabove defined in California
25 during the period beginning on the date four (4) years before the filing of this Action and
26 ending on the date as determined by the Court ("CALIFORNIA CLASS").

27 27. To the extent equitable tolling operates to toll claims by the CALIFORNIA
28 CLASS against DEFENDANT, the CALIFORNIA CLASS PERIOD should be adjusted

1 accordingly.

2 28. DEFENDANT, as a matter of corporate policy, practice and procedure, and in
3 violation of the applicable Labor Code, Industrial Welfare Commission ("IWC") Wage
4 Order Requirements, and the applicable provisions of California law, intentionally,
5 knowingly, and wilfully, engaged in a practice whereby DEFENDANT unfairly, unlawfully,
6 and deceptively instituted a practice to ensure that the employees employed in a Field
7 Manager position were not properly classified as non-exempt from the requirements of
8 California Labor Code §§ 510, *et seq*.

9 29. DEFENDANT has the burden of proof that each and every employee is 10 properly classified as exempt from the requirements of the Cal. Lab. Code §§ 510, et seq. 11 DEFENDANT, however, as a matter of uniform and systematic policy and procedure had in 12 place during the CALIFORNIA CLASS PERIOD and still has in place a policy and practice 13 that misclassifies the CALIFORNIA CLASS members as exempt. DEFENDANT's uniform 14 policy and practice in place at all times during the CALIFORNIA CLASS PERIOD and 15 currently in place is to systematically classify each and every CALIFORNIA CLASS 16 member as exempt from the requirements of the California Labor Code §§ 510, et seq. This 17 common business practice applicable to each and every CALIFORNIA CLASS member can 18 be adjudicated on a class-wide basis as unlawful, unfair, and/or deceptive under Cal. Business & Professions Code §17200 et seq. (the "UCL") as causation, damages, and 19 20 reliance are not elements of this claim.

30. At no time before, during or after the PLAINTIFF's employment with
DEFENDANT was any Field Manager reclassified as non-exempt from the applicable
requirements of California Labor Code §§ 510, *et seq.* after each CALIFORNIA CLASS
member was initially, uniformly, and systematically classified as exempt upon being hired.

31. Any individual declarations of any employees offered at this time purporting
to indicate that one or more Field Manager may have been properly classified is of no force
or affect absent contemporaneous evidence that DEFENDANT's uniform system did not
misclassify the PLAINTIFF and the other Field Managers as exempt pursuant to Cal. Lab.

Code §§ 510, *et seq*. Absent proof of such a contemporaneous system, DEFENDANT's
 business practice is uniformly unlawful, unfair and/or deceptive under the UCL and may be
 so adjudicated on a class-wide basis. As a result of the UCL violations, the PLAINTIFF and
 the CALIFORNIA CLASS members are entitled to compel DEFENDANT to provide
 restitutionary disgorgement of their ill-gotten gains into a fluid fund in order to restitute
 these funds to the PLAINTIFF and the CALIFORNIA CLASS members according to proof.

- 7 32. The CALIFORNIA CLASS is so numerous that joinder of all Field Managers
 8 is impracticable.
- 9 33. Common questions of law and fact exist as to members of the CALIFORNIA
 10 CLASS, including, but not limited, to the following:
- (a) Violating the California Unfair Competition laws, Cal. Bus. & Prof.
 Code § 17200 *et seq*. (the "UCL"), by unlawfully, unfairly and/or
 deceptively having in place company policies, practices and procedures
 that uniformly misclassified the PLAINTIFF and the members of the
 CALIFORNIA CLASS as exempt;

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- (b) Committing an act of unfair competition in violation of the UCL, by unlawfully, unfairly, and/or deceptively failing to have in place a company policy, practice and procedure that accurately determined the amount of working time spent by the PLAINTIFF and the members of the CALIFORNIA CLASS performing non-exempt labor;
 - (c) Committing an act of unfair competition in violation of the UCL, by having in place a company policy, practice and procedure that failed to reclassify as non-exempt those members of the CALIFORNIA CLASS whose actual job duties are primarily comprised of non-exempt job functions;
 - (d) Committing an act of unfair competition in violation of the UCL, by violating Cal. Lab. Code §§ 510, *et seq.*, by failing to pay the correct overtime pay to the PLAINTIFF and the members of the

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CALIFORNIA CLASS who were improperly classified as exempt, and retaining the unpaid overtime to the benefit of DEFENDANT;

- (e) Committing an act of unfair competition in violation of the UCL, by failing to provide all mandatory meal and/or rest periods to the PLAINTIFF and the Class Members;
- (f) Committing an act of unfair competition in violation of the UCL, by violating Cal. Lab. Code § 226, by failing to provide the PLAINTIFF and the members of the CALIFORNIA CLASS with an accurate itemized statement in writing showing the gross wages earned, the net wages earned, all applicable hourly rates in effect during the pay period and the corresponding number of hours worked at each hourly rate by the employee; and,
- (g) Committing an act of unfair competition in violation of the UCL, by violating the Fair Labor Standards Act ("FLSA"), 29 U.S.C. §201, *et seq.*, by failing to pay the correct overtime wages to the PLAINTIFF and the members of the CALIFORNIA CLASS who were improperly classified as exempt as legally required by the FLSA, and retaining the unpaid overtime to the benefit of DEFENDANT.

19 34. This Class Action meets the statutory prerequisites for the maintenance of a
20 Class Action as set forth in Fed. R. Civ. Proc. 23(b)(2) and/or (3), in that:

 (a) The persons who comprise the CALIFORNIA CLASS are so numerous that the joinder of all such persons is impracticable and the disposition of their claims as a class will benefit the parties and the Court;

- (b) Nearly all factual, legal, statutory, and declaratory relief issues that are raised in this Complaint are common to the CALIFORNIA CLASS will apply uniformly to every member of the CALIFORNIA CLASS;
 - (c) The claims of the representative PLAINTIFF are typical of the claims of each member of the CALIFORNIA CLASS. PLAINTIFF, like all

1			the other members of the CALIFORNIA CLASS, was initially
2			classified as exempt upon hiring based on the defined corporate
3			policies and practices and labored under DEFENDANT's systematic
4			procedure that failed to properly classify the PLAINTIFF and the
5			members of the CALIFORNIA CLASS. PLAINTIFF sustained
6			economic injury as a result of DEFENDANT's employment practices.
7			PLAINTIFF and the members of the CALIFORNIA CLASS were and
8			are similarly or identically harmed by the same unlawful, deceptive,
9			unfair and pervasive pattern of misconduct engaged in by
10			DEFENDANT by deceptively advising all Field Managers that they
11			were exempt from overtime wages based on the defined corporate
12			policies and practices, and unfairly failing to pay overtime to these
13			employees who were improperly classified as exempt; and,
14		(d)	The representative PLAINTIFF will fairly and adequately represent and
15			protect the interest of the CALIFORNIA CLASS, and have retained
16			counsel who are competent and experienced in Class Action litigation.
17			There are no material conflicts between the claims of the representative
18			PLAINTIFF and the members of the CALIFORNIA CLASS that would
19			make class certification inappropriate. Counsel for the CALIFORNIA
20			CLASS will vigorously assert the claims of all employees in the
21			CALIFORNIA CLASS.
22	35.	In ad	dition to meeting the statutory prerequisites to a Class Action, this Action
23	is properly n	naintair	ned as a Class Action pursuant to Fed. R. Civ. Proc. 23(b)(2) and/or (3),
24	in that:		
25		(a)	Without class certification and determination of declaratory, statutory
26			and other legal questions within the class format, prosecution of
27			separate actions by individual members of the CALIFORNIA CLASS
28			will create the risk of:
			COMPLAINT -14-

1		1)	Inconsistent or varying adjudications with respect to individual			
2			members of the CALIFORNIA CLASS which would establish			
3			incompatible standards of conduct for the parties opposing the			
4			CALIFORNIA CLASS; and/or,			
5		2)	Adjudication with respect to individual members of the			
6			CALIFORNIA CLASS which would as a practical matter be			
7			dispositive of interests of the other members not party to the			
8			adjudication or substantially impair or impede their ability to			
9			protect their interests.			
10	(b)	The	parties opposing the CALIFORNIA CLASS have acted or refused			
11		to ac	ct on grounds generally applicable to the CALIFORNIA CLASS,			
12		mak	ing appropriate class-wide relief with respect to the CALIFORNIA			
13		CLA	ASS as a whole in that DEFENDANT uniformly classified and			
14		treated the Field Managers as exempt and, thereafter, uniformly failed				
15		to take proper steps to determine whether the Field Managers were				
16		properly classified as exempt, and thereby denied these employees				
17		over	time wages as required by law;			
18		1)	With respect to the First Cause of Action, the final relief on			
19			behalf of the CALIFORNIA CLASS sought does not relate			
20			exclusively to restitution because through this claim the			
21			PLAINTIFF seeks declaratory relief holding that			
22			DEFENDANT's policy and practices constitute unfair			
23			competition, along with incidental equitable relief as may be			
24			necessary to remedy the conduct declared to constitute unfair			
25			competition;			
26	(c)	Con	mon questions of law and fact exist as to the members of the			
27		CAI	LIFORNIA CLASS, with respect to the practices and violations of			
28		Cali	fornia law as listed above, and predominate over any question			
			COMPLAINT -15-			
			-10-			

1	1 affecting only individual members, and a Class Action is superior	affecting only individual members, and a Class Action is superior to						
2	2 other available methods for the fair and efficient adjudication of t	the						
3	3 controversy, including consideration of:							
4	1) The interests of the members of the CALIFORNIA CLAS	S in						
5	5 individually controlling the prosecution or defense of sepa	rate						
6	6 actions in that the substantial expense of individual actions	s will						
7	7 be avoided to recover the relatively small amount of econo	be avoided to recover the relatively small amount of economic						
8	8 losses sustained by the individual CALIFORNIA CLASS							
9	9 members when compared to the substantial expense and b	urden						
10	0 of individual prosecution of this litigation;							
11	1 2) Class certification will obviate the need for unduly duplica	ative						
12	2 litigation that would create the risk of:							
13	A. Inconsistent or varying adjudications with respect to	0						
14	4 individual members of the CALIFORNIA CLASS,	which						
15	5 would establish incompatible standards of conduct	for						
16	6 DEFENDANT; and/or,							
17	B. Adjudications with respect to individual members of	of the						
18	8 CALIFORNIA CLASS would as a practical matter	be						
19	9 dispositive of the interests of the other members no	t						
20	parties to the adjudication or substantially impair of	ſ						
21	1 impede their ability to protect their interests;							
22	2 3) In the context of wage litigation because as a practical mat	tter a						
23	3 substantial number of individual class members will avoid	<u>.</u>						
24	4 asserting their legal rights out of fear of retaliation by							
25	5 DEFENDANT, which may adversely affect an individual'	s job						
26	6 with DEFENDANT or with a subsequent employer, the C	lass						
27	7 Action is the only means to assert their claims through a							
28	8 representative; and,							
	COMPLAINT -16-							
	-10-							

1		4)	A Class Action is superior to other available methods for the fair
2			and efficient adjudication of this litigation because class
3			treatment will obviate the need for unduly and unnecessary
4			duplicative litigation that is likely to result in the absence of
5			certification of this Action pursuant to Fed. R. Civ. Proc.
6			23(b)(2) and/or (3).
7	36. Tł	nis Court s	nould permit this Action to be maintained as a Class Action
8	pursuant to Fed.	R. Civ. Pı	roc. 23(b)(2) and/or (3), because:
9	(a)) The q	uestions of law and fact common to the CALIFORNIA CLASS
10		predo	minate over any question affecting only individual members
11		becau	se DEFENDANT's employment practices were uniform and
12		syster	natically applied with respect to the CALIFORNIA CLASS;
13	(b) A Cla	ss Action is superior to any other available method for the fair
14		and e	fficient adjudication of the claims of the members of the
15		CALI	FORNIA CLASS because in the context of employment litigation
16		a subs	stantial number of individual Class members will avoid asserting
17		their 1	ights individually out of fear of retaliation or adverse impact on
18		their e	employment;
19	(c)) The n	nembers of the CALIFORNIA CLASS are so numerous that it is
20		impra	ctical to bring all members of the CALIFORNIA CLASS before
21		the Co	ourt;
22	(d) PLAI	NTIFF, and the other CALIFORNIA CLASS members, will not
23		be ab	e to obtain effective and economic legal redress unless the action
24		is mai	ntained as a Class Action;
25	(e)) There	is a community of interest in obtaining appropriate legal and
26		equita	ble relief for the acts of unfair competition, statutory violations
27		and o	ther improprieties, and in obtaining adequate compensation for the
28		injuri	es which DEFENDANT's actions have inflicted upon the
			COMPLAINT -17-
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CALIFORNIA CLASS;

1 2 There is a community of interest in ensuring that the combined assets of (f) 3 DEFENDANT are sufficient to adequately compensate the members of 4 the CALIFORNIA CLASS for the injuries sustained; 5 (g) DEFENDANT had acted or refused to act on grounds generally applicable to the CALIFORNIA CLASS, thereby making final class-6 7 wide relief appropriate with respect to the CALIFORNIA CLASS as a whole; 8 9 (h) The members of the CALIFORNIA CLASS are readily ascertainable 10 from the business records of DEFENDANT. The CALIFORNIA 11 CLASS consists of all DEFENDANT's Field Managers employed in 12 California during the CALIFORNIA CLASS PERIOD; and, 13 (i) Class treatment provides manageable judicial treatment calculated to 14 bring a efficient and rapid conclusion to all litigation of all wage and 15 hour related claims arising out of the conduct of DEFENDANT as to 16 the members of the CALIFORNIA CLASS. 17 37. DEFENDANT maintains records from which the Court can ascertain and 18 identify by name and job title, each of DEFENDANT's employees who have been 19 systematically, intentionally and uniformly subjected to DEFENDANT's corporate policy, 20 practices and procedures as herein alleged. PLAINTIFF will seek leave to amend the 21 Complaint to include any additional job titles of similarly situated employees when they have been identified. 22 23 24 **THE CALIFORNIA LABOR SUB-CLASS** 25 38. PLAINTIFF further brings the Second and Third Causes of Action on 26 behalf of a sub-class which consists of all members of the CALIFORNIA CLASS who were 27 employed by DEFENDANT during the period beginning on the date three (3) years prior to 28 the filing of the action and ending on the date as determined by the Court (the COMPLAINT -18"CALIFORNIA LABOR SUB-CLASS PERIOD"), who performed work in excess of eight
 (8) hours in one day and/or forty (40) hours in one week and/or hours on the seventh (7th)
 consecutive day of a workweek and did not receive overtime compensation (the
 "CALIFORNIA LABOR SUB-CLASS") pursuant to Fed. R. Civ. Proc. 23(b)(2) and/or (3).

5 39. DEFENDANT, as a matter of corporate policy, practice and procedure, 6 and in violation of the applicable California Labor Code ("Labor Code"), and Industrial 7 Welfare Commission ("IWC") Wage Order Requirements intentionally, knowingly, wilfully, 8 and systematically misclassified the PLAINTIFF and the other members of the 9 CALIFORNIA CLASS and the CALIFORNIA LABOR SUB-CLASS as exempt from 10 overtime wages and other labor laws based on DEFENDANT's comprehensive policies and 11 procedures in order to avoid the payment of overtime wages by misclassifying their 12 positions as exempt from overtime wages and other labor laws. To the extent equitable 13 tolling operates to toll claims by the CALIFORNIA LABOR SUB-CLASS against 14 DEFENDANT, the CLASS PERIOD should be adjusted accordingly.

15 DEFENDANT has intentionally and deliberately created a multi-tiered 40. 16 management structure with at least seven levels. PLAINTIFF and the other Field Managers 17 are at the bottom of the pyramid, acting as low-level functionaries whose primary job duty is 18 relaying information back and forth between the technicians and management. The job levels and job titles such as "First Level Manager," "Level One Manager," and "Field 19 20 Manager" were distributed in order to create the superficial appearance of a number of 21 unique jobs, when in fact, these jobs are substantially similar and can be easily grouped 22 together for the purpose of determining whether they were all misclassified. One of 23 DEFENDANT's purposes in creating and maintaining this multi-level job classification 24 scheme is to create an artificial barrier to discovery and class certification for all employees 25 similarly misclassified as exempt. DEFENDANT has uniformly misclassified these 26 CALIFORNIA LABOR SUB-CLASS members as exempt and denied them overtime wages 27 and other benefits to which non-exempt employees are entitled in order to unfairly cheat the 28 competition and unlawfully profit.

41. DEFENDANT maintains records from which the Court can ascertain and
 identify by job title each of DEFENDANT's employees who as CALIFORNIA LABOR
 SUB-CLASS members have been systematically, intentionally and uniformly misclassified
 as exempt as a matter of DEFENDANT's corporate policy, practices and procedures.
 PLAINTIFF will seek leave to amend the Complaint to include these additional job titles
 when they have been identified.

7 42. The CALIFORNIA LABOR SUB-CLASS is so numerous that joinder of all
8 members is impracticable.

9 43. Common questions of law and fact exist as to members of the CALIFORNIA
10 LABOR SUB-CLASS, including, but not limited, to the following:

11 (a) Whether DEFENDANT unlawfully failed to pay overtime
12 compensation to members of the CALIFORNIA LABOR SUB-CLASS
13 in violation of the California Labor Code and California regulations
14 and the applicable California Wage Order;

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- (b) Whether the members of the CALIFORNIA LABOR SUB-CLASS are non-exempt employees entitled to overtime compensation for overtime hours worked under the overtime pay requirements of California law;
- 18 (c) Whether DEFENDANT's policy and practice of classifying the
 19 CALIFORNIA LABOR SUB-CLASS members as exempt from
 20 overtime compensation and failing to pay the CALIFORNIA LABOR
 21 SUB-CLASS members overtime violate applicable provisions of
 22 California law;
 - (d) Whether DEFENDANT unlawfully failed to keep and furnish
 CALIFORNIA LABOR SUB-CLASS members with accurate records of overtime hours worked;
 - (e) Whether DEFENDANT's policy and practice of failing to pay members of the CALIFORNIA LABOR SUB-CLASS all wages when due within the time required by law after their employment ended

violates California law; and,

1 2 (f) The proper measure of damages and penalties owed to the members of 3 the CALIFORNIA LABOR SUB-CLASS. 4 44. DEFENDANT, as a matter of corporate policy, practice and procedure, 5 erroneously classified all Field Managers as exempt from overtime wages and other labor 6 laws. All Field Managers, including the PLAINTIFF, performed the same primary 7 functions and were paid by DEFENDANT according to uniform and systematic company 8 procedures, which, as alleged herein above, failed to correctly pay overtime compensation. 9 This business practice was uniformly applied to each and every member of the 10 CALIFORNIA LABOR SUB-CLASS, and therefore, the propriety of this conduct can be 11 adjudicated on a class-wide basis. 12 45. DEFENDANT violated the rights of the CALIFORNIA LABOR SUB-CLASS under California law by: 13 14 (a) Violating Cal. Lab. Code §§ 510, *et seq.*, by misclassifying and thereby 15 failing to pay the PLAINTIFF and the members of the CALIFORNIA 16 LABOR SUB-CLASS the correct overtime pay for a workday longer 17 than eight (8) hours, a workweek longer than forty (40) hours, and/or 18 all hours worked on the seventh (7th) consecutive day of a workweek 19 for which DEFENDANT is liable pursuant to Cal. Lab. Code § 1194; 20 (b) Violating Cal. Lab. Code §§ 201, 202 and/or 203, which provides that 21 when an employee is discharged or quits from employment, the 22 employer must pay the employee all wages due without abatement, by 23 failing to tender full payment and/or restitution of wages owed or in the 24 manner required by California law to the members of the 25 CALIFORNIA LABOR SUB-CLASS who have terminated their 26 employment; and, 27 (d) Violating Cal. Lab. Code § 226, by failing to provide the PLAINTIFF 28 and the members of the CALIFORNIA LABOR SUB-CLASS who COMPLAINT

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1		were	improperly cla	assified as exemp	t with an accurat	e itemized						
2	statement in writing showing the gross wages earned, the net wages											
3	earned, all applicable hourly rates in effect during the pay period and											
4	the corresponding number of hours worked at each hourly rate by the											
5		emplo	oyee.									
6	46. Th	nis Class A	ction meets th	e statutory prere	quisites for the n	naintenance of a						
7	Class Action as	set forth ir	n Fed. R. Civ.	Proc. 23(b)(2) an	d/or (3), in that:							
8	(a)) The p	ersons who co	omprise the CAL	FORNIA LABO	OR SUB-CLASS						
9		excee	d are so nume	rous that the join	der of all such po	ersons is						
10		impra	cticable and the	ne disposition of	their claims as a	class will benefit						
11		the pa	arties and the (Court;								
12	(b)) Nearl	y all factual, l	egal, statutory, ar	nd declaratory re	lief issues that are						
13		raised	l in this Comp	laint are commor	to the CALIFO	RNIA LABOR						
14		SUB-	CLASS and w	vill apply uniform	nly to every mem	ber of the						
15		CALI	FORNIA LAI	BOR SUB-CLAS	S;							
16	(c)) The c	laims of the re	presentative PLA	AINTIFF are type	ical of the claims						
17		of eac	ch member of	the CALIFORNI	A LABOR SUB	-CLASS.						
18		PLAI	NTIFF, like al	ll the other memb	ers of the CALI	FORNIA LABOR						
19		SUB-	CLASS, was i	improperly classi	fied as exempt a	nd denied						
20		overti	ime pay as a re	esult of DEFEND	ANT's systemat	ic classification						
21		practi	ces. PLAINT	IFF and all the of	ther members of	the CALIFORNIA						
22		LAB	OR SUB-CLA	SS sustained eco	nomic injuries a	rising from						
23		DEFE	ENDANT's vi	olations of the lav	ws of California;	and,						
24	(d)) The r	epresentative]	PLAINTIFF will	fairly and adequ	ately represent and						
25		protec	et the interest	of the CALIFOR	NIA LABOR SU	JB-CLASS, and						
26		has re	etained counse	l who are compet	ent and experier	iced in Class						
27			C C			ween the claims of						
28		the re	presentative P	LAINTIFF and t	he members of th	ne CALIFORNIA						
				COMPLAINT -22-								

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1			LAB	OR SUB-CLA	SS that would m	ake class certific	ation		
2			inapp	propriate. Cou	nsel for the CAL	IFORNIA LABO	OR SUB-CLASS		
3	will vigorously assert the claims of all Class Members.								
4	47.	In ad	dition	to meeting the	statutory prerequ	isites to a Class	Action, this Action		
5	is properly m	aintai	ned as	a Class Action	pursuant to Fed.	R. Civ. Proc. 23	(b)(2) and/or (3),		
6	in that:								
7		(a)	With	out class certif	fication and deter	mination of decla	aratory, statutory		
8			and o	other legal que	stions within the	class format, pro	secution of		
9			separ	rate actions by	individual memb	ers of the CALI	FORNIA LABOR		

 Inconsistent or varying adjudications with respect to individual members of the CALIFORNIA LABOR SUB-CLASS which would establish incompatible standards of conduct for the parties opposing the CALIFORNIA LABOR SUB-CLASS; or,

SUB-CLASS will create the risk of:

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2) Adjudication with respect to individual members of the CALIFORNIA LABOR SUB-CLASS which would as a practical matter be dispositive of interests of the other members not party to the adjudication or substantially impair or impede their ability to protect their interests.

(b) The parties opposing the CALIFORNIA LABOR SUB-CLASS have acted or refused to act on grounds generally applicable to the CALIFORNIA LABOR SUB-CLASS, making appropriate class-wide relief with respect to the CALIFORNIA LABOR SUB-CLASS as a whole in that DEFENDANT uniformly classified and treated the Field Managers as exempt and, thereafter, uniformly failed to take proper steps to determine whether the Field Managers were properly classified as exempt, and thereby denied these employees overtime wages as required by law;

1	(c)	Com	mon questions of law and fact predominate as to the members of
2		the C	CALIFORNIA LABOR SUB-CLASS, with respect to the practices
3		and v	violations of California law as listed above, and predominate over
4		any q	question affecting only individual members, and a Class Action is
5		super	rior to other available methods for the fair and efficient
6		adjud	dication of the controversy, including consideration of:
7		1)	The interests of the members of the CALIFORNIA LABOR
8			SUB-CLASS in individually controlling the prosecution or
9			defense of separate actions in that the substantial expense of
10			individual actions will be avoided to recover the relatively small
11			amount of economic losses sustained by the individual
12			CALIFORNIA LABOR SUB-CLASS members when compared
13			to the substantial expense and burden of individual prosecution
14			of this litigation;
15		2)	Class certification will obviate the need for unduly duplicative
16			litigation that would create the risk of:
17			A. Inconsistent or varying adjudications with respect to
18			individual members of the CALIFORNIA LABOR SUB-
19			CLASS, which would establish incompatible standards of
20			conduct for DEFENDANT; and/or,
21			B. Adjudications with respect to individual members of the
22			CALIFORNIA LABOR SUB-CLASS would as a
23			practical matter be dispositive of the interests of the other
24			members not parties to the adjudication or substantially
25			impair or impede their ability to protect their interests;
26		3)	In the context of wage litigation because a substantial number of
27			individual class members will avoid asserting their legal rights
28			out of fear of retaliation by DEFENDANT, which may
			COMPLAINT
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1			adversely affect an individual's job with DEFENDANT or with
2			a subsequent employer, the Class Action is the only means to
3			assert their claims through a representative; and,
4		4)	A Class Action is superior to other available methods for the fair
5			and efficient adjudication of this litigation because class
6			treatment will obviate the need for unduly and unnecessary
7			duplicative litigation that is likely to result in the absence of
8			certification of this Action pursuant to Fed. R. Civ. Proc.
9			23(b)(2) and/or (3).
10	48. This	s Court s	hould permit this Action to be maintained as a Class Action
11	pursuant to Fed. R	R. Civ. P	roc. 23(b)(2) and/or (3), because:
12	(a)	The c	uestions of law and fact common to the CALIFORNIA LABOR
13		SUB	CLASS predominate over any question affecting only individual
14		mem	pers;
15	(b)	A Cla	ass Action is superior to any other available method for the fair
16		and e	fficient adjudication of the claims of the members of the
17		CAL	FORNIA LABOR SUB-CLASS because in the context of
18		empl	oyment litigation a substantial number of individual Class
19		Mem	bers will avoid asserting their rights individually out of fear of
20		retali	ation or adverse impact on their employment;
21	(c)	The r	nembers of the CALIFORNIA LABOR SUB-CLASS are so
22		nume	rous that it is impractical to bring all members of the
23		CAL	FORNIA LABOR SUB-CLASS before the Court;
24	(d)	PLA	NTIFF, and the other CALIFORNIA LABOR SUB-CLASS
25		mem	pers, will not be able to obtain effective and economic legal
26		redre	ss unless the action is maintained as a Class Action;
27	(e)	There	e is a community of interest in obtaining appropriate legal and
28		equit	able relief for the acts of unfair competition, statutory violations
			COMPLAINT
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1		and other improprieties, and in obtaining adequate compensation for the								
2		damages and injuries which DEFENDANT's actions have inflicted								
3		upon the CALIFORNIA LABOR SUB-CLASS;								
4	(f)	There is a community of interest in ensuring that the combined assets of								
5	5 DEFENDANT are sufficient to adequately compensate									
6		the CALIFORNIA LABOR SUB-CLASS for the injuries sustained;								
7	(g)	DEFENDANT has acted or refused to act on grounds generally								
8		applicable to the CALIFORNIA LABOR SUB-CLASS, thereby								
9		making final class-wide relief appropriate with respect to the								
10		CALIFORNIA LABOR SUB-CLASS as a whole;								
11	(h)	The members of the CALIFORNIA LABOR SUB-CLASS are readily								
12		ascertainable from the business records of DEFENDANT. The								
13		CALIFORNIA LABOR SUB-CLASS consists of those Field Managers								
14		who worked overtime hours and who were not paid overtime; and,								
15	(i)	Class treatment provides manageable judicial treatment calculated to								
16	bring a efficient and rapid conclusion to all litigation of all wage and									
17		hour related claims arising out of the conduct of DEFENDANT.								
18										
19										
20		JURISDICTION AND VENUE								
21		Court has jurisdiction over the PLAINTIFF's federal claims pursuant to 28								
22	U.S.C.§1331 and supplemental jurisdiction of the PLAINTIFF's state law claims pursuant to									
23	28 U.S.C. § 1367.									
24	50. Furth	50. Further, with respect to the state law class claims, these state law class claims								
25	are brought as a Class Action pursuant to Fed. R. Civ. Proc, Rule 23 on behalf of a class that									
25 26	exceeds 100 person	ns, that involves more than \$5,000,000 in controversy, and where the								
20	citizenship of at le	ast one member of the class is diverse from that of DEFENDANT. As a								
27	result, this Court a	lso has original jurisdiction over the state law class claims under 28								
20	U.S.C. § 1332 (CA	AFA Jurisdiction).								

1	51. Venue is proper in this District pursuant to 28 U.S.C. § 1391 because: (i)									
2	DEFENDANT is subject to personal jurisdiction in this District and therefore resides in this									
3	District; (ii) DEFENDANT maintains offices or facilities in this District; and, (iii)									
4	DEFENDANT committed the wrongful conduct against members of the CALIFORNIA									
5	CLASS in this District.									
6										
7	FIRST CAUSE OF ACTION									
8	For Unlawful Business Practices									
9	[Cal. Bus. And Prof. Code § 17200 et seq.]									
10	(By PLAINTIFF and the CALIFORNIA CLASS and against All Defendants)									
11	52. PLAINTIFF, and the other members of the CALIFORNIA CLASS, reallege									
12	and incorporate by this reference, as though fully set forth herein, paragraphs 1 through 51									
13	of this Complaint.									
14	53. DEFENDANT is a "persons" as that term is defined under Cal. Bus. and									
15	Prof. Code § 17021.									
16	54. California Business & Professions Code § 17200 et seq. (the "UCL")									
17	defines unfair competition as any unlawful, unfair, or fraudulent business act or practice.									
18	Section 17203 authorizes injunctive, declaratory, and/or other equitable relief with respect to									
19	unfair competition as follows:									
20	Any person who engages, has engaged, or proposes to engage in unfair competition may be enjoined in any court of competent jurisdiction. The court									
21	may make such orders or judgments, including the appointment of a receiver, as may be necessary to prevent the use or employment by any person of any									
22 23	practice which constitutes unfair competition, as defined in this chapter, or as may be necessary to restore to any person in interest any money or property,									
23 24	real or personal, which may have been acquired by means of such unfair competition.									
24 25	California Business & Professions Code § 17203.									
23 26	55. By the conduct alleged herein, DEFENDANT has engaged and continues to									
20	engage in a business practice which violates California and Federal law, including but not									
27	limited to provisions of the Wage Orders, the California Labor Code, the regulations of the									
20	Department of Labor, the opinions of the Department of Labor Standards Enforcement, the									
	COMPLAINT -27-									

FLSA, and the Code of Federal Regulations, for which this Court should issue declaratory,
 and other equitable relief, pursuant to Cal. Bus. & Prof. Code § 17203, as may be necessary
 to prevent and remedy the conduct held to constitute unfair competition.

- 4 56. Throughout the CLASS PERIOD, it was also DEFENDANT's uniform policy 5 and practice to not provide all legally required meal and rest breaks to the PLAINTIFF and 6 the Class Members. DEFENDANT's uniform practice requires the PLAINTIFF and the 7 Class Members to work continuously throughout the workday without being supplied all 8 meal and/or rest periods in accordance with the number of hours they worked. At all 9 relevant times during the CLASS PERIOD, DEFENDANT failed to provide any 10 compensated work time for failing to provide such breaks to the PLAINTIFF and the Class 11 Members.
- 12 57. Therefore, the PLAINTIFF demands on behalf of himself and on behalf of
 13 each member of the CLASS, one (1) hour of pay for each workday in which a meal period
 14 was not timely provided for each five (5) hours of work, and/or one (1) hour of pay for each
 15 workday in which a second meal period was not timely provided for each ten (10) hours of
 16 work.
- 17 58. PLAINTIFF further demands on behalf of himself and on behalf of each
 18 member of the CLASS, one (1) hour of pay for each workday in which a rest period was not
 19 timely provided as required by law.
- 59. By and through the unfair and unlawful business practices described herein
 above, DEFENDANT has obtained valuable property, money, and services from the
 PLAINTIFF, and the other members of the CALIFORNIA CLASS, and has deprived them
 of valuable rights and benefits guaranteed by law, all to their detriment and to the benefit of
 DEFENDANT so as to allow DEFENDANT to unfairly compete. Declaratory and equitable
 relief is necessary to prevent and remedy this unfair competition.
- 26 60. All the acts described herein as violations of, among other things, the
 27 California Labor Code, California Code of Regulations, the Industrial Welfare Commission
 28 Wage Orders, the FLSA, the Code of Federal Regulations, and the related opinions of the

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Department of Labor, are unlawful, are in violation of public policy, are immoral, unethical,
 oppressive, and unscrupulous, and are likely to deceive employees, as herein alleged, and
 thereby constitute deceptive, unfair and unlawful business practices in violation of Cal. Bus.
 and Prof. Code § 17200 *et seq*.

5	61. PLAINTIFF, and the other members of the CALIFORNIA CLASS, are further
6	entitled to, and do, seek a declaration that the above described business practices are
7	deceptive unfair and/or unlawful.

8 62. The practices herein alleged presently continue to occur unabated. As a result
9 of the unfair and unlawful business practices described above, the PLAINTIFF, and the
10 other members of the CALIFORNIA CLASS, have suffered legal and economic harm.

11		
12		SECOND CAUSE OF ACTION
13		For Failure To Pay Overtime Compensation
14		[Cal. Lab. Code §§ 510, 515.5, 551, 552, 1194 and 1198]
15		(By PLAINTIFF and the CALIFORNIA LABOR SUB-CLASS)
16	63.	PLAINTIFF, and the other members of the CALIFORNIA LABOR
17	SUB-CLAS	S, reallege and incorporate by this reference, as though fully set forth herein,
18	paragraphs	1 through 62 of this Complaint.
19	64.	Cal. Lab. Code § 510 states in relevant part:
20 21		Eight hours of labor constitutes a day's work. Any work in excess of eight hours in one workday and any work in excess of 40 hours in any one workweek and the first eight hours worked on the seventh day of work in any one workweek shall be compensated at the rate of no less than one and one-
22 23		half times the regular rate of pay for an employee. Any work in excess of 12 hours in one day shall be compensated at the rate of no less than twice the regular rate of pay for an employee. In addition, any work in excess of eight
24		hours on any seventh day of a workweek shall be compensated at the rate of no less than twice the regular rate of pay of an employee.
25	65.	Cal. Lab. Code § 551 states that, "Every person employed in any occupation
26	of labor is e	ntitled to one day's rest therefrom in seven."
27	66.	Cal. Lab. Code § 552 states that, "No employer of labor shall cause his
28	employees t	o work more than six days in seven."

1	67.	Cal. Lab. Code § 515(d) provides: "For the purpose of computing the							
2	overtime rate of compensation required to be paid to a nonexempt full-time salaried								
3	employee, the employee's regular hourly rate shall be 1/40th of the employee's weekly								
4	salary."								
5	68.	Cal. Lab. Code § 1194 states:							
6		Notwithstanding any agreement to work for a lesser wage, any employee receiving less than the legal minimum wage or the legal overtime							
7		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							
8		compensation, including interest thereon, reasonable attorney's fees, and costs of suit.							
9	69.	Cal. Lab. Code § 1198 provides: "The maximum hours of work and the							
10		nditions of labor fixed by the commission shall be the maximum hours of work							
11		dard conditions of labor for employees. The employment of any employee for							
12		s than those fixed by the order or under conditions of labor prohibited by the							
13	c								
14	order is unlawful." 70. In addition, Labor Code Section 558 provides:								
15									
16		(a) 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 provision regulating hours and days of work in any order of the Industrial							
17 18		Welfare Commission shall be subject to a civil penalty as follows: (1) For any initial violation, fifty dollars (\$50) for each underpaid employee for each pay period for which the employee was underpaid in							
19		addition to an amount sufficient to recover underpaid wages. (2) For each subsequent violation, one hundred dollars (\$100) for each							
20		underpaid employee for each pay period for which the employee was underpaid in addition to an amount sufficient to recover underpaid wages							
20		(3) Wages recovered pursuant to this section shall be paid to the affected employee.							
21		(b) If upon inspection or investigation the Labor Commissioner determines that a person had paid or caused to be paid a wage for overtime work in							
23		violation of any provision of this chapter, or any provision regulating hours and days of work in any order of the Industrial Welfare Commission, the							
24		Labor Commissioner may issue a citation. The procedures for issuing, contesting, and enforcing judgments for citations or civil penalties issued by							
25		the Labor Commissioner for a violation of this chapter shall be the same as those set out in Section 1197.1.							
26		(c) The civil penalties provided for in this section are in addition to any other civil or criminal penalty provided by law.							
27	71.	DEFENDANT has intentionally and uniformly designated certain employees							
28	as "exempt"	employees, by their job title and without regard to DEFENDANT's realistic							

expectations and actual overall requirements of the job, including the PLAINTIFF and the
 other members of the CALIFORNIA LABOR SUB-CLASS who worked on the production
 side of DEFENDANT's business. This was done in an illegal attempt to avoid payment of
 overtime wages and other benefits in violation of the Cal. Lab. Code and Industrial Welfare
 Commission requirements.

6 72. For an employee to be exempt as a bona fide "executive," all the following
7 criteria must be met and DEFENDANT has the burden of proving that:

- 8 (a) The employee's primary duty must be management of the enterprise, or of a
 9 customarily recognized department or subdivision; and,
- 10 (b) The employee must customarily and regularly direct the work of at least two
 11 (2) or more other employees; and,
- (c) The employee must have the authority to hire and fire, or to command
 particularly serious attention to his or her recommendations on such actions
 affecting other employees; and,
- 15 (d) The employee must customarily and regularly exercise discretion and
 16 independent judgment; and,
- 17 (e) The employee must be primarily engaged in duties which meet the test of
 18 exemption.

No member of the CALIFORNIA LABOR SUB-CLASS was or is an executive because
they all fail to meet the requirements of being an "executive" within the meaning of the
applicable Wage Order.

73. For an employee to be exempt as a bona fide "administrator," all of thefollowing criteria must be met and DEFENDANT has the burden of proving that:

- (a) The employee must perform office or non-manual work directly related to
 management policies or general business operation of the employer; and,
- (b) The employee must customarily and regularly exercise discretion and
 independent judgment; and,
- 28 (c) The employee must regularly and directly assist a proprietor or an exempt

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1		administrator; or,										
2	(d) The employee must perform, under only general supervision, work requiring											
3	special training, experience, or knowledge, or,											
4	(e)											
5		supervision; and,										
6	(f)	The employee must be primarily engaged in duties which meet the test of										
7		exemption.										
8	No member	of the CALIFORNIA LABOR SUB-CLASS was or is an administrator because										
9	they all fail to meet the requirements for being an "administrator" under the applicable Wage											
10	Order.											
11	74.	The Industrial Welfare Commission, in Wage Order 4-2001, at section										
12	(1)(A)(3)(h), and Labor Code § 515 also set forth the requirements which must be complied											
13	with to place an employee in the "professional" exempt category. For an employee to be											
14	exempt as a	bona fide "professional," all the following criteria must be met and										
15	DEFENDA	NT has the burden of proving that:										
16	(a) The employee is primarily engaged in an occupation commonly recognized as											
17		a learned or artistic profession. For the purposes of this subsection, "learned										
18		or artistic profession" means an employee who is primarily engaged in the										
19		performance of:										
20		1) Work requiring knowledge of an advanced type in a field or science or										
21		learning customarily acquired by a prolonged course of specialized										
22		intellectual instruction and study, as distinguished from a general										
23		academic education and from an apprenticeship, and from training in										
24	the performance of routine mental, manual, or physical processes, or											
25	work that is an essential part or necessarily incident to any of the above											
26		work; or,										
27		2) Work that is original and creative in character in a recognized field of										
28		artistic endeavor, and the result of which depends primarily on the										
		COMPLAINT -32-										
		-32-										

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1	invention, imagination or talent of the employee or work that is an											
2	essential part of or incident to any of the above work; and,											
3	3) Whose work is predominately intellectual and varied in character (as											
4	opposed to routine mental, manual, mechanical, or physical work) and											
5	is of such character cannot be standardized in relation to a given period											
6	of time.											
7	(b) The employee must customarily and regularly exercise discretion and											
8	independent judgment; and,											
9	(c)	The employee earns a monthly salary equivalent to no less than two (2) times										
10	the state minimum wage for full-time employment.											
11	No member of the CALIFORNIA LABOR SUB-CLASS was or is a professional because											
12	they all fail to meet the requirements of being a "professional" within the meaning of the											
13	applicable Wage Order.											
14	75.	PLAINTIFF, and the other members of the CALIFORNIA LABOR SUB-										
15	CLASS, do not fit the definition of an exempt executive, administrative, or professional											
16	employee be	ecause:										
17	(a)	They did not work as executives or administrators; and,										
18	(b)	The professional exemption does not apply to the PLAINTIFF, nor to the										
19		other members of the CALIFORNIA LABOR SUB-CLASS because they did										
20		not meet all the applicable requirements to work under the professional										
21	76.	exemption for the reasons set forth above in this Complaint. During the CLASS PERIOD, the PLAINTIFF, and the other members of the										
22	CALIFORNIA LABOR SUB-CLASS, worked more than eight (8) hours in a workday,											
23	forty (40) ho	ours in a workweek, and/or worked on the seventh (7th) consecutive day of a										
24	workweek.											
25	77.	At all relevant times, DEFENDANT failed to pay the PLAINTIFF, and the										
26	other members of the CALIFORNIA LABOR SUB-CLASS, overtime compensation for the											
27	hours they have worked in excess of the maximum hours permissible by law as required by											
28	Cal. Lab. Code §§ 510 and 1198, even though the PLAINTIFF, and the other members of											
	<u></u>	COMPLAINT										
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the CALIFORNIA LABOR SUB-CLASS, were regularly required to work, and did in fact
 work, overtime hours.

78. By virtue of DEFENDANT's unlawful failure to pay additional compensation
to the PLAINTIFF, and the other members of the CALIFORNIA LABOR SUB-CLASS, for
their overtime hours, the PLAINTIFF, and the other members of the CALIFORNIA
LABOR SUB-CLASS, have suffered, and will continue to suffer, an economic injury in
amounts which are presently unknown to them and which will be ascertained according to
proof at trial.

9 79. DEFENDANT knew or should have known that the PLAINTIFF, and the
10 other members of the CALIFORNIA LABOR SUB-CLASS, were misclassified as exempt
11 and DEFENDANT systematically elected, either through intentional malfeasance or gross
12 nonfeasance, not to pay them for their overtime labor as a matter of uniform corporate
13 policy, practice and procedure.

14 80. Therefore, the PLAINTIFF, and the other members of the CALIFORNIA 15 LABOR SUB-CLASS, request recovery of overtime compensation according to proof, 16 interest, costs, as well as the assessment of any statutory penalties against DEFENDANT, in 17 a sum as provided by the Cal. Lab. Code and/or other statutes. To the extent overtime 18 compensation is determined to be owed to members of the CALIFORNIA LABOR SUB-19 CLASS who have terminated their employment, these employees would also be entitled to 20 waiting time penalties under Labor Code § 203, which penalties are sought herein. Further, 21 the PLAINTIFF, and the other members of the CALIFORNIA LABOR SUB-CLASS, are 22 entitled to seek and recover statutory costs.

81. In performing the acts and practices herein alleged in violation of labor laws
and refusing to provide the requisite overtime compensation, DEFENDANT acted and
continues to act intentionally, oppressively, and maliciously toward the PLAINTIFF, and
toward the other members of the CALIFORNIA LABOR SUB-CLASS, with a conscious
and utter disregard of their legal rights, or the consequences to them, and with the despicable
intent of depriving them of their property and legal rights and otherwise causing them injury

1	in order to increase corporate profits at the expense of the PLAINTIFF and the members of							
2	the CALIFORNIA CLASS.							
3	THIRD CAUSE OF ACTION							
4	For Failure to Provide Accurate Itemized Statements							
5	[Cal. Lab. Code § 226]							
6	(By PLAINTIFF and the CALIFORNIA LABOR SUB-CLASS)							
7	82. PLAINTIFF, and the other members of the CALIFORNIA LABOR							
8	SUB-CLASS, reallege and incorporate by this reference, as though fully set forth herein,							
9	paragraphs 1 through 81 of this Complaint.							
10	83. Cal. Labor Code § 226 provides that an employer must furnish employees							
11	with an "accurate itemized" statement in writing showing:							
12	(1) gross wages earned, (2) total hours worked by the amplexee, execut for any amplexee where							
13	(2) total hours worked by the employee, except for any employee whose compensation is solely based on a salary and who is exempt from payment of overtime under subdivision (a) of Section 515 or any applicable order of the							
14	Industrial Welfare Commission, (3) the number of piecerate units earned and any applicable piece rate if the employee							
15	is paid on a piece-rate basis, (4) all deductions, provided that all deductions made on written orders of the							
16	employee may be aggregated and shown as one item, (5) net wages earned,							
17	(6) the inclusive dates of the period for which the employee is paid,(7) the name of the employee and his or her social security number, except that by							
18 19	January 1, 2008, only the last four digits of his or her social security number or an employee identification number other than a social security number may be shown on the itemized statement,							
20	(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							
21	number of hours worked at each hourly rate by the employee.							
22	84. At all times relevant herein, DEFENDANT violated Labor Code § 226,							
23	in that DEFENDANT failed to provide an accurate wage statement in writing that properly							
23	and accurately itemized the number of hours worked by the PLAINTIFF, and the other							
25	members of the CALIFORNIA LABOR SUB-CLASS at the effective regular rates of pay							
23 26	and the effective overtime rates of pay.							
20 27	85. DEFENDANT knowingly and intentionally failed to comply with Labor Code							
28	§ 226, causing damages to the PLAINTIFF, and the other members of the CALIFORNIA							
	COMPLAINT -35-							

1	LABOR SUB-CLASS. These damages include, but are not limited to, costs expended						
2	calculating the true hours worked and the amount of employment taxes which were not						
3	properly paid to state and federal tax authorities. These damages are difficult to estimate.						
4	Therefore, the PLAINTIFF, and the other members of the CALIFORNIA LABOR SUB-						
5	CLASS may elect to recover liquidated damages of \$50.00 for the initial pay period in						
6	which the violation occurred, and \$100.00 for each violation in subsequent pay period						
7	pursuant to Labor Code § 226, in an amount according to proof at the time of trial (but in no						
8	event more than \$4,000.00 for the PLAINTIFF and each respective member of the						
9	CALIFORNIA LABOR SUB-CLASS herein).						
10							
11	FOURTH CAUSE OF ACTION						
12	Fair Labor Standards Act, 29 U.S.C. §§ 201, et seq. ("FLSA")						
13	(By PLAINTIFF and the COLLECTIVE CLASS against DEFENDANT)						
14	86. PLAINTIFF, and the other members of the COLLECTIVE CLASS, reallege and						
15	incorporate by this reference, as though fully set forth herein, paragraphs 1 through 85 of this						
16	Complaint.						
17	87. DEFENDANT is engaged in communication, business, and transmission between						
18	the states, and is, therefore, engaged in commerce within the meaning of 29 U.S.C. § 203(b).						
19	88. The PLAINTIFF further brings the Fourth Cause of Action on behalf of a						
20	COLLECTIVE CLASS in accordance with 29 U.S.C. §216 which consists of all Field						
21	Managers employed in California by DEFENDANT during the period three (3) years prior to						
22	the filing of the Complaint and ending on the date as determined by the Court, and who						
23	performed work in excess of forty (40) hours in one week (the "COLLECTIVE CLASS").						
24	89. 29 U.S.C. § 255 provides that a three-year statute of limitations applies to willful						
25	violations of the FLSA.						
26	90. 29 U.S.C. § 207(a)(1) provides in pertinent part:						
27	Except as otherwise provided in this section, no employer shall employ any of his						
28	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, for a workweek longer than forty hours						
	COMPLAINT -36-						

Case 2:11-cv-03683-PA -VBK Document 1 Filed 01/14/11 Page 37 of 43 Page ID #:37 1 unless such employee receives compensation for his employment in excess of the hours above specified at a rate not less than one and one-half times the regular 2 rate at which he is employed. 3 91. Section 213(a)(1) of the FLSA provides that the overtime pay requirement does 4 not apply to: 5 any employee employed in a bona fide executive, administrative, or professional capacity (including any employee employed in the capacity of academic administrative personnel or teacher in elementary or secondary schools), or in the 6 capacity of outside salesman (as such terms are defined and delimited from time to time by regulations of the Secretary, subject to the provisions of the Administrative Procedure Act [5 USCS §§ 551 et seq.] except [that] an employee of a retail or service establishment shall not be excluded from the definition of 7 8 employee employed in a bona fide executive or administrative capacity because 9 of the number of hours in his workweek which he devotes to activities not directly or closely related to the performance of executive or administrative 10 activities, if less than 40 per centum of his hours worked in the workweek are devoted to such activities). 11 92. DEFENDANT has willfully engaged in a widespread pattern and practice of 12 violating the provisions of the FLSA, as detailed above, by uniformly designating certain 13 employees as "exempt" employees, by their job title and without regard to DEFENDANT's 14 realistic expectations and actual overall requirements of the job, including the PLAINTIFF and 15 the other members of the COLLECTIVE CLASS who worked on the production side of 16 DEFENDANT's business enterprise. This was done in an illegal attempt to avoid payment of 17 overtime wages and other benefits in violation of the FLSA and Code of Federal Regulations 18 requirements. 19 93. Pursuant to the Fair Labor Standards Act, 29 U.S.C. § 201, et seq., the 20 PLAINTIFF and the other members of the COLLECTIVE CLASS are entitled to overtime 21 compensation for all overtime hours actually worked, at a rate not less than one and one-half 22 times their regular rate of pay for all hours worked in excess of forty (40) hours in any 23 workweek. DEFENDANT's failure to pay overtime wages as required by federal law was 24 willful and not in good faith. 25 94. 29 C.F.R. 541.2 establishes that a job title alone is insufficient to establish the 26 exempt status of an employee. The exempt or nonexempt status of any particular employee 27 must be determined on the basis of whether the employee's salary and duties meet the 28 requirements of the regulations in this part.

1 95. The exemptions of the FLSA as listed in section 13(a), and as explained by 29 2 C.F.R. 541.3, do not apply to the PLAINTIFF and the other members of the COLLECTIVE 3 CLASS, because their work consists of non-management, production line labor performed with 4 skills and knowledge acquired from on-the-job training, rather than from the prolonged course 5 of specialized intellectual instruction required for exempt learned professional employees such 6 as medical doctors, architects and archeologists. Field Managers either do not hold an advanced 7 degree, have not taken any prolonged course of specialization, and/or have attained the vast 8 majority of the skills they use as employees of DEFENDANT from on-the-job training.

9 96. For an employee to be exempt as a bona fide "executive," all the following
10 criteria must be met and DEFENDANT has the burden of proving that:

- (a) The employee's primary duty must be management of the enterprise, or of a customarily recognized department or subdivision;
- 13 (b) The employee must customarily and regularly direct the work of at least two (2)
 14 or more other employees;
- 15 (c) The employee must have the authority to hire and fire, or to command
 16 particularly serious attention to his or her recommendations on such actions
 17 affecting other employees; and,
- 18 19

11

12

(d) The employee must be primarily engaged in duties which meet the test of exemption.

No member of the COLLECTIVE CLASS was or is an executive because they all fail to meet
the requirements of being an "executive " under section 13 of the FLSA and 29 C.F.R. 541.100.
Moreover, none of the members of the COLLECTIVE CLASS managed the work of two or
more other employees in a customarily recognized department or subdivision of the employer,
and whose recommendations as to the hiring, firing, advancement, promotion or other change
of status of the other employees were given particular weight and therefore, they do not qualify
for the executive exemption.

27 97. For an employee to be exempt as a bona fide "administrator,"all of the following
28 criteria must be met and DEFENDANT has the burden of proving that:

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1 2	(a) The employee must perform office or non-manual work directly related to management or general business operation of the employer or the employer's									
3 4	customers;									
т 5	(0)	(b) The employee must customarily and regularly exercise discretion and independent								
6		judgment with respect to matters of significance; and,								
7	(c)	The employee must regularly and directly assist a proprietor or an exempt								
8		administrator; or,								
9	(d)	The employee must perform under only general supervision, work requiring								
10		special training, experience, or knowledge; and,								
11	(e)	The employee must be primarily engaged in duties which meet the test of								
12	exemption.									
13	No member of the COLLECTIVE CLASS was or is an administrator because they all fail to									
14	meet the requirements of for being an "administrator" under section 13(a) of the FLSA and 29									
15	C.F.R. 541.300.									
16	98. For an employee to be exempt as a bona fide "professional", DEFENDANT has									
17		of proving that the primary duty of the employee is the performance of work that:								
18	(a)	Requires knowledge of an advanced type in a field of science or learning								
19 20		customarily acquired by a prolonged course of specialized intellectual instruction;								
20		or								
21	(b)	Requires invention, imagination, originality or talent in a recognized field of								
22 23	artistic or creative endeavor.									
23 24	No member of the COLLECTIVE CLASS was or is a professional because they all fail to meet									
24 25	the requirements of being an "professional" within the meaning of 29 CFR 541.300.									
26	Further, the PLAINTIFF and the other Field Managers operated under intense scrutiny from management and are strictly dictated by written guidelines and standardized procedures.									
27	99.	During the COLLECTIVE CLASS PERIOD, the PLAINTIFF, and other								
28		The COLLECTIVE CLASS, worked more than forty (40) hours in a workweek.								
		COMPLAINT -39-								

1 100. At all relevant times, DEFENDANT failed to pay the PLAINTIFF, and other
 members of the COLLECTIVE CLASS, overtime compensation for the hours they have worked
 in excess of the maximum hours permissible by law as required by section 207 of the FLSA,
 even though the PLAINTIFF, and the other members of the COLLECTIVE CLASS, were
 regularly required to work, and did in fact work, overtime hours.

6

6 101. For purposes of the Fair Labor Standards Act, the employment practices of
7 DEFENDANT were and are uniform throughout the United States in all respects material to the
8 claims asserted in this Complaint.

9 102. There are no other exemptions applicable to the PLAINTIFF and/or to members
10 of the COLLECTIVE CLASS.

11 103. As a result of DEFENDANT's failure to pay overtime compensation for
12 overtime hours worked, as required by the FLSA, the PLAINTIFF and the members of the
13 COLLECTIVE CLASS were damaged in an amount to be proved at trial.

14 104. Therefore, the PLAINTIFF demands that he and the members of the
15 COLLECTIVE CLASS be paid overtime compensation as required by the FLSA for every hour
16 of overtime worked in any workweek for which they were not compensated, plus interest and
17 statutory costs as provided by law.

18 19 PRAYER 20 WHEREFOR, the PLAINTIFF prays for judgment against each Defendant, jointly 21 and severally, as follows: 22 On behalf of the CALIFORNIA CLASS: 1. 23 A) That the Court certify the First Cause of Action asserted by the CALIFORNIA 24 CLASS as a Class Action pursuant to Fed. R. Civ. Proc. 23(b)(2) and/or (3); 25 B) An order requiring DEFENDANT to correctly calculate and pay all wages and 26 all sums unlawfuly withheld from compensation due to the PLAINTIFF and 27 the other members of the CALIFORNIA CLASS; and, 28 C) Restitutionary disgorgement of DEFENDANT's ill-gotten gains into a fluid

1			fund for restitution of the sums incidental to DEFENDANT's violations due to					
2		the PLAINTIFF and to the other members of the CALIFORNIA CLASS						
3	according to proof.							
4	D) An order temporarily, preliminarily, and permanently enjoining and							
5			restraining DEFENDANT from engaging in similar unlawful conduct as set					
6			forth herein.					
7	2.	On be	ehalf of the CALIFORNIA LABOR SUB-CLASS:					
8		A)	That the Court certify the Second and Third Causes of Action asserted by the					
9			CALIFORNIA LABOR SUB-CLASS as a Class Action pursuant to Fed. R.					
10			Civ. Proc. 23(b)(2) and/or (3);					
11		B)	Compensatory damages, according to proof at trial, including compensatory					
12			damages for overtime compensation due to the PLAINTIFF and the other					
13	members of the CALIFORNIA LABOR SUB-CLASS, during the applicable							
14	CALIFORNIA CLASS PERIODS plus interest thereon at the statutory rate;							
15	C) The wages of all terminated employees from the CALIFORNIA LABOR							
16	SUB-CLASS as a penalty from the due date thereof at the same rate until paid							
17	or until an action therefore is commenced, in accordance with Cal. Lab. Code							
18	§ 203; and,							
19	D) The greater of all actual damages or fifty dollars (\$50) for the initial pay							
20	period in which a violation occurs and one hundred dollars (\$100) per each							
21	member of the CALIFORNIA LABOR SUB-CLASS for each violation in a							
22	subsequent pay period, not exceeding an aggregate penalty of four thousand							
23	dollars (\$4,000), and an award of costs for violation of Cal. Lab. Code § 226.							
24	3. On behalf of the COLLECTIVE CLASS:							
25		A)	That the Court certify the Fourth Cause of Action asserted by the					
26			COLLECTIVE CLASS as an opt-in Class Action under 29 U.S.C. § 216(b);					
27		B)	Issue a declaratory finding that DEFENDANT's acts, policies, practices and					
28			procedures complained of herein violated provisions of the Fair Labor					
	<u> </u>		COMPLAINT -41-					
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1	Standards Act; and,
2	C) That the PLAINTIFF and the other members of the COLLECTIVE CLASS
3	recover compensatory damages and an equal amount of liquidated damages as
4	provided under the law and in 29 U.S.C. § 216(b).
5	4. On all claims:
6	A) An award of interest, including prejudgment interest at the legal rate;
7	B) An award of penalties and cost of suit, as allowable under the law. Neither
8	this prayer nor any other allegation or prayer in this Complaint is to be
9	construed as a request, under any circumstance, that would result in a request
10	for attorneys' fees or costs available under Cal. Lab. Code § 218.5; and,
11	C) Such other and further relief as the Court deems just and equitable.
12	Dated: January 14, 2011 BLUMENTHAL, NORDREHAUG & BHOWMIK
13	
14	By: <u>/s/ Norman B. Blumenthal</u> Norman B. Blumenthal
15	Attorneys for Plaintiff
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1	DEMAND FOR JURY TRIAL									
2	PLAINTIFF demands a jury trial on issues triable to a jury.									
3	Dated: January 14, 2011 BLUMENTHAL, NORDREHAUG & BHOWMIK									
4	Dated:	January 12	4, 2011	BL	UMENTHAL, NC	ORDREHAUG &	BHOWMIK			
5				By	/s/ Norman B. Norman B. Bl	<u>Blumenthal</u>				
6					Norman B. Bli Attorneys for I	umenthal Plaintiff				
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