

FILED
Superior Court of California
County of Los Angeles

05/21/2025

David W. Slayton, Executive Officer / Clerk of Court

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**SUPERIOR COURT OF THE STATE OF CALIFORNIA
FOR THE COUNTY OF LOS ANGELES**

JAZMIA STEAGALL, individually, and on
behalf of all others similarly situated,

Plaintiff,

v.

PRESCHOOL PARTNERS, LLC., a California
Corporation; and DOES 1 through 10,
inclusive,

Defendants.

Case No. 25STCV05428

**CLASS ACTION & PAGA
REPRESENTATIVE ACTION**

FIRST AMENDED COMPLAINT

DEMAND FOR JURY TRIAL

Judge: Hon. Samantha P. Jessner
Dept.: 7

Complaint filed: February 26, 2025
Trial date: Not set

Plaintiff Jazmia Steagall (“Plaintiff”), individually and on behalf of all others similarly situated, and on behalf of the State of California and other aggrieved persons, on information and belief, alleges as follows:

I. INTRODUCTION & PRELIMINARY STATEMENT

1. Plaintiff brings this action against Defendants Preschool Partners, LLC (“Preschool Partners”), and DOES 1 through 10 (collectively, “Defendants”) for California Labor Code violations and unfair business practices stemming from Defendants’ failure to pay for all hours worked (minimum, straight time, and overtime wages), failure to provide meal periods, failure to authorize and permit rest periods, failure to timely pay final wages, failure to furnish accurate wage statements, and failure to indemnify employees for expenditures.

2. Plaintiff brings the First through Eighth Causes of Action individually and as a class action on behalf of Plaintiff and certain current and former employees of Defendants (collectively, the “Class” or “Class Members,” and defined more fully below). The Class consists of Plaintiff and all other persons who have been employed by any Defendant in California as an hourly-paid or non-exempt employee during the statute of limitations period applicable to the claims pleaded here.

3. Plaintiff brings the Ninth Cause of Action individually and on behalf of the Aggrieved Employees, meaning all persons who worked for Defendants in California as an hourly paid or non-exempt employee during the statute of limitations period applicable to the claim pleaded herein.

4. Defendants own/owned and operate/operated an industry, business, and establishment within the State of California, including Los Angeles County. As such and based upon all the facts and circumstances incident to Defendants’ business in California, Defendants are subject to the California Labor Code, Wage Orders issued by the Industrial Welfare Commission (IWC), and the California Business and Professions Code.

5. Despite these requirements, throughout the statutory period, Defendants have, at times:

1 (a) Failed to pay employees for all hours worked, including all minimum,
2 straight time, and overtime wages in compliance with the California Labor Code and IWC Wage
3 Orders;

4 (b) Failed to provide employees with timely and duty-free meal periods in
5 compliance with the California Labor Code and IWC Wage Orders, failed to maintain accurate
6 records of all meal periods taken or missed, and failed to pay an additional hour's pay for each
7 workday a meal period violation occurred;

8 (c) Failed to authorize and permit employees to take timely and duty-free rest
9 periods in compliance with the California Labor Code and IWC Wage Orders, and failed to pay an
10 additional hour's pay for each workday a rest period violation occurred;

11 (d) Willfully failed to pay employees all minimum wage, straight time wages,
12 overtime wages, meal period premium wages, and rest period premium wages due within the time
13 period specified by California law when employment terminates;

14 (e) Failed to provide employees with accurate, itemized wage statements
15 containing all the information required by the California Labor Code and IWC Wage Orders;

16 (f) Failed to indemnify employees for expenditures incurred in direct discharge
17 of duties of employment; and

18 (g) Failed to timely produce requested employment records to employees as
19 required by the California Labor Code and IWC Wage Orders.

20 6. On information and belief, Defendants were on actual and constructive notice of the
21 improprieties alleged herein and intentionally refused to rectify their unlawful conduct.
22 Defendants' violations, as alleged above, during all relevant times herein were willful and
23 deliberate.

24 7. At all relevant times, Defendants were and are legally responsible for all of the
25 unlawful conduct, policies, acts and omissions as described in each and all of the foregoing
26 paragraphs as the employers of Plaintiff, the Class, and Aggrieved Employees. Further, Defendants
27 are responsible for each of the unlawful acts or omissions complained of herein under the doctrine
28 of respondeat superior.

1 **II. THE PARTIES**

2 **A. Plaintiff**

3 8. Plaintiff is a resident of Hawthorne, California who worked for Defendants in Los
4 Angeles County, California as an hourly-paid, non-exempt employee from approximately August
5 5, 2024 to approximately January 28, 2025.

6 9. Plaintiff reserves the right to seek leave to amend this complaint to add new
7 Plaintiffs, if necessary, to establish suitable representative(s) pursuant to *La Sala v. American*
8 *Savings and Loan Association* (1971) 5 Cal.3d 864, 872, and other applicable law.

9 **B. Defendants**

10 10. Plaintiff is informed and believes, and based upon that information and belief
11 alleges, that Preschool is, and at all times herein mentioned, was:

12 (a) A business entity conducting business in numerous counties throughout the
13 State of California, including Los Angeles County; and,

14 (b) The former employer of Plaintiff, and the current and/or former employer of
15 the putative Class because Preschool Partners suffered and permitted Plaintiff, the Class, and
16 Aggrieved Employees to work; and/or exercised control over their wages, hours, or working
17 conditions; and/or engaged Plaintiff, the Class, and Aggrieved Employees, thereby creating a
18 common law employment relationship.

19 11. Plaintiff does not know the true names or capacities of the persons or entities sued
20 herein as DOES 1 through 10, inclusive, and therefore sues said Defendants by such fictitious
21 names. Each of the Doe Defendants was in some manner legally responsible for the damages
22 suffered by Plaintiff, the Class, and Aggrieved Employees as alleged herein. Plaintiff will amend
23 this complaint to set forth the true names and capacities of these Defendants when they have been
24 ascertained, together with appropriate charging allegations, as may be necessary.

25 12. At all times mentioned herein, the Defendants named as DOES 1 through 10,
26 inclusive, and each of them, were residents of, doing business in, availed themselves of the
27 jurisdiction of, and/or injured a significant number of the Plaintiff, the Class, and Aggrieved
28 Employees in the State of California.

13. Plaintiff is informed and believe and thereon allege that at all relevant times each Defendant, directly or indirectly, or through agents or other persons, employed Plaintiff and the other employees described in the class definitions below, and exercised control over their wages, hours, and working conditions. Plaintiff is informed and believe and thereon allege that, at all relevant times, each Defendant was the principal, agent, partner, joint venturer, joint employer, officer, director, controlling shareholder, subsidiary, affiliate, parent corporation, successor in interest and/or predecessor in interest of some or all of the other Defendants, and was engaged with some or all of the other Defendants in a joint enterprise for profit, and bore such other relationships to some or all of the other Defendants so as to be liable for their conduct with respect to the matters alleged below. Plaintiff is informed and believe and thereon allege that each Defendant acted pursuant to and within the scope of the relationships alleged above, that each Defendant knew or should have known about, and authorized, ratified, adopted, approved, controlled, aided, and abetted the conduct of all other Defendants.

14. **III. JURISDICTION & VENUE**

14. This Court has subject matter jurisdiction over this action pursuant to California Code of Civil Procedure section 410.10.

15. The Court has personal jurisdiction over Defendants because the claims of Plaintiff, the Class, and Aggrieved Employees arise out of Defendants' business activities conducted in the State of California.

16. At all times mentioned herein, Defendants, inclusive, and each of them, were residents of, doing business in, availed themselves of the jurisdiction of, and/or injured Plaintiff, the Class, and Aggrieved Employees in the State of California.

17. Venue is appropriate in Los Angeles County, California because many of the acts and omissions that give rise to the claims for relief alleged in this action took place in Los Angeles County.

18. **IV. ALLEGATIONS COMMON TO ALL CAUSES OF ACTION**

18. Plaintiff worked for Defendants in Los Angeles County, California as an hourly-paid, non-exempt employee from approximately August 5, 2024 to approximately

1 January 28, 2025. During Plaintiff's employment for Defendants, Defendants paid Plaintiff an
2 hourly wage and classified Plaintiff as non-exempt from overtime. Defendants repeatedly and
3 frequently scheduled Plaintiff to work at least five days in a workweek and at least eight hours per
4 day, but Plaintiff also worked more than eight hours in a workday and more than 40 hours in a
5 workweek.

6 19. Throughout Plaintiff's employment, Defendants, at times, failed to pay Plaintiff for
7 all hours worked (including minimum, straight time, and overtime wages), failed to provide
8 Plaintiff with legally compliant meal periods, failed to authorize and permit Plaintiff to take rest
9 periods, failed to timely pay all final wages to Plaintiff when Defendants terminated Plaintiff's
10 employment, failed to furnish accurate wage statements to Plaintiff, and failed to indemnify
11 Plaintiff for expenditures.

12 20. Throughout the statutory period, Defendants, at times, failed to pay Plaintiff, the
13 Class, and Aggrieved Employees for all hours worked, including minimum, straight time, and
14 overtime wages. Defendants would, at times, manufacture time keeping records to falsely show
15 that Plaintiff, the Class, and Aggrieved Employees took meal periods when in fact they worked
16 "off-the-clock," uncompensated. The effect is that Plaintiff, the Class, and Aggrieved Employees
17 worked through meal periods "off-the-clock," and continued to work after they had clocked out
18 for the workday. Defendants paid Plaintiff, the Class, and Aggrieved Employees less than all their
19 work time. Some of this unpaid work should have been paid at the overtime rate. In failing to pay
20 for all hours worked, Defendants also failed to maintain accurate records of the hours Plaintiff, the
21 Class, and Aggrieved Employees worked.

22 21. Throughout the statutory period, Defendants wrongfully failed to provide Plaintiff,
23 the Class, and Aggrieved Employees with legally compliant meal periods. Defendants required
24 Plaintiff, the Class, and Aggrieved Employees to work in excess of five consecutive hours a day
25 without providing a 30-minute, uninterrupted, and duty-free meal period for every five hours of
26 work, or without compensating Plaintiff, the Class, and Aggrieved Employees for all missed meal
27 periods that were not provided by the end of the fifth hour of work or tenth hour of work. Instead,
28 Defendants continued to assert control over Plaintiff, the Class, and Aggrieved Employees by

1 requiring, pressuring, or encouraging them to perform work tasks which could not be completed
2 without working in lieu of taking mandatory meal periods, or by denying Plaintiff, the Class, and
3 Aggrieved Employees permission to take a meal period. Defendants also failed, at times, to permit
4 Plaintiff, the Class, and Aggrieved Employees to take a second meal period when they worked at
5 least ten hours of work in a workday. As described above, Defendants would manufacture time
6 keeping records to falsely show that Plaintiff, the Class, and Aggrieved Employees took meal
7 periods by the fifth hour of work or took meal periods when in fact they worked “off-the-clock”,
8 uncompensated. Accordingly, Defendants failed to provide meal periods to Plaintiff, the Class, and
9 Aggrieved Employees in compliance with California law.

10 22. Throughout the statutory period, Defendants have, at times, wrongfully failed to
11 authorize and permit Plaintiff, the Class, and Aggrieved Employees to take legally compliant rest
12 periods. Defendants required Plaintiff, the Class, and Aggrieved Employees to work in excess of
13 four consecutive hours a day without Defendants authorizing and permitting them to take a 10-
14 minute, uninterrupted, duty-free rest period for every four hours of work (or major fraction of four
15 hours), or without compensating Plaintiff, the Class, and Aggrieved Employees for rest periods
16 that were not authorized or permitted. Instead, Defendants continued to assert control over
17 Plaintiff, the Class, and Aggrieved Employees by requiring, pressuring, or encouraging them to
18 perform work tasks which could not be completed without working in lieu of taking mandatory
19 rest periods, or by denying Plaintiff, the Class, and Aggrieved Employees permission to take a rest
20 period. Accordingly, Defendants failed to authorize and permit Plaintiff, the Class, and Aggrieved
21 Employees to take rest periods in compliance with California law.

22 23. Throughout the statutory period, Defendants, at times, willfully failed and refused
23 to timely pay Plaintiff, the Class, and Aggrieved Employees all final wages due at their termination
24 of employment. In addition, Plaintiff’s final paychecks did not include payment for all
25 expenditures, minimum wage, straight time wages, overtime wages, meal period premium wages,
26 and rest period premium wages owed to Plaintiff by Defendants at the conclusion of Plaintiff’s
27 employment. On information and belief, Defendants’ failure to timely pay Plaintiff’s final wages
28 when Plaintiff’s employment terminated was not a single, isolated incident, but was instead

1 consistent with Defendants' practices that applied, at times, to Plaintiff, the Class, and Aggrieved
2 Employees.

3 24. Throughout the statutory period, Defendants failed, at times, to furnish Plaintiff, the
4 Class, and Aggrieved Employees with accurate, itemized wage statements showing all applicable
5 hourly rates, and all gross and net wages earned (including correct hours worked, correct wages
6 for meal periods that were not provided in accordance with California law, and correct wages for
7 rest periods that were not authorized and permitted to take in accordance with California law). As
8 a result of these violations of California Labor Code section 226, subdivision (a), the Plaintiff, the
9 Class, and Aggrieved Employees suffered injury because, among other things:

10 (a) the violations led them to believe that they were not entitled to be paid
11 minimum wage, straight time wages, overtime wages, meal period premium wages, and rest period
12 premium wages, even though they were entitled;

13 (b) the violations led them to believe that they had been paid the minimum wage,
14 straight time wages, overtime wages, meal period premium wages, and rest period premium wages,
15 even though they had not been;

16 (c) the violations led them to believe they were not entitled to be paid minimum
17 wage, straight time wages, overtime wages, meal period premium wages, and rest period premium
18 wages at the correct California rate even though they were entitled;

19 (d) the violations led them to believe they had been paid minimum wage,
20 straight time wages, overtime wages, meal period premium wages, and rest period premium wages
21 at the correct California rate even though they had not been;

22 (e) the violations hindered them from determining the amounts of minimum
23 wage, straight time wages, overtime wages, meal period premium wages, and rest period premium
24 wages owed to them;

25 (f) in connection with their employment before and during this action, and in
26 connection with prosecuting this action, the violations caused them to have to perform
27 mathematical computations to determine the amounts of wages owed to them, computations they
28 would not have to make if the wage statements contained the required accurate information;

(g) by understating the wages truly due to them, the violations caused them to lose entitlement and/or accrual of the full amount of Social Security, disability, unemployment, and other governmental benefits;

(h) the wage statements inaccurately understated the wages, hours, and wage rates to which Plaintiff, the Class, and Aggrieved Employees were entitled, and Plaintiff, the Class, and Aggrieved Employees were paid less than the wages and wage rates to which they were entitled.

Thus, Plaintiff, the Class, and Aggrieved Employees are owed the amounts provided for in California Labor Code section 226, subdivision (e).

25. Throughout the statutory period, Defendants have wrongfully required Plaintiff, the Class, and Aggrieved Employees to pay expenses that they incurred in direct discharge of their duties for Defendants. Plaintiff, the Class, and Aggrieved Employees paid out-of-pocket for necessary employment-related expenses.

26. Plaintiff, the Class, and Aggrieved Employees incurred substantial expenses as a direct result of performing their job duties for Defendants, but Defendants failed to indemnify Plaintiff, the Class, and Aggrieved Employees for these employment-related expenses.

V. CLASS ACTION ALLEGATIONS

27. Plaintiff brings certain claims individually, as well as on behalf of each and all other persons similarly situated, and thus, seek class certification under California Code of Civil Procedure section 382.

28. All claims alleged herein arise under California law for which Plaintiff seeks relief authorized by California law.

29. The proposed Class consists of and is defined as:

All persons who worked for any Defendant in California as an hourly-paid or non-exempt employee at any time during the period beginning four years before the filing of the initial complaint in this action and ending when notice to the Class is sent.

1 30. At all material times, Plaintiff was a member of the Class.

2 31. Plaintiff undertakes this concerted activity to improve the wages and working
3 conditions of all Class Members.

4 32. There is a well-defined community of interest in the litigation and the Class is
5 readily ascertainable:

6 (a) Numerosity: The members of the Class (and each subclass, if any) are so
7 numerous that joinder of all members would be unfeasible and impractical. The membership of the
8 entire Class is unknown to Plaintiff at this time; however, the Class is estimated to be greater than
9 forty (40) individuals and the identity of such membership is readily ascertainable by inspection
10 of Defendants' records.

11 (b) Typicality: Plaintiff is qualified to, and will, fairly and adequately protect
12 the interests of each Class Member with whom there is a shared, well-defined community of
13 interest, and Plaintiff's claims (or defenses, if any) are typical of all Class Members' claims as
14 demonstrated herein.

15 (c) Adequacy: Plaintiff is qualified to, and will, fairly and adequately protect
16 the interests of each Class Member with whom there is a shared, well-defined community of
17 interest and typicality of claims, as demonstrated herein. Plaintiff has no conflicts with or interests
18 antagonistic to any Class Member. Plaintiff's attorneys, the proposed class counsel, are versed in
19 the rules governing class action discovery, certification, and settlement. Plaintiff has incurred, and
20 throughout the duration of this action, will continue to incur costs and attorneys' fees that have
21 been, are, and will be necessarily expended for the prosecution of this action for the substantial
22 benefit of each class member.

23 (d) Superiority: A Class Action is superior to other available methods for the
24 fair and efficient adjudication of the controversy, including consideration of:

25 (1) The interests of the members of the Class in individually controlling
26 the prosecution or defense of separate actions;

27 (2) The extent and nature of any litigation concerning the controversy
28 already commenced by or against members of the Class;

(3) The desirability or undesirability of concentrating the litigation of the claims in the particular forum; and,

(4) The difficulties likely to be encountered in the management of a class action.

(e) Public Policy Considerations: The public policy of the State of California is to resolve the California Labor Code claims of many employees through a class action. Indeed, current employees are often afraid to assert their rights out of fear of direct or indirect retaliation. Former employees are also fearful of bringing actions because they believe their former employers might damage their future endeavors through negative references and/or other means. Class actions provide the class members who are not named in the complaint with a type of anonymity that allows for the vindication of their rights at the same time as their privacy is protected.

33. There are common questions of law and fact as to the Class (and each subclass, if any) that predominate over questions affecting only individual members, including without limitation, whether, as alleged herein, Defendants have:

(a) Failed to pay Class Members for all hours worked, including minimum, straight time, and overtime wages;

(b) Failed to provide meal periods and pay meal period premium wages to Class Members;

(c) Failed to authorize and permit rest periods and pay rest period premium wages to Class Members;

(d) Failed to provide Class Members with timely final wages;

(e) Failed to provide Class Members with accurate wage statements;

(f) Failed to indemnify Class Members for expenditures;

(g) Violated California Business and Professions Code sections 17200, *et. seq.* as a result of their illegal conduct as described above.

34. This Court should permit this action to be maintained as a class action pursuant to California Code of Civil Procedure section 382 because:

(a) The questions of law and fact common to the Class predominate over any question affecting only individual Class Members;

(b) A class action is superior to any other available method for the fair and efficient adjudication of the claims of the Class Members;

(c) The members of the Class are so numerous that it is impractical to bring all members of the class before the Court;

(d) Plaintiff, and the other members of the Class, will not be able to obtain effective and economic legal redress unless the action is maintained as a class action;

(e) There is a community of interest in obtaining appropriate legal and equitable relief for the statutory violations, and in obtaining adequate compensation for the damages and injuries for which Defendants are responsible in an amount sufficient to adequately compensate the members of the Class for the injuries sustained;

(f) Without class certification, the prosecution of separate actions by individual members of the Class would create a risk of:

(1) Inconsistent or varying adjudications with respect to individual members of the Class which would establish incompatible standards of conduct for Defendants; and/or,

(2) Adjudications with respect to the individual members which would, as a practical matter, be dispositive of the interests of other members not parties to the adjudications, or would substantially impair or impede their ability to protect their interests, including but not limited to the potential for exhausting the funds available from those parties who are, or may be, responsible Defendants; and,

(g) Defendants have acted or refused to act on grounds generally applicable to the Class, thereby making final injunctive relief appropriate with respect to the class as a whole.

35. Plaintiff contemplates the eventual issuance of notice to the proposed members of the Class that would set forth the subject and nature of the instant action. The Defendants' own business records may be utilized for assistance in the preparation and issuance of the contemplated

1 notices. To the extent that any further notices may be required, Plaintiff contemplates the use of
2 additional techniques and forms commonly used in class actions, such as published notice, e-mail
3 notice, website notice, first-class mail, or combinations thereof, or by other methods suitable to the
4 Class and deemed necessary and/or appropriate by the Court.

5 **VI. CAUSES OF ACTION¹**

6 **FIRST CAUSE OF ACTION**

7 **(Failure to Pay Minimum and Straight Time Wages for All Hours Worked)**

8 36. Plaintiff incorporates by reference and re-allege as if fully stated herein paragraphs
9 1 through 35 in this Complaint.

10 37. “Hours worked” is the time during which an employee is subject to the control of
11 an employer and includes all the time the employee is suffered or permitted to work, whether or
12 not required to do so.

13 38. At all relevant times herein mentioned, Defendants, at times, knowingly failed to
14 pay to Plaintiff, the Class, and Aggrieved Employees compensation for all hours they worked. By
15 their failure to pay compensation for each hour worked as alleged above, Defendants willfully
16 violated the provisions of California Labor Code section 1194, and any additional applicable Wage
17 Orders, which require such compensation to non-exempt employees.

18 39. Accordingly, Plaintiff, the Class, and Aggrieved Employees are entitled to recover
19 minimum and straight time wages for all non-overtime hours worked for Defendants.

20 40. By and through the conduct described above, Plaintiff, the Class, and Aggrieved
21 Employees have been deprived of their rights to be paid wages earned by virtue of their
22 employment with Defendants.

23 41. By virtue of the Defendants’ unlawful failure to pay additional compensation to
24 Plaintiff, the Class, and Aggrieved Employees for their non-overtime hours worked without pay,
25 Plaintiff, the Class, and Aggrieved Employees suffered, and will continue to suffer, damages in
26
27

28 ¹ Unless otherwise stated, Plaintiffs assert all causes of action against all Defendants.

1 amounts which are presently unknown to Plaintiff, the Class, and Aggrieved Employees, and which
2 will be ascertained according to proof at trial.

3 42. By failing to keep adequate time records required by California Labor Code section
4 1174, subdivision (d), Defendants have made it difficult to calculate the full extent of minimum
5 wage compensation due Plaintiff, the Class, and Aggrieved Employees.

6 43. Pursuant to California Labor Code section 1194.2, Plaintiff, the Class, and
7 Aggrieved Employees are entitled to recover liquidated damages (double damages) for
8 Defendants' failure to pay minimum wages.

9 44. California Labor Code section 204 requires employers to provide employees with
10 all wages due and payable twice a month. Throughout the statute of limitations period applicable
11 to this cause of action, Plaintiff, the Class, and Aggrieved Employees were entitled to be paid twice
12 a month at rates required by law, including minimum and straight time wages. However,
13 Defendants failed and refused to pay Plaintiff, the Class, and Aggrieved Employees all such wages
14 due and failed to pay those wages twice a month.

15 45. Plaintiff, the Class, and Aggrieved Employees are also entitled to seek recovery of
16 all unpaid minimum and straight time wages, interest, and reasonable attorneys' fees and costs
17 pursuant to California Labor Code sections 218.5, 218.6, and 1194, subdivision (a).

18 **SECOND CAUSE OF ACTION**

19 **(Failure to Pay Overtime Wages)**

20 46. Plaintiff incorporates by reference and re-allege as if fully stated herein paragraphs
21 1 through 45 in this Complaint.

22 47. California Labor Code section 510 provides that employees in California shall not
23 be employed more than eight hours in any workday or 40 hours in a workweek unless they receive
24 additional compensation beyond their regular wages in amounts specified by law.

25 48. California Labor Code sections 1194 and 1198 provide that employees in California
26 shall not be employed more than eight hours in any workday unless they receive additional
27 compensation beyond their regular wages in amounts specified by law. Additionally, California
28

1 Labor Code section 1198 states that the employment of an employee for longer hours than those
2 fixed by the IWC is unlawful.

3 49. At all times relevant hereto, Plaintiff, the Class, and Aggrieved Employees have, at
4 times, worked more than eight hours in a workday and/or more than 40 hours in a workweek, as
5 employees of Defendants.

6 50. At all times relevant hereto, Defendants failed to pay Plaintiff, the Class, and
7 Aggrieved Employees overtime compensation for the hours they have worked in excess of the
8 maximum hours permissible by law as required by California Labor Code sections 510 and 1198.

9 51. By virtue of Defendants' unlawful failure to pay additional premium rate
10 compensation to the Plaintiff, the Class, and Aggrieved Employees for their overtime hours
11 worked, Plaintiff, the Class, and Aggrieved Employees have suffered, and will continue to suffer,
12 damages in amounts which are presently unknown to them, but which exceed the jurisdictional
13 minimum of this Court and which will be ascertained according to proof at trial.

14 52. By failing to keep adequate time records required by Labor Code section 1174
15 subdivision (d), Defendants have made it difficult to calculate the full extent of overtime
16 compensation due to Plaintiff, the Class, and Aggrieved Employees.

17 53. Plaintiff, the Class, and Aggrieved Employees also request recovery of overtime
18 compensation according to proof, interest, attorneys' fees and costs pursuant to California Labor
19 Code section 1194, subdivision (a), as well as the assessment of any statutory penalties against
20 Defendants, in a sum as provided by the California Labor Code and/or other statutes.

21 54. California Labor Code section 204 requires employers to provide employees with
22 all wages due and payable twice a month. The Wage Orders also provide that every employer shall
23 pay to each employee, on the established payday for the period involved, overtime wages for all
24 overtime hours worked in the payroll period. Defendants failed to provide Plaintiff, the Class, and
25 Aggrieved Employees with all compensation due, in violation of California Labor Code section
26 204.
27
28

THIRD CAUSE OF ACTION
(Failure to Provide Meal Periods)

55. Plaintiff incorporates by reference and re-allege as if fully stated herein paragraphs 1 through 54 in this Complaint.

56. Under California law, Defendants have an affirmative obligation to relieve the Plaintiff, the Class, and Aggrieved Employees of all duty in order to take their first daily meal periods no later than at the end of Plaintiff, the Class, and Aggrieved Employees's fifth hour of work in a workday, and to take their second meal periods no later than at the end of the tenth hour of work in the workday. California Labor Code section 512, and Section 11 of the applicable Wage Orders require that an employer provide unpaid meal periods of at least 30 minutes for each five-hour period worked. It is a violation of California Labor Code section 226.7 for an employer to require any employee to work during any meal period mandated under any Wage Order.

57. Despite these legal requirements, Defendants, at times, failed to provide Plaintiff, the Class, and Aggrieved Employees with both meal periods as required by California law. By their failure to permit and authorize Plaintiff, the Class, and Aggrieved Employees to take all meal periods as alleged above (or due to the fact that Defendants, at times, made it impossible or impracticable to take these uninterrupted meal periods), Defendants willfully violated the provisions of California Labor Code section 226.7 and the applicable Wage Orders.

58. Under California law, Plaintiff, the Class, and Aggrieved Employees are entitled to be paid one hour of additional wages for each workday they were not provided with all required meal period(s), plus interest thereon.

FOURTH CAUSE OF ACTION
(Failure to Authorize and Permit Rest Periods)

59. Plaintiff incorporates by reference and re-allege as if fully stated herein paragraphs 1 through 58 in this Complaint.

60. Defendants are required by California law to authorize and permit breaks of ten uninterrupted minutes for each four hours of work or major fraction of four hours (i.e. more than two hours). California Labor Code section 512, the applicable Wage Orders require that the

1 employer permit and authorize all employees to take paid rest periods of ten minutes each for each
2 4-hour period worked. Thus, for example, if an employee's work time is six hours and ten minutes,
3 the employee is entitled to two rest breaks. Each failure to authorize rest breaks as so required is
4 itself a violation of California's rest break laws. It is a violation of California Labor Code section
5 226.7 for an employer to require any employee to work during any rest period mandated under any
6 Wage Order.

7 61. Despite these legal requirements, Defendants at times failed to authorize Plaintiff,
8 the Class, and Aggrieved Employees to take rest breaks, regardless of whether employees worked
9 more than four hours in a workday. By their failure to permit and authorize Plaintiff, the Class, and
10 Aggrieved Employees to take rest periods as alleged above (or due to the fact that Defendants, at
11 times, made it impossible or impracticable to take these uninterrupted rest periods), Defendants
12 willfully violated the provisions of California Labor Code section 226.7 and the applicable Wage
13 Orders.

14 62. Under California law, Plaintiff, the Class, and Aggrieved Employees are entitled to
15 be paid one hour of premium wages rate for each workday they were not provided with all required
16 rest break(s), plus interest thereon.

17 **FIFTH CAUSE OF ACTION**

18 **(Failure to Pay Wages of Discharged Employees – Waiting Time Penalties)**

19 63. Plaintiff incorporates by reference and re-allege as if fully stated herein paragraphs
20 1 through 62 in this Complaint.

21 64. At all times herein set forth, California Labor Code sections 201 and 202 provide
22 that if an employer discharges an employee, the wages earned and unpaid at the time of discharge
23 are due and payable immediately, and that if an employee voluntarily leaves his or her employment,
24 his or her wages shall become due and payable not later than 72 hours thereafter, unless the
25 employee has given 72 hours previous notice of his or her intention to quit, in which case the
26 employee is entitled to his or her wages at the time of quitting.

27 65. Within the applicable statute of limitations, the employment of many other members
28 of the Class ended, i.e., was terminated by quitting or discharge, and the employment of others will

1 be. However, during the relevant time period, Defendants, at times, failed, and continue to fail, to
2 pay terminated Class Members and Aggrieved Employees, without abatement, all wages required
3 to be paid by California Labor Code sections 201 and 202 either at the time of discharge, or within
4 72 hours of their leaving Defendants' employ. Plaintiff does not allege that all of the Class
5 Members and Aggrieved Employees were so harmed.

6 66. Defendants' failure to pay Class Members and Aggrieved Employees who are no
7 longer employed by Defendants their wages earned and unpaid at the time of discharge, or within
8 72 hours of their leaving Defendants' employ, is in violation of California Labor Code sections
9 201 and 202.

10 67. California Labor Code section 203 provides that if an employer willfully fails to pay
11 wages owed, in accordance with sections 201 and 202, then the wages of the employee shall
12 continue as a penalty wage from the due date, and at the same rate until paid or until an action is
13 commenced; but the wages shall not continue for more than 30 days.

14 68. Pursuant to California Labor Code section 203, the Class is entitled to recover from
15 Defendants their additionally accruing wages for each day they were not paid, at their regular
16 hourly rate of pay, up to 30 days maximum.

17 69. Pursuant to California Labor Code sections 218.5, 218.6 and 1194, the Class is also
18 entitled to an award of reasonable attorneys' fees, interest, expenses, and costs incurred in this
19 action.

20 **SIXTH CAUSE OF ACTION**

21 **(Failure to Provide and Maintain Accurate and Compliant Wage Records)**

22 70. Plaintiff incorporates by reference and re-allege as if fully stated herein paragraphs
23 1 through 69 in this Complaint.

24 71. At all material times set forth herein, California Labor Code section 226,
25 subdivision (a) provides that every employer shall furnish each of his or her employees an accurate
26 itemized wage statement in writing showing nine pieces of information, including: (1) gross wages
27 earned, (2) total hours worked by the employee, (3) the number of piece-rate units earned and any
28 applicable piece rate if the employee is paid on a piece-rate basis, (4) all deductions, provided that

1 all deductions made on written orders of the employee may be aggregated and shown as one item,
2 (5) net wages earned, (6) the inclusive dates of the period for which the employee is paid, (7) the
3 name of the employee and the last four digits of his or her social security number or an employee
4 identification number other than a social security number, (8) the name and address of the legal
5 entity that is the employer, and (9) all applicable hourly rates in effect during the pay period and
6 the corresponding number of hours worked at each hourly rate by the employee.

7 72. Defendants have, at times, intentionally and willfully failed to provide employees
8 with complete and accurate wage statements. The deficiencies include, among other things, the
9 failure to correctly identify the gross wages earned by Plaintiff, the Class, and Aggrieved
10 Employees, the failure to list the true “total hours worked by the employee,” and the failure to list
11 the true net wages earned. Plaintiff does not allege that all of the Class Members and Aggrieved
12 Employees were so harmed.

13 73. As a result of Defendants’ violation of California Labor Code section 226,
14 subdivision (a), Plaintiff, the Class, and Aggrieved Employees have suffered injury and damage to
15 their statutorily protected rights.

16 74. Specifically, Plaintiff, the Class, and Aggrieved Employees have been injured by
17 Defendants’ intentional violation of California Labor Code subdivision 226, subdivision (a)
18 because Plaintiff, the Class, and Aggrieved Employees were denied both their legal right to receive,
19 and their protected interest in receiving, accurate, itemized wage statements under California Labor
20 Code subdivision 226, subdivision (a).

21 75. Calculation of the true wage entitlement for Plaintiff, the Class, and Aggrieved
22 Employees is difficult and time consuming. As a result of this unlawful burden, Plaintiff, the Class,
23 and Aggrieved Employees were also injured as a result of having to bring this action to attempt to
24 obtain correct wage information following Defendants’ refusal to comply with many of the
25 mandates of California’s Labor Code and related laws and regulations.

26 76. Plaintiff, the Class, and Aggrieved Employees are entitled to recover from
27 Defendants the greater of their actual damages caused by Defendants’ failure to comply with
28

California Labor Code section 226, subdivision (a), or an aggregate penalty not exceeding \$4,000 per employee.

77. Plaintiff, the Class, and Aggrieved Employees are also entitled to injunctive relief, as well as an award of attorney's fees and costs to ensure compliance with this section, pursuant to California Labor Code section 226, subdivision (h).

SEVENTH CAUSE OF ACTION

(Failure to Indemnify Employees for Expenditures)

78. Plaintiff incorporates by reference and re-allege as if fully stated herein paragraphs 1 through 77 in this Complaint.

79. As set forth above, Plaintiff, the Class, and Aggrieved Employees were required to incur substantial necessary expenditures and losses in direct consequence of the discharge of their duties or of their obedience to directions of Defendants.

80. Defendants violated California Labor Code section 2802, by failing to pay and indemnify Plaintiff, the Class, and Aggrieved Employees for necessary expenditures and losses incurred in direct consequence of the discharge of their duties or of their obedience to directions of Defendants.

81. As a result, Plaintiff, the Class, and Aggrieved Employees were damaged at least in the amounts of the expenses they paid, or which were deducted by Defendants from their wages.

82. Plaintiff, the Class, and Aggrieved Employees are entitled to reasonable attorney's fees, expenses, and costs of suit pursuant to California Labor Code section 2802, subdivision (c) and interest pursuant to California Labor Code section 2802, subdivision (b).

EIGHTH CAUSE OF ACTION

(Violation of California Business & Professions Code §§ 17200, *et seq.*)

83. Plaintiff incorporates by reference and re-allege as if fully stated herein paragraphs 1 through 82 in this Complaint.

84. Defendants, and each of them, are "persons" as defined under California Business and Professions Code section 17201.

85. Defendants' conduct, as alleged herein, has been, and continues to be, unfair, unlawful, and harmful to Plaintiff, Class Members, and Aggrieved Employees, and to the general public. Plaintiff seeks to enforce important rights affecting the public interest within the meaning of Code of Civil Procedure section 1021.5.

86. Defendants' activities, as alleged herein, are violations of California law, and constitute unlawful business acts and practices in violation of California Business and Professions Code sections 17200, *et seq.*

87. A violation of California Business and Professions Code sections 17200, *et seq.* may be predicated on the violation of any state or federal law. All the acts described herein as violations of, among other things, the California Labor Code, are unlawful and in violation of public policy; and in addition are immoral, unethical, oppressive, fraudulent and unscrupulous, and thereby constitute unfair, unlawful and/or fraudulent business practices in violation of California Business and Professions Code sections 17200, *et seq.*

Failure to Pay Minimum and Straight Time Wages

88. Defendants' failure to pay minimum and straight time wages, and other benefits in violation of the California Labor Code constitutes unlawful and/or unfair activity prohibited by California Business and Professions Code sections 17200, *et seq.*

Failure to Pay Overtime Wages

89. Defendants' failure to pay overtime compensation and other benefits in violation of California Labor Code sections 510, 1194, and 1198 constitutes unlawful and/or unfair activity prohibited by California Business and Professions Code sections 17200, *et seq.*

Failure to Provide Meal Periods

90. Defendants' failure to provide meal periods in accordance with California Labor Code sections 226.7 and 512, and the IWC Wage Orders, as alleged above, constitutes unlawful and/or unfair activity prohibited by California Business and Professions Code sections 17200, *et seq.*

1 **Failure to Authorize and Permit Rest Periods**

2 91. Defendants' failure to authorize and permit rest periods in accordance with
3 California Labor Code section 226.7 and the IWC Wage Orders, as alleged above, constitutes
4 unlawful and/or unfair activity prohibited by Business and Professions Code sections 17200, *et*
5 *seq.*

6 **Failure to Indemnify Business Expenses**

7 92. Defendants' failure to reimburse expenses incurred in accordance with California
8 Labor Code section 2802, as alleged above, constitutes unlawful and/or unfair activity prohibited
9 by California Business and Professions Code sections 17200, *et seq.*

10 93. By and through their unfair, unlawful and/or fraudulent business practices described
11 herein, Defendants, have obtained valuable property, money and services from Plaintiff, and all
12 persons similarly situated, and have deprived Plaintiff, and all persons similarly situated, of
13 valuable rights and benefits guaranteed by law, all to their detriment.

14 94. Plaintiff, the Class, and Aggrieved Employees Members suffered monetary injury
15 as a direct result of Defendants' wrongful conduct.

16 95. Plaintiff, individually, and on behalf of members of the putative Class, are entitled
17 to, and do, seek such relief as may be necessary to disgorge money and/or property which the
18 Defendants have wrongfully acquired, or of which Plaintiff, the Class, and Aggrieved Employees
19 have been deprived, by means of the above-described unfair, unlawful and/or fraudulent business
20 practices. Plaintiff, the Class, and Aggrieved Employees are not obligated to establish individual
21 knowledge of the wrongful practices of Defendants in order to recover restitution.

22 96. Plaintiff, individually, and on behalf of members of the putative class, are further
23 entitled to, and do, seek a declaration that the above-described business practices are unfair,
24 unlawful and/or fraudulent, and injunctive relief restraining the Defendants, and each of them,
25 from engaging in any of the above-described unfair, unlawful and/or fraudulent business practices
26 in the future.

27 97. Plaintiff, individually, and on behalf of members of the putative class, have no plain,
28 speedy, and/or adequate remedy at law to redress the injuries which the Class Members and

Aggrieved Employees suffered as a consequence of the Defendants' unfair, unlawful and/or fraudulent business practices. As a result of the unfair, unlawful and/or fraudulent business practices described above, Plaintiff, individually, and on behalf of members of the putative Class, have suffered and will continue to suffer irreparable harm unless the Defendants are restrained from continuing to engage in said unfair, unlawful and/or fraudulent business practices.

98. Plaintiff also alleges that if Defendants are not enjoined from the conduct set forth herein above, they will continue to avoid paying the appropriate taxes, insurance and other withholdings.

99. Pursuant to California Business and Professions Code sections 17200, *et seq.*, Plaintiff and putative Class Members and Aggrieved Employees are entitled to restitution of the wages withheld and retained by Defendants during a period that commences four years prior to the filing of this complaint; a permanent injunction requiring Defendants to pay all outstanding wages due to Plaintiff, Class Members, and Aggrieved Employees; an award of attorneys' fees pursuant to California Code of Civil Procedure section 1021.5 and other applicable laws; and an award of costs.

NINTH CAUSE OF ACTION

(Civil Penalties Under the Private Attorneys General Act of 2004, Cal. Lab. Code, §§ 2698, *et seq.*)

100. Plaintiff incorporates by reference and re-allege as if fully stated herein paragraphs 1 through 99 in this Complaint.

101. At all times herein mentioned, Defendants were subject to the California Labor Code and the applicable IWC Wage Orders.

102. California Labor Code section 2699, subdivision (a) specifically provides for a private right of action to recover penalties for violations of the California Labor Code: "Notwithstanding any other provision of law, any provision of this code that provides for a civil penalty to be assessed and collected by the Labor and Workforce Development Agency or any of its departments, divisions, commissions, boards, agencies, or employees, for a violation of this code, may as an alternative, be recovered through a civil action brought by an aggrieved employee

1 on behalf of the employee and other current or former employees against whom a violation of the
2 same provision was committed pursuant to the procedures specified in Section 2699.3.”

3 103. Plaintiff has exhausted her administrative remedies pursuant to California Labor
4 Code section 2699.3. On or about February 26, 2025, Plaintiff gave written notice by online filing
5 to the Labor and Workforce Development Agency (LWDA) and by certified mail to Defendants
6 of the specific provisions of the California Labor Code that Defendants have violated against
7 Plaintiff and current and former Aggrieved Employees, including the facts and theories to support
8 the violations. Attached hereto as **Exhibit 1** is a true and correct copy of Plaintiff’s written
9 submission to the LWDA and Defendants. Plaintiff also paid the filing fee on or about February
10 26, 2025. Plaintiff’s PAGA case number is LWDA-CM-1082621-25.

11 104. More than 65 days has elapsed since Plaintiff provided notice, but the Labor and
12 Workforce Development Agency has not indicated that it intends to investigate Defendants’ Labor
13 Code violations discussed in the notices. Accordingly, Plaintiff may commence a civil action to
14 recover penalties under California Labor Code section 2699 pursuant to section 2699.3 for the
15 violations of the Labor Code described in this Complaint. Thus, pursuant to California Labor Code
16 section 2699, subdivision (a), Plaintiff for himself and all current and former Aggrieved
17 Employees, seeks recovery of any and all applicable civil penalties for Defendants’ violation of
18 California Labor Code sections 226, 226.3, 226.7, 558, 1197.1, 2699, 2800, and 2802.

19 105. In addition, Plaintiff seeks penalties for Defendants’ violation of California Labor
20 Code section 1174, subdivision (d). Pursuant to California Labor Code section 1174.5, any person,
21 including any entity, employing labor who willfully fails to maintain accurate and complete records
22 required by California Labor Code section 1174 is subject to a penalty under section 1174.5.
23 Pursuant to the applicable IWC Order section 7, subdivision (A)(3), every employer shall keep
24 time records showing when the employee begins and ends each work period. Meal periods, and
25 total hours worked daily shall also be recorded. Additionally, pursuant to the applicable IWC Order
26 section 7, subdivision (A)(5), every employer shall keep total hours worked in the payroll period
27 and applicable rates of pay.
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1 106. During the time period of employment for Plaintiff and the Aggrieved Employees,
2 Defendants failed to maintain records pursuant to the California Labor Code and IWC Orders by
3 failing to maintain accurate records showing meal periods, and accurate records showing when
4 employees begin and end each work period. Defendants' failure to provide and maintain records
5 required by the California Labor Code and IWC Wage Orders deprived Plaintiff and the Aggrieved
6 Employees the ability to know, understand and question the accuracy and frequency of meal
7 periods, and the accuracy of their hours worked stated in Defendants' records. Therefore, Plaintiff
8 and the Aggrieved Employees had no way to dispute the resulting failure to pay wages, all of which
9 resulted in an unjustified economic enrichment to Defendants. As a direct result, Plaintiff and the
10 Aggrieved Employees have suffered and continue to suffer, substantial losses related to the use
11 and enjoyment of such wages, lost interest on such wages and expenses and attorney's fees in
12 seeking to compel Defendants to fully perform their obligation under state law, all to their
13 respective damage in amounts according to proof at trial. Because of Defendants' knowing failure
14 to comply with the California Labor Code and applicable IWC Wage Orders, Plaintiff and the
15 Aggrieved Employees have also suffered an injury in that they were prevented from knowing,
16 understanding, and disputing the wage payments paid to them.

17 107. Based on the conduct described in this Complaint, Plaintiff is entitled to an award
18 of civil penalties on behalf of the State of California and similarly Aggrieved Employees of
19 Defendants. The exact amount of the applicable penalties, in all, is in an amount to be shown
20 according to proof at trial. These penalties are in addition to all other remedies permitted by law.

21 108. In addition, Plaintiff seeks an award of reasonable attorney's fees and costs pursuant
22 to California Labor Code section 2699, subdivision (g)(1) which states, "Any employee who
23 prevails in any action shall be entitled to an award of reasonable attorney's fees and costs."
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1 **VII. PRAYER FOR RELIEF**

2 Plaintiff, individually, and on behalf of all others similarly situated, prays for relief and
3 judgment against Defendants, jointly and severally, as follows:

4 Class Certification

5 1. That this action be certified as a class action with respect to the First, Second, Third,
6 Fourth, Fifth, Sixth, Seventh, and Eighth Causes of Action;

7 2. That Plaintiff be appointed as the representative of the Class; and,

8 3. That counsel for Plaintiff be appointed as Class Counsel.

9 As to the First Cause of Action

10 4. That the Court declare, adjudge, and decree that Defendants violated California
11 Labor Code section 204 and 1194 and applicable IWC Wage Orders by willfully failing to pay all
12 minimum and straight time wages due;

13 5. For unpaid wages as may be appropriate;

14 6. For pre-judgment interest on any unpaid compensation commencing from the date
15 such amounts were due;

16 7. For penalties, restitution, and liquidated damages pursuant to California Labor Code
17 section 1197.1;

18 8. For liquidated damages;

19 9. For reasonable attorneys' fees and for costs of suit incurred herein pursuant to
20 California Labor Code section 1194, subdivision (a); and,

21 10. For such other and further relief as the Court may deem equitable and appropriate.

22 As to the Second Cause of Action

23 11. That the Court declare, adjudge, and decree that Defendants violated California
24 Labor Code sections 510 and 1198 and applicable IWC Wage Orders by willfully failing to pay all
25 overtime wages due;

26 12. For unpaid wages at overtime wage rates as may be appropriate;

27 13. For pre-judgment interest on any unpaid overtime compensation commencing from
28 the date such amounts were due;

14. For reasonable attorneys' fees and for costs of suit incurred herein pursuant to California Labor Code section 1194, subdivision (a); and,

15. For such other and further relief as the Court may deem equitable and appropriate.

As to the Third Cause of Action

16. That the Court declare, adjudge, and decree that Defendants violated California Labor Code sections 226.7 and 512, and the IWC Wage Orders;

17. For unpaid meal period premium wages as may be appropriate;

18. For pre-judgment interest on any unpaid compensation commencing from the date such amounts were due;

19. For reasonable attorneys' fees under California Code of Civil Procedure section 1021.5, and for costs of suit incurred herein; and,

20. For such other and further relief as the Court may deem equitable and appropriate.

As to the Fourth Cause of Action

21. That the Court declare, adjudge, and decree that Defendants violated California Labor Code sections 226.7 and 512, and the IWC Wage Orders;

22. For unpaid rest period premium wages as may be appropriate;

23. For pre-judgment interest on any unpaid compensation commencing from the date such amounts were due;

24. For reasonable attorneys' fees under California Code of Civil Procedure section 1021.5, and for costs of suit incurred herein; and,

25. For such other and further relief as the Court may deem equitable and appropriate.

As to the Fifth Cause of Action

26. That the Court declare, adjudge and decree that Defendants violated California Labor Code sections 201, 202, and 203 by willfully failing to pay all compensation owed at the time of termination of the employment;

27. For statutory wage penalties pursuant to California Labor Code section 203 for former employees who have left Defendants' employ;

28. For pre-judgment interest on any unpaid wages from the date such amounts were due;

29. For reasonable attorneys' fees and for costs of suit incurred herein; and,

30. For such other and further relief as the Court may deem equitable and appropriate.

As to the Sixth Cause of Action

31. That the Court declare, adjudge, and decree that Defendants violated the record keeping provisions of California Labor Code section 226(a) and applicable IWC Wage Orders, and willfully failed to provide accurate itemized wage statements thereto;

32. For all actual damages, according to proof;

33. For statutory penalties pursuant to California Labor Code section 226, subdivision (e);

34. For injunctive relief to ensure compliance with this section, pursuant to California Labor Code section 226, subdivision (h);

35. For reasonable attorneys' fees and for costs of suit incurred herein; and,

36. For such other and further relief as the Court may deem equitable and appropriate.

As to the Seventh Cause of Action

37. That the Court declare, adjudge, and decree that Defendants violated California Labor Code section 2802 by willfully failing to indemnify employees for expenditures;

38. For unpaid wages or unreimbursed business expenses as may be appropriate;

39. For pre-judgment interest on any unpaid compensation commencing from the date such amounts were due;

40. For reasonable attorneys' fees and for costs of suit incurred herein; and,

41. For such other and further relief as the Court may deem equitable and appropriate.

As to the Eighth Cause of Action

42. That the Court declare, adjudge, and decree that Defendants violated California Business and Professions Code sections 17200, *et seq.* by failing to pay for all hours worked (minimum, straight time, and overtime wages), failing to provide meal periods, and failing to authorize and permit rest periods;

1 43. For restitution of unpaid wages to Plaintiff and all Class Members and prejudgment
2 interest from the day such amounts were due and payable;

3 44. For the appointment of a receiver to receive, manage and distribute any and all funds
4 disgorged from Defendants and determined to have been wrongfully acquired by Defendants as a
5 result of violations of California Business and Professions Code sections 17200, *et seq.*;

6 45. For reasonable attorneys' fees and costs of suit incurred herein pursuant to
7 California Code of Civil Procedure section 1021.5;

8 46. For injunctive relief to ensure compliance with this section, pursuant to California
9 Business and Professions Code sections 17200, *et seq.*; and,

10 47. For such other and further relief as the Court may deem equitable and appropriate.

11 As to the Ninth Cause of Action

12 48. That the Court declare, adjudge, and decree that Defendants violated the California
13 Labor Code by failing to pay wages for all hour worked (including minimum, straight time, and
14 overtime wages), failing to provide meal periods, failing to authorize and permit rest periods,
15 failing to furnish accurate wage statements, and failing to indemnify employees for expenditures;

16 49. For all civil penalties pursuant to California Labor Code sections 2699, *et seq.*, and
17 all other applicable Labor Code provisions;

18 50. For reasonable attorneys' fees and costs of suit incurred herein pursuant to
19 California Labor Code section 2699; and;

20 51. For such other and further relied as the Court may deem equitable and appropriate.
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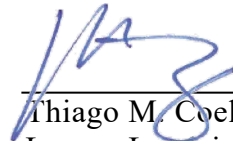
As to all Causes of Action

52. For any additional relief that the Court deems just and proper.

Dated: May 21, 2025

Respectfully submitted,

WILSHIRE LAW FIRM, PLC



Thiago M. Coelho

Lauren Lenzion

Jesenia A. Martinez

Jesse S. Chen

*Attorneys for Plaintiff and the Putative
Class*

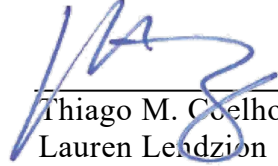
DEMAND FOR JURY TRIAL

Plaintiff demands a trial by jury as to all causes of action triable by jury.

Dated: May 21, 2025

Respectfully submitted,

WILSHIRE LAW FIRM, PLC



Thiago M. Coelho

Lauren Lendzion

Jesenia A. Martinez

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Class*

EXHIBIT 1

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February 26, 2025

LWDA
Attn. PAGA Administrator
1515 Clay Street, Ste. 801
Oakland, CA 94612
(Via Online Submission)

Preschool Partners, LLC
c/o Agent for Service of Process
Stephen D. Nordel
2815 Manhattan Beach Boulevard
Gardena, CA 90249
(Via Certified Mail, Return Receipt Requested)
#9489 0090 0027 6637 9779 33

Preschool Partners, LLC
4141 W. El Segundo Boulevard
Hawthorne, CA 90250
(Via Certified Mail, Return Receipt Requested)
#9489 0090 0027 6637 9779 26

Re: *Jazmia Steagall v. Preschool Partners, LLC*
Notice of California Labor Code Violations and PAGA Penalties

To Whom It May Concern:

Please be advised that my office has been retained by Jazmia Steagall to pursue a California Labor Code Private Attorneys General Act ("PAGA"), Cal. Lab. Code, §§ 2699, *et seq.* representative action against Ms. Steagall's former employer, Preschool Partners, LLC ("Preschool Partners"). The purpose of this letter is to comply with PAGA and set forth the facts and theories of California Labor Code violations which we allege Preschool Partners engaged in with respect to Ms. Steagall and all other persons who worked for Preschool Partners in California as a non-exempt or hourly-paid employee at any time within the applicable statutory period (the "Aggrieved Employees").

Ms. Steagall wishes to pursue this action as an aggrieved employee, on behalf of the State of California, as well as on behalf of all Aggrieved Employees.

Ms. Steagall and the Aggrieved Employees suffered the California Labor Code violations described below.

Ms. Steagall's Employment with Preschool Partners

Preschool Partners owns or owned and operates or operated an industry, business, and establishment within the State of California. As such and based upon all the facts and circumstances incident to Preschool Partners' business in California, Preschool Partners is subject to the California Labor Code, Wage Orders issued by the Industrial Welfare Commission (IWC), and the California Business and Professions Code.

Ms. Steagall worked for Preschool Partners in California as an hourly-paid, non-exempt employee from August 2016 to August 2024. During Ms. Steagall's employment for Preschool Partners, Preschool Partners paid Ms. Steagall an hourly wage and classified Ms. Steagall as non-exempt from overtime.

Throughout Ms. Steagall's employment, Preschool Partners: failed to pay for all hours worked (including minimum, straight time, and overtime wages); failed to provide Ms. Steagall with legally compliant meal periods (and pay corresponding meal period premium wages at the correct rate of pay); failed to authorize and permit Ms. Steagall to take rest periods; failed to include all non-discretionary remuneration when calculating overtime pay, sick pay, and meal and rest period premium pay; failed to timely pay all final wages to Ms. Steagall when Preschool Partners terminated Ms. Steagall's employment; failed to furnish accurate wage statements to Ms. Steagall; and failed to indemnify Ms. Steagall for expenditures. As discussed below, Ms. Steagall's experience working for Preschool Partners was typical and illustrative.

**Preschool Partners Failed to Pay for All Hours Worked,
Including Minimum, Straight Time, and Overtime Wages**

Under California law, an employer must pay for all hours worked by an employee. "Hours worked" is the time during which an employee is subject to the control of an employer, and includes all the time the employee is suffered or permitted to work, whether or not required to do so.

In addition, California Labor Code section 510 provides that employees in California shall not be employed more than eight hours in any workday or 40 hours in a workweek unless they receive additional compensation beyond their regular wages in amounts specified by law.

California Labor Code sections 1194 and 1198 also provide that employees in California shall not be employed more than eight hours in any workday unless they receive additional compensation beyond their regular wages in amounts specified by law. Additionally, section 1198 states that the employment of an employee for longer hours than those fixed by the IWC is unlawful.

Throughout the statutory period, Preschool Partners maintained a policy and practice of not paying Ms. Steagall and the Aggrieved Employees for all hours worked, including minimum, straight time, and overtime wages. Preschool Partners required Ms. Steagall and the Aggrieved Employees to work "off-the-clock", uncompensated, by, for example, requiring Ms. Steagall and the Aggrieved Employees to perform work during unpaid meal periods. Some of this unpaid work should have been paid at the overtime rate. In failing to pay for all hours worked, Preschool Partners also failed to maintain accurate records of the hours Ms. Steagall and the Aggrieved Employees worked.

The failure to pay for all hours worked also includes a system of time rounding and/or synthetic timekeeping that resulted in unpaid compensation for time worked pre-shift, post-shift, and when meal periods were supposedly recorded. If proven to be implemented by Preschool Partners, this system resulted, over a period of time, in failing to compensate Ms. Steagall and the Aggrieved Employees properly for all the time they have actually worked even though the realities of Preschool Partners' operations are such that it is possible, practical, and feasible to count and pay for work time to the minute. Accordingly, this system frequently paid Ms. Steagall and the Aggrieved Employees less than all their work time. Some of this unpaid work also should have been paid at the overtime rate. In failing to pay for all hours worked, again Preschool Partners may have also failed to maintain accurate records of the hours Ms. Steagall and the Aggrieved Employees worked.

As a result, Preschool Partners is liable to Ms. Steagall and the Aggrieved Employees for the civil penalties provided for in California Labor Code sections 210, 1197.1, and 2699, subdivision (f)(2) for failing to pay for all hours worked, including minimum, straight time, and overtime wages.

Failure to Provide Meal Periods

Under California law, employers have an affirmative obligation to relieve employees of all duty in order to take their first 30-minute, duty-free meal periods no later than the start of sixth hour of work in a workday, and to allow employees to take their second 30-minute, duty-free meal period no later than the start of the eleventh hour of work in the workday. Further, employees are entitled to be paid one hour of additional wages for each workday they were not provided with all required meal period(s).

Despite these legal requirements, Preschool Partners wrongfully failed to provide Ms. Steagall and the Aggrieved Employees with legally compliant meal periods. Preschool Partners regularly, but not always, required Ms. Steagall and the Aggrieved Employees to work in excess of five consecutive hours a day without providing a 30-minute, uninterrupted, and duty-free meal period for every five hours of work, or without compensating Ms. Steagall and the Aggrieved Employees for meal periods that were not provided by the end of the fifth hour of work or tenth hour of work. Instead, Preschool Partners continued to assert control over Ms. Steagall and the Aggrieved Employees by requiring, pressuring, or encouraging them to perform work tasks which could not be completed without working in lieu of taking mandatory meal periods, or by denying Ms. Steagall and the Aggrieved Employees permission to take a meal period. Accordingly, Preschool Partners' policy and practice was not to provide meal periods to Ms. Steagall and the Aggrieved Employees in compliance with California law.

Ms. Steagall and the Aggrieved Employees are thus entitled to be paid one hour of additional wages for each workday he or she was not provided with all required meal period(s). Preschool Partners, however, regularly failed to pay Ms. Steagall and the Aggrieved Employees the additional wages to which they were entitled for meal periods and that were not provided.

As a result, Preschool Partners is liable to Ms. Steagall and the Aggrieved Employees for the civil penalties provided for in California Labor Code sections 210 and 2699, subdivision (f)(2) for failing to provide meal periods and pay meal period premium wages.

Failure to Authorize and Permit Rest Periods

Employers are required by California law to authorize and permit breaks of 10 uninterrupted minutes for each four hours of work or major fraction of four hours (i.e. more than two hours). Thus, for example, if an employee's work time is six hours and ten minutes, the employee is entitled to two rest breaks. Each failure to authorize rest breaks as so required is itself a violation of California's rest break laws.

Throughout the statutory period, Preschool Partners has wrongfully failed to authorize and permit Ms. Steagall and the Aggrieved Employees to take legally compliant rest periods. Preschool Partners regularly required Ms. Steagall and the Aggrieved Employees to work in excess of four consecutive hours a day without Preschool Partners authorizing and permitting them to take a 10-minute, uninterrupted, duty-free rest period for every four hours of work (or major fraction of four hours), or without compensating Ms. Steagall and the Aggrieved Employees for rest periods that were not authorized or permitted. Instead, Preschool Partners continued to assert control over Ms. Steagall and the Aggrieved Employees by

requiring, pressuring, or encouraging them to perform work tasks which could not be completed without working in lieu of taking mandatory rest periods, or by denying Ms. Steagall and the Aggrieved Employees permission to take a rest period. Accordingly, Preschool Partners' policy and practice was to not authorize and permit Ms. Steagall and the Aggrieved Employees to take rest periods in compliance with California law.

Ms. Steagall and the Aggrieved Employees are thus entitled to be paid one hour of additional wages for each workday he or she was not authorized and permitted to take all required rest period(s). Preschool Partners, however, regularly failed to pay Ms. Steagall and the Aggrieved Employees the additional wages to which they were entitled for rest periods and that they were not authorized and permitted to take.

As a result, Preschool Partners is liable to Ms. Steagall and the Aggrieved Employees for the civil penalties provided for in California Labor Code sections 210 and 2699, subdivision (f)(2) for failing to authorize and permit rest periods and pay rest period premium wages.

Failure to Accurately Calculate Overtime Pay, Sick Pay, and Meal Period Premium Pay When Issuing Non-Discretionary Remuneration

Federal law defining and interpreting "regular rate" under the Fair Labor Standards Act (FLSA) governs this case. (*Alonzo v. Maximus, Inc.* (C.D. Cal. 2011) 832 F.Supp.2d 1122, 1129.) This "construction is supported by California case law and the DLSE Manual, each of which looks to FLSA standards to interpret the 'regular rate of pay' under California law." (*Ibid.*) "Under the FLSA, the 'regular rate' of pay 'at which an employee is employed shall be deemed to include all remuneration for employment paid to, or on behalf of, the employee,' subject to certain enumerated exceptions." (*Id.* at pp. 1129–30, quoting 29 U.S.C. § 207, subd. (e)(3).) "The burden is on Defendant to establish that its bonus payments fall within one of the exceptions in § 207(e)." (*Ibid.*)

The Department of Labor has interpreted section 207 to permit an employer to exclude a "discretionary bonus," but not a "promised bonus" from the "regular rate" of pay:

Bonuses which are announced to employees to induce them to work more steadily or more rapidly or more efficiently or to remain with the firm are regarded as part of the regular rate of pay. Attendance bonuses, individual or group production bonuses, bonuses for quality and accuracy of work, bonuses contingent upon the employee's continuing in employment until the time the payment is to be made and the like are in this category. They must be included in the regular rate of pay.

(29 C.F.R. § 778.211 (2011); *see also* DLSE Manual § 49.1.2.4(3), incorporating 29 C.F.R. § 778.211.)

Ms. Steagall and/or the Aggrieved Employees received various forms of bonuses/commissions/incentive payments during pay periods where overtime was worked, but Preschool Partners failed to *accurately* factor in the non-discretionary remuneration into their regular rate of pay.

As outlined by the California Supreme Court in *Ferra v. Loews Hollywood Hotel, LLC* (2021) 11 Cal.5th 858, 878, for purposes of paying sick pay and premiums, "the term 'regular rate of compensation' in section 226.7(c) has the same meaning as 'regular rate of pay' in section 510(a) and encompasses not only hourly wages but all nondiscretionary payments for work performed by the employee."

Preschool Partners should have included all non-discretionary remuneration when calculating overtime pay, sick pay, and meal period premium pay. Because it did not, Preschool Partners is liable to Ms. Steagall and/or the Aggrieved Employees for the civil penalties provided for in California Labor Code sections 210 and 2699, subdivision (f)(2).

Failure to Maintain Accurate Records of Hours Worked and Meal Periods

Ms. Steagall seeks penalties under California Labor Code section 1174, subdivision (d). Pursuant to California Labor Code section 1174.5, any person, including any entity, employing labor who willfully fails to maintain accurate and complete records required by California Labor Code section 1174 is subject to a penalty under section 1174.5. Pursuant to the applicable IWC Order section 7, subdivision (A)(3), every employer shall keep time records showing when the employee begins and ends each work period. Meal periods and total hours worked daily shall also be recorded.

Preschool Partners, however, failed to maintain accurate records of hours worked and all meal periods taken or missed by Ms. Steagall and the Aggrieved Employees.

Preschool Partners' failure to provide and maintain records required by the California Labor Code and the applicable IWC Wage Orders deprived Ms. Steagall and the Aggrieved Employees the ability to know, understand and question the accuracy and frequency of meal periods, and the accuracy of their hours worked stated in Preschool Partners' records. Therefore, Ms. Steagall and the Aggrieved Employees had no way to dispute the resulting failure to pay wages, all of which resulted in an unjustified economic enrichment to Preschool Partners. As a direct result, Ms. Steagall and the Aggrieved Employees have suffered and continue to suffer, substantial losses related to the use and enjoyment of such wages, lost interest on such wages and expenses and attorney's fees in seeking to compel Preschool Partners to fully perform its obligation under state law, all to their respective damage in amounts according to proof at trial. As a result of Preschool Partners' knowing failure to comply with the California Labor Code and applicable IWC Wage Orders, Ms. Steagall and the Aggrieved Employees have also suffered an injury in that they were prevented from knowing, understanding, and disputing the wage payments paid to them.

Failure to Timely Pay All Wages at Termination

California Labor Code sections 201 and 202 provide that if an employer discharges an employee, the wages earned and unpaid at the time of discharge are due and payable immediately, and that if an employee voluntarily leaves his or her employment, his or her wages shall become due and payable not later than 72 hours thereafter, unless the employee has given 72 hours previous notice of his or her intention to quit, in which case the employee is entitled to his or her wages at the time of quitting.

Within the applicable statute of limitations, the employment of Ms. Steagall and many other Aggrieved Employees ended, i.e., was terminated by quitting or being discharged, and the employment of others will be terminated. However, during the relevant time period, Preschool Partners failed, and continues to fail to pay Ms. Steagall and terminated Aggrieved Employees, without abatement, all wages required to be paid by California Labor Code sections 201 and 202 either at the time of discharge, or within 72 hours of their leaving Preschool Partners' employment. These unpaid wages include wages for unpaid work time (including minimum, straight time, and overtime wages), missed meal period premium wages, and missed rest period premium wages.

Preschool Partners' conduct violates California Labor Code sections 201 and 202. California Labor Code section 203 provides that if an employer willfully fails to pay wages owed, in accordance with sections 201 and 202, then the wages of the employee shall continue as a penalty wage from the due date, and at the same rate until paid or until an action is commenced; but the wages shall not continue for more than 30 days.

Accordingly, Ms. Steagall and the Aggrieved Employees are entitled to recover from Preschool Partners their additionally accruing wages for each day they were not paid, at their regular hourly rate of pay, up to 30 days maximum pursuant to California Labor Code section 203.

Moreover, Preschool Partners is liable to Ms. Steagall and the Aggrieved Employees for the civil penalties provided for in California Labor Code section 2699, subdivision (f)(2) for failing to timely pay all wages at termination.

Failure to Furnish Accurate Itemized Wage Statements

California Labor Code section 226, subdivision (a) provides that every employer shall furnish each of his or her employees an accurate itemized wage statement in writing showing nine pieces of information, including: (1) gross wages earned, (2) total hours worked by the employee, (3) the number of piece-rate units earned and any applicable piece rate if the employee is paid on a piece-rate basis, (4) all deductions, provided that all deductions made on written orders of the employee may be aggregated and shown as one item, (5) net wages earned, (6) the inclusive dates of the period for which the employee is paid, (7) the name of the employee and 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. An employee is presumed to suffer an injury if this information is missing. (Cal. Lab. Code, § 226, subd. (e)(2)(B)(iii).)

The statute further provides: "An employee suffering injury as a result of a knowing and intentional failure by an employer to comply with subdivision (a) is 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) per employee for each violation in a subsequent pay period, not to exceed an aggregate penalty of four thousand dollars (\$4,000), and is entitled to an award of costs and reasonable attorney's fees." (Cal. Lab. Code, § 226, subd. (e)(1).)

Throughout the statutory period, Preschool Partners failed to furnish Ms. Steagall and the Aggrieved Employees with accurate, itemized wage statements showing all applicable hourly rates, and all gross and net wages earned (including correct hours worked, correct wages for meal periods that were not provided in accordance with California law, and correct wages for rest periods that were not authorized and permitted to take in accordance with California law). Whether unpaid premiums for missed meal periods must be reported as "wages earned" and credited as "hours worked" in wage statements has been a settled issue since at least 2022.

Because Preschool Partners violated California Labor Code section 226, Ms. Steagall and similarly Aggrieved Employees suffered injury and damage to their statutorily protected rights. Accordingly, Ms. Steagall and similarly Aggrieved Employees are entitled to recover from Preschool Partners the greater

of their actual damages caused by Preschool Partners' failure to comply with California Labor Code section 226, subdivision (a), or an aggregate penalty not exceeding \$4,000 per employee.

Moreover, Preschool Partners is liable to Ms. Steagall and the Aggrieved Employees for the civil penalties provided for in California Labor Code section 226.3 for failing to furnish accurate itemized wage statements.

Failure to Indemnify for Necessary Expenditures

California Labor Code section 2802, subdivision (a) provides that employers shall indemnify his or her employees for all necessary business expenditures or losses that have been incurred by the employees in direct discharge of his or her duties. Throughout the statute of limitations period applicable to this cause of action, Preschool Partners wrongfully required Ms. Steagall and/or the Aggrieved Employees to pay expenses that they incurred in direct discharge of their duties for Preschool Partners. Ms. Steagall and/or the Aggrieved Employees paid out-of-pocket for necessary employment-related expenses (which is defined as including, without limitation, work attire, work equipment, personal protective equipment, use of personal cell phones, and/or use of personal vehicles). Ms. Steagall and/or the Aggrieved Employees incurred substantial expenses as a direct result of performing their job duties for Preschool Partners, but Preschool Partners failed to indemnify Ms. Steagall and/or the Aggrieved Employees for these employment-related expenses.

As a result, Preschool Partners is liable to Ms. Steagall and/or the Aggrieved Employees for the civil penalties provided for in California Labor Code sections 2802 and 2699, subdivision (f)(2) for failing to indemnify Ms. Steagall and/or the Aggrieved Employees for necessary business expenditures.

Action for Civil Penalties Under PAGA

In light of the above, Ms. Steagall alleges that Preschool Partners violated the following provisions of the California Labor Code with respect to the Aggrieved Employees:

1. California Labor Code sections 204, 510, 1194, 1197, and 1198 by failing to pay for all hours worked, including minimum wages, straight time wages, and overtime wages;
2. California Labor Code section 226.7 and applicable Wage Orders by failing to provide meal periods;
3. California Labor Code section 226.7 and applicable Wage Orders by failing to authorize and permit rest periods;
4. California Labor Code sections 226.7, 246, 510, and applicable Wage Orders by failing to include all non-discretionary remuneration when calculating overtime pay, sick pay, and meal period premium pay;
5. California Labor Code section 1174.5 and applicable Wage Orders by failing to maintain accurate records of hours worked and meal periods taken or missed;

6. California Labor Code sections 201 to 203 by willfully failing to pay all wages owed at termination;
7. California Labor Code section 226 by failing to provide accurate itemized wage statements; and
8. California Labor Code section 2802 by failing to indemnify for necessary expenditures.

Therefore, on behalf of all Aggrieved Employees, Ms. Steagall seeks applicable penalties related to the violations alleged above pursuant to PAGA. These include, but are not limited to, penalties under California Labor Code sections 210, 226.3, 1174.5, 1197.1, and 2699, subdivision (f)(2).

Ms. Steagall has placed Preschool Partners on notice by mailing a certified copy of this correspondence, as indicated on the first page. Thank you for your attention to this matter. If you have any questions, please do not hesitate to contact me.

Sincerely,

A handwritten signature in blue ink, appearing to read "Patrick O'Connor", is written over a horizontal line.

Patrick O'Connor
patrick.oconnor@wilshirelawfirm.com

Wilshire Law Firm, PLC