

11/04/2025

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**SUPERIOR COURT OF THE STATE OF CALIFORNIA
FOR THE COUNTY OF SACRAMENTO**

CESAR EMMANUEL SOTO, individually, and
on behalf of the State of California and other
aggrieved persons,

Plaintiff,

v.

KRG EXPRESS LOGISTICS, a California
corporation; and DOES 1 through 10, inclusive,

Defendants.

Case No.: **25CV026579**

**PAGA REPRESENTATIVE ACTION
COMPLAINT:**

1. Civil Penalties Under PAGA [Cal. Lab.
Code § 2699, et seq.]

1 Plaintiff CESAR EMMANUEL SOTO (“Plaintiff”), based upon facts that either have
2 evidentiary support or are likely to have evidentiary support after a reasonable opportunity for
3 further investigation and discovery, alleges as follows:

4 **INTRODUCTION & PRELIMINARY STATEMENT**

5 1. Plaintiff brings this action against Defendants KRG EXPRESS LOGISTICS, a
6 California corporation and DOES 1 through 10 (“Defendants”) for civil penalties under the Private
7 Attorneys General Act of 2004, California Labor Code §§ 2698, *et seq.* (“PAGA”) stemming from
8 Defendants’ failure to pay for all hours worked (minimum, straight time, and overtime wages),
9 failure to provide legally compliant meal periods and related meal period premiums, failure to
10 authorize and permit rest periods and related rest period premiums, failure to pay all earned wages
11 twice per month, failure to maintain accurate records of hours worked and meal periods, failure to
12 timely pay final wages at termination, failure to furnish accurate wage statements, and failure to
13 indemnify for necessary business expenditures.

14 2. For over 50 years, California’s courts and legislature have recognized that this
15 State’s wage-and-hour laws serve a compelling public interest of fostering a stable job market.
16 Wages are not ordinary debts. Because of the economic position of the average worker and his or
17 her family, it is essential to the public welfare that employers obey the wage-and-hour laws so that
18 employees are promptly paid the minimum/overtime wages that the Legislature has required for
19 employees. So fundamental are California’s wage-and-hour laws that the Legislature has
20 criminalized certain types of violations. In extending extra protection to deter violations of these
21 underlying statutes—since Plaintiff is not seeking general and/or special damages, restitution or
22 other damages other than civil penalties—California has enacted the PAGA to permit an individual
23 to bring an action for PAGA penalties only, which is the precise and sole nature of this action.

24 3. All California employees during the relevant statutes of limitations who are or were
25 harmed by Defendants’ illegal practices are “Aggrieved Employees.” The Aggrieved Employees
26 worked for Defendants as hourly-paid or non-exempt employees within the applicable statutory
27 period.
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5. Defendants own/owned and operate/operated an industry, business, and establishment within the State of California, including Sacramento 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 & Professions Code.

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

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

A. Plaintiff

8. Plaintiff CESAR EMMANUEL SOTO, is a California resident who worked for Defendants in Sacramento County, California as an hourly-paid, non-exempt employee from approximately October 2022 to approximately April 2025.

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1 **B. Defendants**

2 9. Plaintiff is informed and believes, and based upon that information and belief
3 alleges, that Defendant KRG EXPRESS LOGISTICS, a California corporation is and at all times
4 herein mentioned, was:

5 (a) A business entity qualified to do business and actually conducting business
6 in numerous counties throughout the State of California, including in
7 Sacramento County; and,

8 (b) The former employer of Plaintiff and the current and/or former employer of
9 the Aggrieved Employees because Defendants KRG EXPRESS
10 LOGISTICS, a California corporation suffered and permitted Plaintiff and
11 the Aggrieved Employees to work, and/or controlled their wages, hours, or
12 working conditions.

13 10. Plaintiff does not know the true names or capacities of the persons or entities sued
14 herein as Does 1-10, inclusive, and therefore sues said Defendants by such fictitious names. Each
15 of the Doe Defendants was in some manner legally responsible for the damages suffered by
16 Plaintiff and the Aggrieved Employees as alleged herein. Plaintiff will amend this complaint to
17 set forth the true names and capacities of these Defendants when they have been ascertained,
18 together with appropriate charging allegations, as may be necessary.

19 11. At all times mentioned herein, the Defendants named as Does 1-10, inclusive, and
20 each of them, were residents of, doing business in, availed themselves of the jurisdiction of, and/or
21 injured a significant number of the Plaintiff and the Aggrieved Employees in the State of
22 California.

23 12. Plaintiff is informed and believes and thereon alleges that at all relevant times each
24 Defendant, directly or indirectly, or through agents or other persons, employed Plaintiff and the
25 other employees and exercised control over their wages, hours, and working conditions. Plaintiff
26 is informed and believes and thereon alleges that, at all relevant times, each Defendant was the
27 principal, agent, partner, joint venturer, officer, director, controlling shareholder, subsidiary,
28 affiliate, parent corporation, successor in interest and/or predecessor in interest of some or all of

1 the other Defendants, and was engaged with some or all of the other Defendants in a joint enterprise
2 for profit, and bore such other relationships to some or all of the other Defendants so as to be liable
3 for their conduct with respect to the matters alleged below. Plaintiff is informed and believes and
4 thereon alleges that each Defendant acted pursuant to and within the scope of the relationships
5 alleged above, that each Defendant knew or should have known about, and authorized, ratified,
6 adopted, approved, controlled, aided and abetted the conduct of all other Defendants.

7 **ALLEGATIONS COMMON TO ALL CAUSES OF ACTION**

8 13. Plaintiff worked for Defendants in California as an hourly-paid, non-exempt
9 employee from approximately October 2022 to approximately April 2025. During Plaintiff's
10 employment for Defendants, Defendants paid Plaintiff an hourly wage and classified him as non-
11 exempt from overtime. Defendants typically scheduled Plaintiff to work at least five days in a
12 workweek and at least eight hours per day, but Plaintiff regularly worked more than eight hours in
13 a workday and more than forty (40) hours in a workweek.

14 14. On or around June 24, 2024, Defendants provided Plaintiff with a last wage
15 statement, which failed to provide Plaintiff with timely final wages, failed to pay for all hours
16 worked (including minimum, straight time, and overtime wages), failed to provide Plaintiff with
17 all required meal period premiums at Plaintiff's regular rate of pay, failed to provide Plaintiff with
18 all required meal rest premiums at Plaintiff's regular rate of pay, and failed to indemnify Plaintiff
19 for all expenditures.

20 15. Throughout Plaintiff's employment, Defendants failed to pay for all hours worked
21 (including minimum, straight time, and overtime wages), failed to provide Plaintiff with legally
22 compliant meal periods, failed to authorize and permit Plaintiff to take rest periods, failed to timely
23 pay all final wages to Plaintiff when Defendants terminated his employment, failed to furnish
24 accurate wage statements to Plaintiff, and failed to indemnify Plaintiff for expenditures. As
25 discussed below, Plaintiff's experience working for Defendants was typical and illustrative.

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1 **A. Failure to Pay for All Hours Worked, Including Minimum, Straight Time,**
2 **and Overtime Wages**

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

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

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

14 19. Throughout the statutory period, Defendants maintained a policy and practice of not
15 paying Plaintiff and the Aggrieved Employees for all hours worked, including minimum, straight
16 time, and overtime wages. Defendants required Plaintiff and the Aggrieved Employees to work
17 “off-the-clock”, uncompensated, by, for example, requiring Plaintiff and the Aggrieved Employees
18 to perform work prior to clocking in for the workday, during legally mandated meal periods, and
19 after clocking out for the workday. Defendants also regularly used a system of time rounding
20 and/or synthetic timekeeping that resulted, over a period of time, in failing to compensate Plaintiff
21 and the Aggrieved Employees properly for all the time they have actually worked, even though the
22 realities of Defendants’ operations are such that it is possible, practical, and feasible to count and
23 pay for work time to the minute. Much of this unpaid work should have been paid at the overtime
24 rate. In failing to pay for all hours worked, Defendants also failed to maintain accurate records of
25 the hours Plaintiff and the Aggrieved Employees worked.

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1 **B. Failure to Provide Meal Periods**

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

8 21. Despite these legal requirements, Defendants wrongfully failed to provide Plaintiff
9 and the Aggrieved Employees with their legally mandated 30-minute, uninterrupted, and duty-free
10 meal periods. Defendants regularly, but not always, required Plaintiff and the Aggrieved
11 Employees to work in excess of five consecutive hours a day without providing a 30-minute,
12 uninterrupted, and duty-free meal period for every five hours of work, or without compensating
13 Plaintiff and the Aggrieved Employees for meal periods that were not provided by the end of the
14 fifth hour of work or tenth hour of work. Instead, Defendants continued to assert control over
15 Plaintiff and the Aggrieved Employees by requiring, pressuring, or encouraging them to perform
16 work tasks which could not be completed without working in lieu of taking mandatory meal
17 periods, or by denying Plaintiff and the Aggrieved Employees permission to take a meal period.
18 Defendants also never informed Plaintiff of his right to, nor permitted his to take, a second meal
19 period when Plaintiff worked at least ten hours of work in a workday. Accordingly, Defendants'
20 policy and practice was not to provide meal periods to Plaintiff and the Aggrieved Employees in
21 compliance with California law.

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

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

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

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

19 25. Plaintiff and the Aggrieved Employees are thus entitled to be paid one hour of
20 additional wages for each workday he or she was not authorized and permitted to take all required
21 rest period(s). Defendants, however, regularly failed to pay Plaintiff and the Aggrieved Employees
22 the additional wages to which they were entitled for rest periods and that they were not authorized
23 and permitted to take.

24 **D. Failure to Pay All Earned Wages Twice Per Month**

25 26. Based on Defendants' failure to pay Plaintiff and the Aggrieved Employees for all
26 wages as discussed above, Defendants also violated Labor Code § 204.

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27. Labor Code § 204 requires employers to pay employees all earned wages two times per month. Throughout the statute of limitations period applicable to this cause of action, employees were entitled to be paid twice a month at their regular rates, including all meal period premium wages owed, rest period premium wages owed, and wages owed for overtime hours worked. However, during all such times, Defendants systematically failed and refused to pay the employees all wages due, and failed to pay those wages twice a month, in that employees were not paid all wages for all meal periods not provided by Defendants, all wages for all rest periods not authorized and permitted by Defendants, and all wages for all hours worked. As a result, Defendants owe employees the legally required wages for unpaid wages, and Plaintiff and the Aggrieved Employees suffered damages in those amounts.

E. Failure to Maintain Accurate Records of Hours Worked and Meal Periods

28. Plaintiff seeks penalties under California Labor Code § 1174(d). Pursuant to California Labor Code § 1174.5, any person, including any entity, employing labor who willfully fails to maintain accurate and complete records required by California Labor Code § 1174 is subject to a penalty under § 1174.5. Pursuant to the applicable IWC Order § 7(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

29. Defendants, however, failed to maintain accurate records of hours worked and all meal periods taken or missed by Plaintiff and the Aggrieved Employees.

30. Defendants' failure to provide and maintain records required by the California Labor Code and applicable IWC Wage Orders deprived Plaintiff 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 Defendants' records. Therefore, Plaintiff 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 Defendants. As a direct result, Plaintiff 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 Defendants to fully perform its obligation under state law, all to their respective

1 damage in amounts according to proof at trial. As a result of Defendants' knowing failure to
2 comply with the California Labor Code and applicable IWC Wage Orders, Plaintiff and the
3 Aggrieved Employees have also suffered an injury in that they were prevented from knowing,
4 understanding, and disputing the wage payments paid to them.

5 **F. Failure to Timely Pay All Wages at Termination**

6 31. Labor Code §§ 201 and 202 provide that if an employer discharges an employee,
7 the wages earned and unpaid at the time of discharge are due and payable immediately, and that if
8 an employee voluntarily leaves his or her employment, his or her wages shall become due and
9 payable not later than seventy-two (72) hours thereafter, unless the employee has given seventy-
10 two (72) hours previous notice of his or her intention to quit, in which case the employee is entitled
11 to his or her wages at the time of quitting.

12 32. Within the applicable statute of limitations, the employment of Plaintiff and many
13 other Aggrieved Employees ended, i.e., was terminated by quitting or being discharged, and the
14 employment of others will be terminated. However, during the relevant time period, Defendants
15 failed, and continue to fail to pay Plaintiff and terminated Aggrieved Employees, without
16 abatement, all wages required to be paid by Labor Code sections 201 and 202 either at the time of
17 discharge, or within seventy-two (72) hours of their leaving Defendants' employment. These
18 unpaid wages include wages for unpaid work time (including minimum, straight time, and overtime
19 wages), unpaid meal period premium wages, and unpaid rest period premium wages.

20 33. Defendants' conduct violates Labor Code §§ 201 and 202. Labor Code § 203
21 provides that if an employer willfully fails to pay wages owed, in accordance with sections 201
22 and 202, then the wages of the employee shall continue as a penalty wage from the due date, and
23 at the same rate until paid or until an action is commenced; but the wages shall not continue for
24 more than thirty (30) days.

25 34. Accordingly, Plaintiff and the Aggrieved Employees are entitled to recover from
26 Defendants their additionally accruing wages for each day they were not paid, at their regular
27 hourly rate of pay, up to thirty (30) days maximum pursuant to Labor Code § 203.

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1 **G. Failure to Furnish Accurate Itemized Wage Statements**

2 35. Labor Code § 226(a) provides that every employer shall furnish each of his or her
3 employees an accurate itemized wage statement in writing showing nine pieces of information,
4 including: (1) gross wages earned, (2) total hours worked by the employee, (3) the number of piece-
5 rate units earned and any applicable piece rate if the employee is paid on a piece-rate basis, (4) all
6 deductions, provided that all deductions made on written orders of the employee may be aggregated
7 and shown as one item, (5) net wages earned, (6) the inclusive dates of the period for which the
8 employee is paid, (7) the name of the employee and the last four digits of his or her social security
9 number or an employee identification number other than a social security number, (8) the name
10 and address of the legal entity that is the employer, and (9) all applicable hourly rates in effect
11 during the pay period and the corresponding number of hours worked at each hourly rate by the
12 employee. An employee is presumed to suffer an injury if this information is missing. (Labor
13 Code § 226(e)(2)(B)(iii).)

14 36. The statute further provides: “An employee suffering injury as a result of a knowing
15 and intentional failure by an employer to comply with subdivision (a) is entitled to recover the
16 greater of all actual damages or fifty dollars (\$50) for the initial pay period in which a violation
17 occurs and one hundred dollars (\$100) per employee for each violation in a subsequent pay period,
18 not to exceed an aggregate penalty of four thousand dollars (\$4,000), and is entitled to an award
19 of costs and reasonable attorney’s fees.” (Labor Code § 226(e)(1).)

20 37. Throughout the statutory period, Defendants failed to furnish Plaintiff and the
21 Aggrieved Employees with accurate, itemized wage statements showing all applicable hourly rates,
22 and all gross and net wages earned (including correct hours worked, correct wages for meal periods
23 that were not provided in accordance with California law, and correct wages for rest periods that
24 were not authorized and permitted to take in accordance with California law).

25 38. Because Defendants violated Labor Code § 226, Plaintiff and similarly Aggrieved
26 Employees suffered injury and damage to their statutorily protected rights. Accordingly, Plaintiff
27 and similarly Aggrieved Employees are entitled to recover from Defendants the greater of their
28 actual damages caused by Defendants’ failure to comply with Labor Code § 226(a), or an aggregate

penalty not exceeding four thousand dollars (\$4,000) dollars per employee.

H. Failure to Indemnify for Necessary Expenditures

39. Labor Code § 2802(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, Defendants wrongfully required Plaintiff and the Aggrieved Employees to pay expenses that they incurred in direct discharge of their duties for Defendants. Plaintiff and the Aggrieved Employees regularly paid out-of-pocket for necessary employment-related expenses, including, without limitation, for use of personal cell phone for work related purposes. Plaintiff and the Aggrieved Employees incurred substantial expenses as a direct result of performing their job duties for Defendants, but Defendants failed to indemnify Plaintiff and the Aggrieved Employees for these employment-related expenses.

FIRST CAUSE OF ACTION

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

40. Plaintiff incorporates by reference and re-alleges all preceding paragraphs as though fully set forth herein.

41. At all times herein mentioned, Defendants were subject to the Labor Code of the State of California and the applicable IWC Orders.

42. California Labor Code § 2699(a) specifically provides for a private right of action to recover penalties for violations of the 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 on behalf of himself or herself and other current or former employees pursuant to the procedures specified in Section 2699.3.”

43. Plaintiff has exhausted his administrative remedies pursuant to California Labor Code § 2699.3. On June 26, 2025, he gave written notice by online filing to the Labor and

1 Workforce Development Agency (“LWDA”) and by certified mail to Defendants of the specific
2 provisions of the Labor Code that Defendants have violated against Plaintiff and current and former
3 Aggrieved Employees, including the facts and theories to support the violations. Plaintiff also paid
4 the filing fee. Plaintiff’s PAGA case number is LWDA-CM-1108069-25.

5 44. The statute of limitations is tolled while a plaintiff exhausts his or her administrative
6 remedies with California’s LWDA prior to suit, which is required by the statute. (*See* Labor Code
7 § 2699.3(d).)

8 45. More than sixty-five (65) days has elapsed since Plaintiff provided notice, but the
9 LWDA has not indicated that it intends to investigate Defendants’ Labor Code violations discussed
10 in the notice. Accordingly, Plaintiff may commence a civil action to recover penalties under Labor
11 Code § 2699 pursuant to § 2699.3 for the violations of the Labor Code described in this Complaint.
12 These penalties include, but are not limited to, penalties under California Labor Code §§ 210,
13 226.3, 1174.5, 1197.1, and 2699(f)(2).

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

18 47. In addition, Plaintiff seeks an award of reasonable attorney’s fees and costs pursuant
19 to Labor Code § 2699(g)(1), which states, “Any employee who prevails in any action shall be
20 entitled to an award of reasonable attorney’s fees and costs.”

21 **PRAYER FOR RELIEF**

22 Plaintiff, on behalf of all similarly aggrieved employees, pray for relief and judgment
23 against Defendants, jointly and severally, as follows:

24 1. That the Court declare, adjudge and decree that Defendants violated the California
25 Labor Code by failing to pay for all hours worked (minimum, straight time, and overtime wages),
26 failing to provide meal periods, failing to authorize and permit rest periods, failing to pay all earned
27 wages twice per month, failing to maintain accurate records of hours worked and meal periods,
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1 failing to timely pay final wages at termination, failing to furnish accurate wage statements, and
2 failing to indemnify for necessary business expenditures.

3 2. An award of civil penalties on behalf of himself and all similarly aggrieved
4 employees pursuant to PAGA;

5 3. Pre-judgment and post-judgment interest at the maximum rate allowed;

6 4. Attorneys' fees and costs reasonably incurred;

7 5. Injunctive and declaratory relief to the extent allowed by PAGA; and,

8 6. Such other and further relief that the Court deems proper.

9 Respectfully submitted,

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11 Dated: November 4, 2025

WILSHIRE LAW FIRM

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13 By:



14 Benjamin H. Haber
15 Talar DerOhannessian
16 Samantha J. Costa

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Attorneys for Plaintiff