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County of San Diego

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Justin Lo (SBN: 280102)
justin@caworklawyer.com
WORK LAWYERS, PC
22939 Hawthorne Blvd., #202
Torrance, CA 90505
Phone: (424) 355-8535
Fax: (424) 355-8335

Attorneys for Plaintiff ZULMA YANIRA ALVAREZ, as representative of the State of California and the Labor and Workforce Development Agency, and on behalf of herself and other current and former aggrieved employees.

**SUPERIOR COURT OF THE STATE OF CALIFORNIA
FOR THE COUNTY OF SAN DIEGO**

ZULMA YANIRA ALVAREZ, on behalf of
herself and all other aggrieved employees,

Plaintiff,

v.

MEXICAN STREET FOOD LLC., a California
Limited Liability Company; and DOES 1
through 50, inclusive,

Defendants,

Case No. 37-2023-00024261-CU-OE-CTL

COMPLAINT

- 1. Civil Penalties under the Private Attorneys General Act (PAGA), Labor Code § 2698, *et seq.***

1 Plaintiff, ZULMA YANIRA ALVAREZ (“Plaintiff”), as a representative of the State of
2 California and the Labor and Workforce Development Agency (LWDA), and on behalf of herself
3 and other current or former aggrieved employees, complains and alleges as follows:

4 **INTRODUCTION**

5 1. This is a representative action brought by Plaintiff, as a representative of the State
6 of California and the LWDA, and on behalf of Plaintiff and other aggrieved employees, to collect
7 civil penalties for Defendants’ Labor Code violations.

8 2. Defendants and Employers, MEXICAN STREET FOOD LLC (“Defendants”)
9 violated numerous wage and hour laws with respect to Plaintiff and other aggrieved employees
10 by failing to provide, for example: accurate and itemized wages statements, payment for all hours
11 worked (including regular wages and overtime), failure to provide a minimum wage lawful meal
12 periods, lawful rest periods, timely payment during employment, failure to reimburse for
13 expenses incurred during the course and scope of employment, and payment upon separation of
14 employment.

15 **PARTIES**

16 **The Plaintiff**

17 3. Plaintiff ZULMA YANIRA ALVAREZ (“Plaintiff” or “ALVAREZ”) is, and at
18 all times mentioned herein, was a resident of the County of San Diego in the State of California.

19 4. Similarly aggrieved, former and/or current non-exempt employees employed by
20 Defendants during the relevant time period who were subject to the same wage and hour policies
21 and practices as Plaintiff, and thereby, suffered similar or substantially similar violations
22 (hereinafter “Aggrieved Employees”).

23 **The Defendants**

24 5. Defendant MEXICAN STREET FOOD LLC is a California Limited Liability
25 Company which, at all relevant times mentioned herein, existing, doing business and employing
26 individuals in the County of San Diego, State of California.

27 6. Plaintiff is informed and thereon alleges that Defendants exercised control over
28 Plaintiff and Aggrieved Employees’ wages, hours, and working conditions.

1 7. Plaintiff is informed and believes, and thereon alleges, that at all times mentioned
2 herein, Defendants, and each of them, exercised control over Plaintiff and Aggrieved Employees'
3 wages, hours, or working conditions.

4 8. The true names and capacities, whether individual, corporate, associate, or
5 otherwise of Defendants named herein as DOES 1-50, inclusive, are unknown to Plaintiff at this
6 time and therefore said Defendants are sued by such fictitious names. Plaintiff will seek leave to
7 amend this Complaint to insert the true names and capacities of said Defendants when the same
8 become known to Plaintiff. Plaintiff is informed and believes and thereupon alleges that each of
9 the fictitiously-named Defendants are responsible for the wrongful acts alleged herein and are
10 therefore liable to Plaintiff as alleged hereinafter.

11 9. Plaintiff is informed and believes, and thereon alleges, that Defendants, and each
12 of them, including those Defendants named DOES 1-50, acted in concert with one another to
13 commit the wrongful acts alleged therein, and aided, abetted, incited, compelled, and/or coerced
14 one another in the wrongful acts alleged herein, and/or attempted to do so. Plaintiff is further
15 informed and believes, and thereon alleges, that the Defendants, and each of them, including
16 those Defendants named as DOES 1-50, formed and executed a conspiracy or common plan
17 pursuant to which they would commit the unlawful acts alleged herein, with all such acts alleged
18 herein done as part of and pursuant to said conspiracy, intended to and actually causing Plaintiff
19 harm.
20

21 **JURISDICTION AND VENUE**

22 10. Venue is proper in San Diego County, because Defendants maintains its locations
23 and transacts business in this county, the obligations and liability primarily arise in this county,
24 and work was primarily performed by Plaintiff and other aggrieved employees in this county.

25 11. The California Superior Court has jurisdiction over this matter. The individual
26 claims are under the seventy-five thousand dollar (\$75,000.00) jurisdictional threshold for
27 federal court and PAGA penalties cannot be aggregated to meet the minimum jurisdictional
28 amount required for diversity removal. Further, there is no federal question at issue as the issues

herein are based solely on California statutes and law, including, but not limited to, the California Labor Code, Industrial Welfare Commission Wage Orders, California Code of Civil Procedure, and California Rules of Court.

GENERAL ALLEGATIONS

12. Defendants operate and own Mexican restaurants and employed Plaintiff and aggrieved employees, in non-exempt positions, in California during the relevant PAGA period. Plaintiff began working as a “Line Cook” from approximately 2021 to approximately March 2023.

13. The position required Plaintiff to work more than 8 hours a day and/or 40 hours per week without lawful compensation. Plaintiff and nonexempt aggrieved employees were regularly not paid for minimum wages and overtime for compensable work time spent under the control of Defendants, but which was performed off-the-clock, even though such additional work time was in excess of regularly scheduled, eight-hour daily shifts.

14. Plaintiff and nonexempt aggrieved employees were subject to not having all their compensable work time recorded. Not all of Plaintiff and nonexempt aggrieved employees’ compensable work time spent under the control of Defendants was accounted for and compensated. Specifically, Defendants (1) adjusted clock in and clock out times to the disadvantage of Plaintiff and other non-exempt aggrieved employees by rounding up clock-in times when Plaintiff and non-exempt employees clocked in before the scheduled start of their respective shifts and rounded down clock-out times when Plaintiff and nonexempt aggrieved employees worked past the scheduled end time for their shifts, as well as (2) requiring Plaintiff and non-exempt employees to continue working when ostensibly on duty-free meal periods, or requiring them to return to work before the end of their thirty-minute meal periods but prohibiting them from clocking back in until the legally required thirty-minute mark.

15. Based on information and belief, Plaintiff believes non-exempt employees were also not being fully reimbursed for all necessary expenses incurred in the performance of their job duties. Specifically, Defendants required Plaintiff and aggrieved employees, regardless of

1 classification, to use their personal cellular telephones to send and receive messages and calls
2 with supervisors to understand their duties and the scope of work. Defendants failed to reimburse
3 Plaintiff and Aggrieved Employees fully for use of their personal cellular devices, for
4 consumption of personal calling or data plans to perform their work duties

5 16. Defendants failed to authorize and permit all required meal and rest periods for
6 Plaintiff and nonexempt aggrieved employees because, upon information and belief, Defendants
7 maintained unlawful meal/rest period policies and practices. In order to curtail labor costs,
8 Defendants regularly did not staff enough employees to provide sufficient coverage to maintain
9 their business operations so Plaintiff and aggrieved employees could not both complete their
10 assigned daily duties and take complete, timely and uninterrupted meal and rest breaks.
11 Defendants prioritized completion of daily duties ahead of meal and rest period compliance.
12 Furthermore, Defendants nevertheless deducted a half hour from the daily time worked by
13 Plaintiff and aggrieved employers for ostensible meal periods despite the fact such breaks not
14 actually taken or delayed or interrupted. Moreover, Defendants failed to provide Plaintiff and
15 aggrieved employees with an additional hour of premium pay at the regular rate of pay for each
16 meal/rest period violation, as required by Labor Code section 226.7.

17
18 17. As a result of the violations described above, Plaintiff and nonexempt aggrieved
19 employees experienced collateral or derivative violations. Specifically, Defendants failed to
20 provide Plaintiff and nonexempt Aggrieved Employees accurate itemized wage statements in
21 writing in compliance with Labor Code section 226 and failed to compensate Plaintiff and other
22 former nonexempt aggrieved employees for all wages owed at the time employment with
23 Defendants had ended.

24 18. Pursuant to Labor Code section 2699, subdivision (a), any provision of the Labor
25 Code that provides for a civil penalty to be assessed and collected by the LWDA or any of its
26 departments, divisions, commissions, boards, agencies or employees for violation of the code
27 may, as an alternative, be recovered through a civil action brought by an aggrieved employee on
28 behalf of himself or herself and other current or former employees pursuant to the procedures

1 specified in Labor Code section 2699.3.

2 19. For all provisions of the Labor Code except those for which a civil penalty is
3 specifically provided, Labor Code section 2699, subdivision (f) imposes upon Defendants a
4 penalty of one hundred dollars (\$100.00) for each aggrieved employee per pay period for the
5 initial violation and two hundred dollars (\$200.00) for each aggrieved employee per pay period
6 for each subsequent pay period in which Defendants violated these provisions of the Labor Code.

7 20. Defendants' conduct during the PAGA period with respect to Plaintiff and the
8 Aggrieved Employees violates numerous Labor Code sections as detailed herein.

9 21. Plaintiff alleges that Defendants has engaged in a systematic pattern of wage and
10 hour violations under the California Labor Code and IWC Wage Orders.

11 22. At all relevant times herein, Defendants employed Plaintiff and other aggrieved
12 employees as employees who were subject to the employment policies, in whole or in part, and
13 therefore suffered the same or substantially similar violations, in whole or in part.

14 23. Plaintiff is informed and believes, and based thereon alleges, that Defendants
15 knew or should have known that Plaintiff and aggrieved employees were entitled to receive
16 wages for all hours worked, including the applicable minimum, regular, and overtime wages,
17 and that they were not receiving all wages earned for work that was required to be performed. In
18 violation of the Labor Code and IWC Wage Orders, Defendants failed to pay Plaintiff and
19 aggrieved employees for all hours worked. Accordingly, Defendants failed to pay Plaintiff and
20 aggrieved employees all earned minimum, regular, and/or overtime compensation.

21 24. Plaintiff is informed and believes, and based thereon alleges, that Defendants
22 knew or should have known that Plaintiff and aggrieved employees were entitled to receive all
23 required meal periods or payment of one (1) additional hour of pay at Plaintiff and aggrieved
24 employees' regular rate of pay when they did not receive a timely, uninterrupted off-duty meal
25 period. In violation of the Labor Code and IWC Wage Orders, Defendants had a pattern, practice,
26 and policy of not providing timely meal periods. Defendants failed to pay an additional hour of
27 pay to Plaintiff and aggrieved employees for late meal periods. As a result of Defendants'
28

1 unlawful policy and practice, Plaintiff and aggrieved employees did not receive all meal periods
2 or payment of one (1) additional hour of pay at Plaintiff's and aggrieved employees' regular rate
3 of pay when they did not receive a timely, uninterrupted 30 minute off-duty meal period.

4 25. Plaintiff is informed and believes, and based thereon alleges, that Defendants
5 knew or should have known that Plaintiff and aggrieved employees were entitled to receive all
6 required rest periods or payment of one (1) additional hour of pay at Plaintiff and aggrieved
7 employees' regular rate of pay when they did not receive a timely, uninterrupted off-duty rest
8 period. In violation of the Labor Code and IWC Wage Orders, Defendants had a pattern, practice,
9 and policy of not providing timely rest periods. Defendants failed to pay an additional hour of
10 pay to Plaintiff and aggrieved employees for each rest periods were not provided or was
11 interrupted. As a result of Defendants' unlawful policy and practice, Plaintiff and aggrieved
12 employees did not receive all required rest periods or payment of one (1) additional hour of pay
13 at Plaintiff's and aggrieved employees' regular rate of pay when they did not receive a timely,
14 uninterrupted 10 minute off-duty rest period.

15
16 26. Plaintiff is informed and believes, and based thereon alleges, that Defendants
17 knew or should have known that Plaintiff and certain aggrieved employees were entitled to
18 timely payment of wages due upon separation of employment. In violation of the Labor Code,
19 Plaintiff and certain aggrieved employees did not receive payment of all wages due, within
20 permissible time periods, upon separation of employment.

21 27. Plaintiff is informed and believes, and based thereon alleges, that Defendants
22 knew or should have known that Plaintiff and aggrieved employees were entitled to receive
23 itemized wage statements that accurately showed their actual hours worked, total hours worked,
24 number of hours worked at each hourly rate, gross and net wages earned, and correct employer
25 information in accordance with California law. As a result of the wage violations specified
26 above, and in violation of the Labor Code, Plaintiff and aggrieved employees were not provided
27 with accurate itemized wage statements that accurately reported their gross and net wages
28 earned, total hours worked, each applicable rate of pay in effect during the pay period with the

1 corresponding number of hours worked, and the address of the legal entity that is the employer,
2 among other things.

3 28. Plaintiff and aggrieved employees were employees covered under one or more
4 statutes under the Labor Code, including but not limited to section 2802, but were not reimbursed
5 by Defendants for all business expenses incurred, including but not limited to expenses arising
6 from use of personal cellular devices for work purposes and the prorated cost of personal cellular
7 plans utilized for work purposes.

8 29. Plaintiff is informed and believes, and thereon alleges, that Defendants knew or
9 should have known that Defendants were required to maintain accurate records of the hours
10 worked by Plaintiff and aggrieved employees. In violation of the Labor Code, Defendants failed
11 to maintain accurate records of hours worked by Plaintiff and aggrieved employees due to its
12 off-the-clock and/or unfair rounding practices, among other things.

13
14 **FIRST CAUSE OF ACTION**

15 **(Civil Penalties Under the Private Attorneys General Act,**
16 **Labor Code § 2699 et seq., For Violations of the Labor Code)**

17 30. Plaintiff realleges and incorporates by reference the preceding paragraphs of this
18 Complaint as if fully alleged herein.

19 31. By this complaint, Plaintiff brings this case as a representative action seeking
20 penalties for herself, the Aggrieved Employees, and the State of California in a representative
21 capacity, as provided by the PAGA, Labor Code sections 2698 et seq. Plaintiff is an aggrieved
22 employee who was employed by Defendants and subject to at least one of the Labor Code
23 violations set forth in Labor Code section 2699.5. Plaintiff specifically alleged the following in
24 his notice to the LWDA and Defendants: violation of Labor Code sections 201, 202, 203, 204,
25 226, 226.3, 226.7, 510, 512, 558, 1174, 1174.5, 1182.12, 1194, 1194.2, 1197, 1197.1, 1198 and
26 2802.

27 32. Under Labor Code section 2699.3, subdivision (a), a plaintiff may bring a cause
28 of action under PAGA only after giving the LWDA and the employer notice of the Labor Code

sections alleged to have been violated, and after receiving notice from the LWDA of its intention not to investigate, or after 65 days have passed without notice from the LWDA.

33. Prior to filing this complaint, on March 29, 2023, Plaintiff gave written notice of the specific provisions alleged to have been violated, including the facts and theories to support the alleged violations, as required by Labor Code section 2699.3. The written notice was given via certified mail to Defendants, and the LWDA by electronically filing the notice via the Department of Industrial Relations website. Plaintiff was given an LWDA case number of LWDA-CM-945086-23. True and correct copies of Plaintiff's notices to the LWDA and Defendants, dated March 29, 2023, are attached hereto as **Exhibit A**.

34. The LWDA has not provided Plaintiff with any notice that it intends to investigate the violations as alleged in Plaintiff's notice dated March 29, 2023, and more than 65 calendar days have elapsed since the postmark date on the latter notice.

35. California Labor Code §§2698-2699.5, in relevant part provides, "any provision of this code that provides for a civil penalty to be assessed and collected by the Labor and Workforce Development Agency...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."

36. As an aggrieved employee, Plaintiff brings this civil action to recover civil penalties for Defendant's Labor Code violations.

First Violation

(Failure to Provide Meal Periods, in Violation of Labor Code Section 512)

37. Under California Labor Code §512(a), "An employer may not employ an employee for a work period of more than five hours per day without providing the employee with a meal period of not less than 30 minutes, except that if the total work period per day of the employee is no more than six hours, the meal period may be waived by mutual consent of both the employer and employee."

38. Defendants violated Labor Code § 512 by failing to provide Plaintiff, and other qualifying employees who worked shifts of greater than five hours, meal periods within the first five hours of the shifts worked. Defendants failed to pay Plaintiff one hour's pay at Plaintiff's regular rate of pay for each day Defendants failed to provide a meal period in compliance with section 512.

Second Violation

(Failure to Provide Rest Periods, in Violation of Labor Code Section 226.7)

39. Under California Labor Code §226.7(b), “An employer shall not require an employee to work during a meal or rest or recovery period mandated pursuant to an applicable statute, or applicable regulation, standard, or order of the Industrial Welfare Commission”

40. Industrial Welfare Commission (IWC) provides, “Every employer shall authorize and permit all employees to take rest periods, which insofar as practicable shall be in the middle of each work period. The authorized rest period time shall be based on the total hours worked daily at the rate of ten (10) minutes net rest time per four (4) hours or major fraction thereof.”

41. Defendants failed to authorize and permit Plaintiff and other employee to take rest periods and mandated by the Wage Order.

42. Under §226.7(c), an employer who violates §226.7(b), “...shall pay the employee one additional hour of pay at the employee’s regular rate of compensation for each workday that the meal or rest or recovery period is not provided.”

43. Defendants failed to pay Plaintiff and other employees who were not provided rest periods one hour of pay at their regular rate of pay.

Third Violation

**(Failure to Provide Complete and Accurate Wage Statements,
in Violation of Labor Code Section 226)**

44. Under California Labor Code §226(a), an employer is legally obligated to provide its employees, semi-monthly or at the time of payment of wages, “an accurate itemized statement in writing...”

45. Plaintiff, on behalf of the State of California and the LWDA, seeks civil penalties for Defendants' Labor Code violations alleged herein, as well as attorney's fees and costs, under Labor Code § 2699.

Fourth Violation

(Failure to Pay Overtime Wages)

46. Pursuant to California Labor Code §§ 510, 1194, and IWC Wage Orders, an employer is required to compensate employees for all overtime, which is calculated at one and one-half (1½) times the regular rate of pay for all hours worked in excess of eight (8) hours per day and/or forty (40) hours per week, and for the first eight (8) hours on the seventh consecutive workday, with double time for all hours worked in excess of twelve (12) hours in any workday and for all hours worked in excess of eight (8) hours on the seventh consecutive day of work in any workweek.

47. Plaintiff, on behalf of the State of California and the LWDA, seeks civil penalties for Defendants' Labor Code violations alleged herein, as well as attorney's fees and costs, under Labor Code § 2699.

Fifth Violation

(Failure to Pay Minimum Wages)

48. Pursuant to California Labor Code §§ 1194, 1197, and IWC Wage Orders, payment to an employee of less than the applicable minimum wage for all hours worked in a payroll period is unlawful.

49. Plaintiff, on behalf of the State of California and the LWDA, seeks civil penalties for Defendants' Labor Code violations alleged herein, as well as attorney's fees and costs, under Labor Code § 2699.

Sixth Violation

(Failure to Timely Pay Wages During Employment)

50. Pursuant to California Labor Code § 204, for all labor performed between the 1st and 15th days of any calendar month, an employer is required to pay its employees between the

1 16th and 26th day of the month during which the labor was performed. California Labor Code §
2 204 also provides that for all labor performed between the 16th and 26th days of any calendar
3 month, Defendants was required to pay their employees between the 1st and 15th day of the
4 following calendar month. In addition, California Labor Code § 204 provides that all wages
5 earned for labor in excess of the normal work period shall be paid no later than the payday of the
6 next regular payroll period.

7 51. Plaintiff, on behalf of the State of California and the LWDA, seeks civil penalties
8 for Defendants' Labor Code violations alleged herein, as well as attorney's fees and costs, under
9 Labor Code § 2699.

10 **Seventh Violation**

11 **(Failure to Pay All Wages Due to Discharged and Quitting Employees)**

12 52. Pursuant to California Labor Code § 201, 202, and 203, Defendants is required to
13 pay all earned and unpaid wages to an employee who is discharged. California Labor Code §
14 201 mandates that if an employer discharges an employee, the employee's wages accrued and
15 unpaid at the time of discharge are due and payable immediately.

16 53. Plaintiff, on behalf of the State of California and the LWDA, seeks civil penalties
17 for Defendants' Labor Code violations alleged herein, as well as attorney's fees and costs, under
18 Labor Code § 2699.

19 **Eighth Violation**

20 **Failure to Reimburse Business Expenses in Violation of Labor Code § 2802**

21 **(Against all Defendants and DOES 1 to 50, inclusive)**

22 54. Labor Code § 2802 provides that an employer shall indemnify his or her
23 employee for all necessary expenditures or losses incurred by the employee in direct
24 consequence of the discharge of his or her duties, or of his or her obedience to the directions of
25 the employer.

26 55. Defendants failed to indemnify and reimburse Plaintiff for all necessary
27 expenditures or losses incurred by Plaintiff in direct consequence of the discharge of Plaintiff's
28 job duties.

56. Pursuant to Labor Code § 2802, Plaintiff is entitled to recover business expenses incurred as a result of discharging his duties, including interest.

57. Plaintiff, on behalf of the State of California and the LWDA, seeks civil penalties for Defendants' Labor Code violations alleged herein, as well as attorney's fees and costs, under Labor Code § 2699.

PRAYER FOR RELIEF

WHEREFORE, Plaintiff prays for the following relief:

1. For penalties in an amount according to proof;
2. For reasonable attorney's fees and costs pursuant to the PAGA; and
3. For such other and further relief as this Court may deem just and proper.

Respectfully Submitted,

Dated: June 9, 2023

WORK LAWYERS, PC

By: Justin Lo
Justin Lo, Esq.
Attorney for Plaintiff ZULMA YANIRA
ALVAREZ and Aggrieved Employees

EXHIBIT A



NOTICE OF LABOR CODE VIOLATIONS - PAGA
(Labor Code § 2699.3)

DATE March 29, 2023

DELIVERY Online Filing and Certified U.S. Mail

RECIPIENTS California
Workforce Development Agency
PAGAfilings@dir.ca.gov

SUBJECT: Zulma Yanira Alvarez v. Mexican Street Food LLC, ET AL — NOTICE OF LABOR CODE VIOLATIONS UNDER CAL. LABOR CODE §2699.

Dear Representative:

The office represents Zulma Yanira Alvarez (“Ms. Alvarez”) with respect to her claims against Mexican Street Food LLC, (“Employers”) for violations of the California Labor Code and IWC Wage Orders. This letter is being sent simultaneously to Employers by certified mail.

Employers are a corporation doing business in the State of California. Employers jointly employed Ms. Alvarez from approximately 2021 to approximately March 2023, as a non-exempt employee. During her employment with Employers, Ms. Alvarez was employed as a “Line Cook” at Employers’ restaurant located at 2035 Diamond Blvd, Ste 100 Concord, CA 94520.

Ms. Alvarez intends to seek penalties for violations of the California Labor Code which are recoverable under California Labor Code section 2698, et seq., the Private Attorneys General Act of 2004 (“PAGA”). Ms. Alvarez is seeking penalties on behalf of herself and in a representative capacity on behalf of the State of California and all current and former non-exempt employees of any of the Employers (“Aggrieved Employees”). This letter is being sent in compliance with California Labor Code section 2699.3.

As detailed below, Employers violated several of California’s wage and hour laws during Ms. Alvarez employment, including but not limited to violations of California Labor Code sections 201, 202, 203, 204, 226(a), 226.7, 227.3, 510, 512(a), 1174(d), 1194, 1197, 1197.1, 1198, 2800 and 2802, and the Industrial Welfare Commission Wage Orders (“IWC Wage Order”) including



inter alia, IWC Wage Order No. 5. The claims made on behalf of Ms. Alvarez and Aggrieved Employees are based upon the following facts and theories:

1. FAILURE TO PAY FOR ALL TIME WORKED AT CORRECT RATES OF PAY, INCLUDING MINIMUM WAGES, STRAIGHT TIME WAGES, AND OVERTIME COMPENSATION.

Employers have engaged in numerous unlawful practices which resulted in the failure to pay Ms. Alvarez and Aggrieved Employees for all time worked at the correct rates of pay, including minimum wages, straight time wages, and overtime compensation.

First, Employers regularly required Ms. Alvarez and Aggrieved Employees to work off-the-clock in order to complete their duties and responsibilities. This off-the-clock work included, amongst other things, requiring Ms. Alvarez and Aggrieved Employees to: (1) respond to Employers and work-related requests and perform work while clocked out for purported meal breaks; (2) perform work before clocking in for the start of their shift; and (3) perform work after clocking out for the end of their shift. Ms. Alvarez and Aggrieved Employees were not compensated for this off-the-clock work, resulting in a failure to pay minimum wages and straight time wages. Moreover, this off-the-clock work typically caused Ms. Alvarez and Aggrieved Employees to work more than eight (8) hours in a day and forty (40) hours in week, resulting in a failure to pay overtime compensation. Employers also subjected Ms. Alvarez and Aggrieved Employees to a detrimental time rounding practice that deprived them of all compensatory work time.

In addition to requiring Ms. Alvarez and Aggrieved Employees to perform work off-the-clock without compensation, Employers also failed to accurately record the actual time worked by Ms. Alvarez and Aggrieved Employees, which resulted in a failure to pay Ms. Alvarez and Aggrieved Employees for all hours worked, including minimum wages, straight time wages and overtime wages. Finally, and as a matter of policy and/or practice, Employers failed to pay overtime to Ms. Alvarez and Aggrieved Employees for all overtime hours worked based on regular rates of pay correctly calculated to include all applicable remuneration.

As a result of the foregoing practices, Employers have failed to pay Ms. Alvarez and Aggrieved Employees for all wages earned at the correct rates of pay, including minimum wages, straight time wages, and overtime compensation. Accordingly, Employers violated IWC Wage Order No. 5 and California Labor Code sections 204, 510, 1194, 1197, 1197.1 and 1198.

Ms. Alvarez and Aggrieved Employees will therefore seek PAGA default penalties; penalties pursuant to paragraph (20)(A) of IWC Wage Order No. 5; penalties pursuant to California Labor Code sections 558, 1197.1, and 1199; and attorneys' fees and costs.



2. FAILURE TO PROVIDE MEAL PERIODS AND PAY MEAL PERIOD PREMIUMS

Employers failed to provide Ms. Alvarez and Aggrieved Employees with legally compliant 30-minute meal periods. Employers required Ms. Alvarez and Aggrieved Employees to work more than five (5) hours per day but were not provided with uninterrupted 30-minute meal periods. Further, Ms. Alvarez and Aggrieved Employees were not provided with a second uninterrupted 30-minute meal period when they worked over ten (10) hours per day. Employers regularly required Ms. Alvarez and Aggrieved Employees to work through their first and second meal periods, to take their first meal period after their fifth (5th) hour of work, and/or to take their second meal periods after their tenth (10th) hour of work. On the occasions that Ms. Alvarez and Aggrieved Employees did take a meal period, their meal periods were frequently interrupted or cut short.

Employers' policies, practices, and procedures were responsible for the violations alleged above and prevented Ms. Alvarez and other Aggrieved Employees from taking timely, complete and duty-free meal periods because, amongst other reasons: (1) Employers did not have legally-compliant policies regarding the provision and timing of meal periods or systematically disregarded its own purported meal period policies; (2) Employers' management at various levels, affecting all hourly-non-exempt employees, failed and refused to implement and enforce legally compliant meal period policies and practices; (3) Employers failed to adequately inform and train Ms. Alvarez and other Aggrieved Employees regarding their right to take timely, uninterrupted, and duty-free meal periods; (4) Employers failed to adequately inform and train Ms. Alvarez and other Aggrieved Employees about their right to premium wages for non-compliant meal periods; (5) Employers failed to ensure that there was adequate staffing to allow Ms. Alvarez and other Aggrieved Employees to take timely, uninterrupted, and duty-free meal periods; (6) Employers required Ms. Alvarez and other Aggrieved Employees to remain on-call and respond to work-related requests at all times, including during meal periods, which included responding to in-person verbal interruptions; and (7) Employers' policy and culture prevented Ms. Alvarez and other Aggrieved Employees from taking timely, uninterrupted, and duty-free meal periods because of the priority placed on completing job requirements over employees' right to receive timely, uninterrupted, and duty-free meal periods.

Ms. Alvarez and Aggrieved Employees did not receive an extra hour of wages at their regular rate of pay for the meal periods which were not provided to them in compliance with California law.

Accordingly, Employers violated IWC Wage Order No. 5 and California Labor Code sections 226.7(a), 512(a) and 1198.



Ms. Alvarez and Aggrieved Employees will therefore seek PAGA default penalties pursuant to Labor Code section 2699; penalties pursuant to paragraph (20)(A) of IWC Wage Order No. 5; penalties pursuant to California Labor Code California Labor Code sections 558 and 1199; and attorneys' fees and costs.

3. FAILURE TO AUTHORIZE AND PERMIT REST PERIODS AND PAY REST PERIOD PREMIUMS.

Employers failed to authorize and permit Ms. Alvarez and Aggrieved Employees take legally compliant 10-minute periods. Employers required Ms. Alvarez and Aggrieved Employees to work through rest periods. Ms. Alvarez and Aggrieved Employees were not provided with uninterrupted, duty-free rest periods when they worked more than four (4) hours or a major fraction thereof. Further, Ms. Alvarez and Aggrieved Employees were not provided with a second uninterrupted, duty-free rest period when they worked more than six (6) hours in a day, or a third uninterrupted, duty-free rest period after working more than ten (10) hours in day. In the rare event that a rest period was taken, it was frequently interrupted or cut short. Moreover, Ms. Alvarez and Aggrieved Employees were never completely relieved of duty as required by *Augustus v. ABM Security Services, Inc.*, 2 Cal.5th 257 (2016).

Employers' policies, practices, and procedures were responsible for the violations alleged above and prevented Ms. Alvarez and other Aggrieved Employees from taking timely and complete rest periods because, amongst other reasons: (1) Employers did not have legally-compliant policies regarding the provision and timing of rest periods or systematically disregarded its own purported rest period policies; (2) Employers' management at various levels, affecting all hourly-non-exempt employees, failed and refused to implement and enforce legally compliant rest period policies and practices; (3) Employers failed to adequately inform and train Ms. Alvarez and other Aggrieved Employees regarding their right to take timely, uninterrupted, and duty-free rest periods; (4) Employers failed to adequately inform and train Ms. Alvarez and other Aggrieved Employees about their right to premium wages for non-compliant rest periods; (5) Employers failed to ensure that there was adequate staffing to allow Ms. Alvarez and other Aggrieved Employees to take timely, uninterrupted, and duty-free rest periods; (6) Employers required Ms. Alvarez and other Aggrieved Employees to remain on-call and respond to work-related requests at all times, including during rest periods, which included responding to in person verbal interruptions; and (7) Employers' policy and culture prevented Ms. Alvarez and other Aggrieved Employees from taking timely, uninterrupted, and duty-free rest periods because of the priority placed on completing job requirements over employees' right to receive rest periods.

Ms. Alvarez and Aggrieved Employees did not receive an extra hour of wages at their regular rate of pay for the rest periods which were not provided to them in compliance with California law.



Accordingly, Employers violated IWC Wage Order No. 5 and California Labor Code sections 226.7(a), and 1198.

Ms. Alvarez and Aggrieved Employees will therefore seek PAGA default penalties pursuant to Labor Code section 2699; penalties pursuant to paragraph (20)(A) of IWC Wage Order No. 5; California Labor Code sections 558 and 1199 penalties; and attorneys' fees and costs.

4. FAILURE TO TIMELY PAY WAGES DURING EMPLOYMENT.

As to each pay period, Employers have failed to timely pay all wages earned because Ms. Alvarez and Aggrieved Employees were not paid all the wages they were owed including, *inter alia*, overtime compensation, straight time wages, and meal and rest period premiums. Accordingly, Employers violated California Labor Code section 204(a).

Ms. Alvarez and Aggrieved Employees will therefore seek PAGA default penalties pursuant to Labor Code section 2699; penalties pursuant to California Labor Code sections 210 and 1199; and attorneys' fees and costs.

5. FAILURE TO PAY ALL WAGES DUE TO DISCHARGED AND QUTTING EMPLOYEES.

As to each pay period, Employers have failed to timely pay all wages earned because Ms. Alvarez and Aggrieved Employees were not paid all the wages they were owed including, *inter alia*, overtime compensation, straight time wages, and meal and rest period premiums. Accordingly, Employers violated California Labor Code section 201(a), 202(a) and 203(a).

Ms. Armendariz and Aggrieved Employees will therefore seek PAGA default penalties pursuant to Labor Code section 2699; penalties pursuant to California Labor Code sections 210 and 1199; and attorneys' fees and costs.

6. FAILURE TO PROVIDE ACCURATE ITEMIZED WAGE STATEMENTS.

As a result of the practices described above, the wage statements provided to Ms. Alvarez and Aggrieved Employees never included the actual hours worked, the name and address of the legal employing entity, and the correct rates of pay. The wage statement provided to Ms. Alvarez and Aggrieved Employees makes no reference to the legal name of the employer but instead lists "Puesto Concord". Accordingly, Employers violated California Labor Code section 226(a).

Ms. Alvarez and Aggrieved Employees will therefore seek PAGA default penalties; penalties pursuant to California Labor Code section 226.3; and attorneys' fees and costs.



FAILURE TO MAINTAIN ACCURATE RECORDS.

Employers have failed to maintain accurate records relating to Ms. Alvarez and Aggrieved Employees' work periods, meal periods, total daily hours worked, and total hours worked per payroll period. Accordingly, Employers violated IWC Wage Order No. 5 and California Labor Code sections 1198.5 and 1174(d).

Ms. Alvarez and Aggrieved Employees will therefore seek PAGA default penalties pursuant to Labor Code section 2699; penalties pursuant to paragraph (20)(A) of IWC Wage Order No. 5; California Labor Code section 1174.5 penalties; and attorneys' fees and costs.

7. FAILURE TO REIMBURSE NECESSARY EXPENDITURES.

California Labor Code sections 2800 and 2802 require an employer to reimburse its employees for all necessary expenditures incurred by the employee in direct consequence of the discharge of her or her job duties or in direct consequence of her or her obedience to the directions of the employer. IWC Wage Order No. 5 requires employers to provide employees with the tools or equipment necessary for the performance of their job. During the relevant time period, Ms. Alvarez and Aggrieved Employees incurred necessary business-related expenses and costs that were not fully reimbursed by Employers. These costs include but are not limited to the use of Ms. Alvarez and Aggrieved Employees of their personal cell phone to send and receive messages, calls with supervisors to understand their duties and the scope of work. Ms. Alvarez and Aggrieved Employees were also required to wash employee uniforms provided to them without reimbursement of the costs to launder these uniforms.

Accordingly, Employers violated IWC Order No. 5 and California Labor Code sections 2800 and 2802.

Ms. Alvarez and Aggrieved Employees will therefore seek PAGA default penalties pursuant to Labor Code section 2699; penalties pursuant to paragraph (20)(A) of IWC Wage Order No. 5; and attorneys' fees and costs.

8. FAILURE TO PAY VACATION TIME.

Pursuant to California Labor Code section 227.3, ". . . whenever a contract of employment or employer policy provides for paid vacations, and an employee is terminated without having taken off her vested vacation time, all vested vacation shall be paid to him as wages at her final rate in accordance with such contract of employment or employer policy respecting eligibility or time served." During the relevant time period, Employers failed to pay Ms. Alvarez and other Aggrieved Employees for all earned and unused and accrued vacation time at their final rate of pay at the time of termination of their employment. Accordingly, Employers have violated California Labor Code section 227.3.



Ms. Alvarez and Aggrieved Employees will therefore seek PAGA default penalties pursuant to Labor Code section 2699; California Labor Code section 227 penalties; and attorneys' fees and costs.

Sincerely,

JUSTIN LO ESQ.

Notice provided to Employer via Certified Mail

Mexican Street Food LLC
Human Resources/Legal Dept.
8899 University Center Lane, Suite 130
San Diego, CA 92122

Notice provided to Employer via Certified Mail

Mexican Street Food LLC
Agent for Service of Process
Evan S Ravich
600 B Street, Suite 2350
San Diego, CA 92101