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Attorneys for Plaintiff Arianna Alcaraz

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

ARIANNA ALCARAZ, on behalf of others
similarly situated and the State of California
under the Private Attorneys General Act,

Plaintiffs,

vs.

UNIO HEALTH PARTNERS, LLC and DOES 1
through 50, inclusive,

Defendants.

Case No. 26CU037164C

Judge: Wendy M. Behan
Department: C-66

CLASS ACTION

**FIRST AMENDED CLASS AND
REPRESENTATIVE ACTION
COMPLAINT**

1. Failure to Pay All Wages Owed
2. Failure to Pay All Overtime Wages
3. Meal Period Violations
4. Rest Period Violations
5. Paid Sick Leave Violations
6. Untimely Payment of Wages
7. Wage Statement Violations
8. Failure to Reimburse Business Expenses
9. Unfair Competition
10. Civil Penalties under the Private Attorneys
General Act (Labor Code §§ 2698 *et seq.*)

Action Filed: July 10, 2026

1 Plaintiff ARIANNA ALCARAZ, on behalf of all others similarly situated and the State of
2 California under the Private Attorneys General Act (“Plaintiff”) brings this FIRST AMENDED
3 CLASS AND REPRESENTATIVE ACTION COMPLAINT against Defendants UNIO HEALTH
4 PARTNERS, LLC and DOES 1 through 50, inclusive (collectively “Defendants”), alleging as follows:

5 **INTRODUCTION**

6 1. This is a class and representative action filed for wage and hour violations of the
7 California Labor Code.

8 2. Defendants' underpayment of wages was facilitated by company-wide practices of
9 requiring off-the-clock work and manually editing time records to conceal missed meal breaks.

10 3. Defendants also underpaid overtime by failing to include non-discretionary bonuses in
11 the regular rate of pay.

12 4. Defendants failed to accurately accrue and pay sick leave due to off-the-clock work
13 and omitted non-discretionary bonuses from the sick leave pay rate.

14 5. Defendants failed to provide compliant meal and rest periods due to severe
15 understaffing and did not pay all associated premiums at the blended regular rate of compensation.

16 6. Defendants failed to reimburse covered employees for using their personal cell phones
17 for work-related communications via applications and direct messaging.

18 7. Defendants required covered employees to sign unlawful and overly restrictive non-
19 solicitation agreements as a condition of employment.

20 8. Defendants are further liable for derivative claims for failure to maintain accurate
21 records, inaccurate wage statements, and untimely payment of wages during employment.

22 9. Plaintiff seeks to recover underpaid damages, penalties, interests, attorney's fees, and
23 costs.

24 **JURISDICTION & VENUE**

25 10. Jurisdiction of this action is proper in this Court under Article VI, Section 10 of the
26 California Constitution as the causes of action are premised upon violations of California law.

27 11. The monetary damages and restitution sought exceed the minimal jurisdiction limits of
28 the Superior Court.

12. This Court has jurisdiction over Defendants because, upon information and belief, Defendants have sufficient minimum contacts in California, or otherwise intentionally avail themselves to the California economy so as to render the exercise of jurisdiction over them by the California courts consistent with traditional notions of fair play and substantial justice.

13. Venue is proper in this Court under Code of Civil Procedure sections 393(a), 395, and/or 395.5 because, upon information and belief, Defendants conducted business and committed some of the alleged violations in this County.

PARTIES

A. Plaintiff Arianna Alcaraz

14. Plaintiff Arianna Alcaraz is an individual over 18 years of age who worked for Defendants in California as a non-exempt employee from about July 7, 2024 to Present. Plaintiff worked as a Medical Assistant.

15. The State of California, via the Labor and Workforce Development Agency (“LWDA”), is the real party in interest in this action. (*Kim v. Reins Int’l California, Inc.* (2020) 9 Cal. 5th 73, 81 [The “government entity on whose behalf the plaintiff files suit is always the real party in interest.”]). To the extent permitted by law, including pursuant *Balderas v. Fresh Start Harvesting, Inc.* (2024) 101 Cal. App. 5th 533 and *Rodriguez v. Packers Sanitation Services Ltd., LLC* (2025) 109 Cal.App.5th 69, the PAGA claim is brought exclusively as a representative action and does not include arbitrable claims.

B. Defendants

16. Defendant Unio Health Partners, LLC is a California limited liability company that maintains operations and conducts business throughout the State of California, including in this county.

17. The true names and capacities, whether individual, corporate, or otherwise, of the parties sued as DOES 1 through 50, are presently unknown, unascertainable, or uncertain, and are sued by such fictitious names under Code of Civil Procedure section 474. Upon information and belief, each of DOES 1 through 50 constitutes a legal employer or is otherwise legally responsible in some

manner for the acts and omissions alleged herein. This Complaint may be amended to reflect their true names and capacities once ascertained.

18. Upon information and belief, Defendants in this action are employers, co-employers, joint employers, and/or part of an integrated employer enterprise, as each of the Defendants exercised control over the wages, hours, and working conditions of the employees, suffered and permitted them to work, and otherwise engaged them as employees under California law.

19. Upon information and belief, at least some of the Defendants have common ownership, common management, interrelationship of operations, and centralized control over labor relations and are therefore part of an integrated enterprise and thus jointly and severally responsible for the acts and omissions alleged herein, including pursuant to Labor Code sections 558, 558.1, and 1197.1.

20. Upon information and belief, Defendants acted in all respects pertinent to this action as an alter-ego, agent, servant, joint employer, joint venturer, co-conspirator, partner, in an integrated enterprise, or in some other capacity on behalf of all other co-defendants, such that the acts and omissions of each defendant may be legally attributable to all others.

CLASS ALLEGATIONS

21. This action is brought individually and on behalf of the following class pursuant to Code of Civil Procedure section 382:

- a. All current and former non-exempt employees who worked for Defendants in California at any time from four years prior to the filing of this action through date of class certification.

22. Plaintiff reserves the right to establish various subclass definitions as appropriate at the class certification stage, according to proof.

23. The class is ascertainable and shares a well-defined community of interest in this litigation:

- a. Numerosity: The class is estimated to exceed 50 individuals, although the precise membership of the entire class is unknown at this time. The class is so numerous that joinder of all class members is impracticable. The identities of

class members are ascertainable by inspection of Defendants' employment and payroll records.

b. Typicality: Plaintiff's claims are typical of the claims of the other class members. They were subject to the same policies and practices of Defendants, which resulted in losses to the class. Proof of common unlawful business practices, which Plaintiff experienced, will establish the right of the class to recover on the causes of action alleged herein.

c. Adequacy: Plaintiff is an adequate class representative; will take all necessary steps to protect the class members' interests adequately and fairly; has no interest antagonistic to other class members; and is represented by attorneys who have substantial experience prosecuting, defending, resolving, and litigating wage and hour class, collective, and representative actions in California state and federal courts.

d. Superiority: A class action is superior to other means for adjudicating this dispute. Individual joinder is impractical. Class treatment will allow for common issues to be resolved in a single forum, simultaneously, and without duplication of effort and expense.

e. Public Policy Considerations: Certification of this lawsuit as a class action advances the State of California's strong public interest in ensuring its approximately millions of employed residents are properly paid the wages they earned for the hours they worked. Class actions provide a mechanism for enforcement of labor laws and allow for vindication of employee rights by unnamed class members.

24. Common questions of law and fact as to the class members predominate over questions affecting only individual members. The common questions of law and fact exist as to whether the employment policies and practices formulated by Defendants and applied to the class members constitute violations of California law.

GENERAL ALLEGATIONS

25. Defendants failed to pay Plaintiff and the covered employees at the lawful minimum wage rate for all hours worked, resulting in unpaid minimum wages. Defendants engaged in an unlawful policy and practice of requiring the Plaintiff and covered employees to complete work off the clock, without compensation. Specifically, Defendants maintained the unlawful policy and practice of failing to provide compliant meal periods to Plaintiff and the covered employees, and forced employees to complete work tasks while clocked out for their meal periods. Plaintiff would complete time-sensitive tasks such as cleaning exam rooms before bringing in patients, running urine analysis, setting up a variety of procedures for patients, charting patients' intake, and assisting the doctor with procedures. Plaintiff alleges that Defendants' poor scheduling and demanding workload required her to remain constantly available for incoming and outgoing patient visits, even during meal periods. Thus, Defendants failed to compensate Plaintiff for the time she spent working off the clock during her meal periods.

26. Defendants also engaged in an unlawful policy and practice of manipulating Plaintiff's and the covered employees' time records with unlawful edits. Specifically, Plaintiff's time records have been manually edited by Defendants to conceal the fact that she was unable to take a compliant meal break by recording non-existent compliant meal periods on multiple occasions. Plaintiff did not actually take some of these meal periods, which directly resulted in reducing the number of hours she actually worked.

27. Defendants failed to pay Plaintiff and the covered employees overtime wages and the lawful rate of pay for overtime hours worked, resulting in unpaid overtime wages. Firstly, as discussed above, Plaintiff and the covered employees were not paid for all hours worked due to Defendants' policy and practice of significant time editing and requiring off-the-clock work to be performed during unpaid meal periods. To the extent that Plaintiff and the covered employees worked more than 8 hours in a day or 40 hours in a workweek as a result of being required to perform off-the-clock work, Defendant failed to pay overtime wages owed.

28. Additionally, Defendants failed to pay Plaintiff and the covered employees their overtime wages at the lawful regular rate of pay for overtime hours worked, resulting in unpaid

overtime wages. Specifically, Defendants failed to pay Plaintiff and the covered employees for all hours worked. When Defendants failed to pay for each hour worked, and these hours resulted in unpaid hours over eight hours in one day or forty hours in one week, these unpaid hours resulted in unpaid overtime hours. Defendants failed to pay overtime wages at 1.5x the regular rate of pay inclusive of additional remuneration. Specifically, Plaintiff and the covered employees earned non-discretionary remuneration including annual bonuses listed on wage statements as “Bonus YE.” These bonuses and all other additional forms of non-excludable remuneration should have been included in the regular rate of pay when calculating the overtime premium. However, Defendants failed to include these payments in their calculations, resulting in unpaid overtime wages.

29. As an example, for the pay period of December 7, 2025 to December 20, 2025, Plaintiff earned a non-discretionary bonus of \$381.00, and also worked approximately 0.27 hours of overtime. Defendants should have, but failed to, include the entire payment in the regular rate of pay when calculating the overtime rate, instead paying overtime at a straight 1.5x Plaintiff’s base rate

30. Defendants failed to comply with California’s paid sick leave laws with respect to the covered employees. Firstly, because Defendants failed to record and pay for all hours that Plaintiff and the covered employees worked, Defendants failed to credit them with all sick leave hours that they actually accrued. Additionally, each time Plaintiff and the covered employees worked off-the-clock, resulting in unpaid overtime, their overtime hours were not accounted for when calculating their paid sick leave as it accrued. Therefore, Plaintiff and the covered employees were not awarded the total accrued sick leave time they had actually earned.

31. Plaintiff and the covered employees also often experienced missed, late, short, and interrupted meal periods in order to keep up with the high demands of the job and due to Defendants’ non-compliant policies and practices, including understaffing and/or single-staffing certain positions. Plaintiff was the sole Medical Assistant scheduled to support two doctors and was frequently the only Medical Assistant in the entire office. Because Defendants required her to remain constantly available, Plaintiff regularly received non-compliant meal periods. The extent of Defendants’ violations is evident on the face of Defendants’ timekeeping records, which will reflect the violations committed against Plaintiff and the covered employees.

1 32. As an example, on September 26, 2025, Plaintiff worked an approximately 6.2 hour
2 shift from 8:26 a.m. to 2:40 p.m. and did not receive a compliant meal period. Accordingly, Plaintiff
3 should have received a meal premium, but her pay records from this same period do not reflect a meal
4 premium having been paid at all.

5 33. Defendants routinely failed to pay meal period premiums at the legally compliant
6 regular rate of compensation. Pursuant to *Ferra v. Loews Hollywood Hotel, LLC*, the regular rate for
7 premium pay must encompass all forms of non-discretionary compensation, including the yearly
8 bonuses earned by Plaintiff and the covered employees. By failing to calculate and pay meal premiums
9 using this blended regular rate, and by failing to provide any subsequent true-up payments once the
10 yearly bonuses were finalized, Defendants underpaid the statutory premiums owed to Plaintiff and the
11 covered employees.

12 34. Defendants failed to provide all rest periods to which Plaintiff and the covered
13 employees were entitled and further failed to pay all owed rest period premiums. Plaintiff and the
14 covered employees frequently experienced non-compliant rest periods due to the same severe
15 understaffing and Defendants' non-compliant policies and practices that caused them to experience
16 non-compliant meal periods regularly. For example, as a Medical Assistant, when the Plaintiff was
17 supporting doctors, she was also expected to clean out visiting rooms before and after patient
18 appointments in addition to other time-sensitive responsibilities, which resulted in missed rest periods.
19 When Defendants did not provide compliant rest periods, Defendants also failed to pay Plaintiff and
20 the other covered employees all rest period premiums in violation of Labor Code section 226.7.
21 Defendants' unlawful practice of failing to provide mandated and compliant rest periods was common
22 amongst the covered employees.

23 35. Because Defendants failed to pay all wages and premiums in each pay period in which
24 such wages were earned at the lawful rate, Defendants violated Labor Code section 204 and/or 204b
25 (for weekly employees, as applicable). Defendants violated Labor Code sections 204 and 204b by
26 failing to pay all wages and premiums owed on the regular pay days scheduled each pay period within
27 seven calendar days of the close of the payroll period, as a result of the policies and practices set forth
28 in this complaint.

1 36. Defendants failed to provide accurate itemized wage statements to the covered
2 employees each pay period as a result of the policies and practices set forth in this complaint.
3 Defendants violated Labor Code section 226(a)(1) and (5) by not listing the correct “gross wages
4 earned” or “net wages earned,” as the employees earned wages and premiums that were not paid,
5 resulting in an inaccurate reflection, and recording of “gross wages earned” on those wage statements.
6 Likewise, in violation of Labor Code section 226(a)(9), Defendants failed to state on employee wage
7 statements each pay period the applicable hourly rates in effect and the number of hours worked at
8 that rate, as Defendants failed to pay all wages and premiums owed to employees. The amounts stated
9 are instead depreciated and underpaid, resulting in an inaccurate reflection on the pay stub.

10 37. Plaintiff and other covered employees cannot promptly and easily determine from the
11 wage statement alone the wages paid or earned without reference to other documents or information.
12 Indeed, these wage statement violations are significant because they sow confusion among Plaintiff
13 and other covered employees with respect to what amounts were owed and paid, at what rates, the
14 number of hours worked, and how those amounts were or should be calculated. The wage statements
15 reflect a false statement of earnings and concealed the underlying problems and underpayments of
16 employee wages.

17 38. Defendant required Plaintiff and the covered employees to incur costs for work-related
18 purposes without full reimbursement. In direct consequence of their job duties, Plaintiff and the
19 covered employees unavoidably and necessarily incurred these losses, expenditures, costs, and as a
20 matter of policy and practice. For example, Plaintiff used her personal cell phone to communicate with
21 patients through the “GoTo” application regarding employment duties. Plaintiff would also have
22 representatives for medical products message her directly. Plaintiff was not reimbursed for the costs
23 of using her personal cell phone for work-related purposes.

24 39. Because of the policies and practices set forth in this complaint, including the failure
25 to accurately account for wages earned or hours worked, Defendants failed to accurately maintain
26 records in accordance with Labor Code section 1174 and the IWC Wage Orders.

27 40. Defendants required that Plaintiff and the covered employees sign non-solicitation
28 agreements restricting their ability to accept certain work on behalf of themselves or other employers.

As such, Defendants violated California Labor Code section 432.5 by requiring that Plaintiff and the covered employees sign non-solicitation agreements prohibited by California law. Specifically, Plaintiff and the covered employees were required to sign non-solicitation agreements, as a condition of employment, that imposed restrictions for the duration of their employment with Defendants and for the following twelve months after the end of their employment with Defendants.

FIRST CAUSE OF ACTION

FAILURE TO PAY ALL WAGES OWED

Violation of Labor Code §§ 200, 218, 1194, 1194.2 and 1197

(All Claims Alleged by Plaintiff and Class Members Against All Defendants)

41. All outside paragraphs of this Complaint are incorporated into this section.

42. This cause of action is brought pursuant to the IWC Wage Orders and Labor Code §§ 200, 218, 1182.12, 1194, 1194.2, 1197, 1197.1 and 1198 and the IWC Wage Orders (the “Hours and Days of Work” and “Minimum Wages” sections of the applicable orders), which require non-exempt employees be timely paid at least the state or local minimum wage (if higher) for each hour of work, and further provide a private right of action for an employer’s failure to pay all minimum wages (plus liquidated damages). In addition to minimum wages, Labor Code § 200 states that “wages” includes all amounts for labor performed by employees of every description, whether the amount is fixed or ascertained by the standard of time, task, piece, commission basis, or other method of calculation.”

43. Defendants willfully failed in their affirmative obligation to pay Plaintiff and class members at least the lawful minimum wage for each hour worked in violation of Labor Code sections 1182.12, 1194, 1194.2, 1197, 1197.1 and 1198 and the IWC Wage Orders (the “Hours and Days of Work” and “Minimum Wages” sections of the applicable orders), including payment at the lawful local and county minimum wage ordinances in effect. As a result, Defendants are liable for all associated damages, including liquidated damages for the minimum wage violations pursuant to Labor Code § 1194.2.

44. Defendants’ unlawful acts and omissions deprived Plaintiff and class members of minimum, regular and overtime wages in amounts to be determined at trial. Plaintiff and class

1 members are entitled to recover the full amount of the unpaid wages, plus liquidated damages in an
2 amount equal to the wages unlawfully unpaid (and interest thereon), in addition to interest, attorneys'
3 fees, and costs to the extent permitted by law, including under Labor Code sections 1194 and 1194.2,
4 218.6 and any other applicable statutes.

5 **SECOND CAUSE OF ACTION**

6 **FAILURE TO PAY ALL OVERTIME WAGES**

7 **Violation of Labor Code §§ 510 and 1194**

8 45. All outside paragraphs of this Complaint are incorporated into this section.

9 46. This cause of action is brought pursuant to the IWC Wage Orders and Labor Code
10 §§ 204, 510, 558, 1194, and 1198, which require non-exempt employees be timely paid overtime
11 wages all overtime hours worked, and which further provide a private right of action for an employer's
12 failure to pay all overtime compensation for overtime hours worked.

13 47. Defendants failed in their affirmative obligation to pay Plaintiff and class members no
14 less than one and one-half times their respective "regular rate of pay" for all hours worked in excess
15 of eight hours in one day, 40 hours in one week, or the first eight hours worked on the seventh day of
16 work in any one workweek, and no less than twice their respective "regular rate of pay" for all hours
17 over 12 hours in one day and any work in excess of eight hours on any seventh day of a workweek for
18 such hours worked, in violation of Labor Code sections 204, 510, 558, 1194, and 1198 and the IWC
19 Wage Orders (the "Hours and Days of Work" sections of the applicable orders).

20 48. Plaintiff and class members are entitled to recover the full amount of the unpaid
21 overtime, in addition to interest, statutory and civil penalties, and attorneys' fees, and costs to the
22 extent permitted by law.

23 **THIRD CAUSE OF ACTION**

24 **MEAL PERIOD VIOLATIONS**

25 **Violation of Labor Code §§ 226.7 and 512**

26 49. All outside paragraphs of this Complaint are incorporated into this section.

27 50. This cause of action is brought pursuant to the IWC Wage Orders and Labor Code
28 §§ 226.7, 558 and 512, which require non-exempt employees be provided complaint meal periods (or

meal period premiums in lieu thereof), and which further provide a private right of action for an employer's failure to lawfully provide all meal periods and/or pay meal period premiums at the lawful regular rate of compensation.

51. Defendants willfully failed in their affirmative obligation to consistently provide Plaintiff and class members compliant, duty-free meal periods of not less than 30 minutes beginning before the fifth hour of hour for each work period of more than five hours per day and a second duty-free meal period of not less than 30 minutes beginning before the tenth hour of hour of work in violation of Labor Code sections 226.7, 512, 558, 1198 and the IWC Wage Orders (the "Meal Periods" sections of the applicable orders).

52. Further, Defendants willfully failed in their affirmative obligation to consistently pay Plaintiff and class members one additional hour of pay at the respective regular rate of compensation for each workday that a fully compliant meal period was not provided, in violation of Labor Code sections 226.7, 512, 558, and 1198 and the IWC Wage Orders (the "Meal Periods" sections of the applicable orders).

53. Plaintiff and class members are entitled to recover the full amount of the meal period premiums owed, in addition to interest, statutory and civil penalties, and attorneys' fees, and costs to the extent permitted by law.

FOURTH CAUSE OF ACTION

REST PERIOD VIOLATIONS

Violation of Labor Code §§ 226.7 and 516

54. All outside paragraphs of this Complaint are incorporated into this section.

55. This cause of action is brought pursuant to the IWC Wage Orders and Labor Code §§ 226.7 and 516, which require non-exempt employees be authorized to take complaint rest periods (or rest period premiums in lieu thereof), and which further provide a private right of action for an employer's failure to lawfully provide all rest periods and/or pay rest period premiums at the lawful regular rate of compensation.

56. Defendants willfully failed in their affirmative obligation to consistently authorize and permit Plaintiff and class members to receive compliant, duty-free rest periods of not less than ten

(10) minutes for every four hours worked (or major fraction thereof) in violation of Labor Code sections 226.7, 516, 558, and 1198 and the IWC Wage Orders (the “Rest Periods” sections of the applicable orders).

57. Further, Defendants willfully failed in their affirmative obligation to consistently pay Plaintiff and class members one additional hour of pay at the respective regular rate of compensation for each workday that a fully compliant rest period was not provided, in violation of Labor Code sections 226.7, 516, 558, and 1198 and the IWC Wage Orders.

FIFTH CAUSE OF ACTION

FAILURE TO PAY ALL PAID SICK LEAVE WAGES

Violation of Labor Code §§ 200, 218, 246 *et seq.*

58. All outside paragraphs of this Complaint are incorporated into this section.

59. Defendants knowingly and intentionally failed in their affirmative obligation to pay sick leave wages to Plaintiff and a paid sick leave subclass in violation of Labor Code section 246 *et seq.* Paid sick leave earnings constitute wages for purposes of California wage and hour law. (*Murphy v. Kenneth Cole Productions, Inc.* (2007) 40 Cal.4th 1094, 1103 [“Courts have recognized that ‘wages’ also include those benefits to which an employee is entitled as a part of his or her compensation, including money, room, board, clothing, vacation pay, and sick pay”].)

60. Labor Code section 246(l), in conjunction with Labor Code section 248 *et seq.*, 248.1, 248.2, and 248.6, in addition to the applicable County sick pay ordinances in locales worked by class members, govern how Defendants were required to calculate paid sick leave.

61. Defendants failed to pay Plaintiff and class members their paid sick leave wages at one of the lawful rates set forth in the statute or ordinance because Defendants failed to include in their sick leave calculation the additional remuneration received by Plaintiff and class members (i.e., at the regular rate of pay and/or calculated based on total wages earned).

62. Furthermore, to the extent the paid sick leave paid constitutes Covid-related paid sick leave, Defendants knowingly and intentionally failed in their affirmative obligation to pay Covid-19 Supplemental Sick Leave wages to class members at the correct accrual rate or hourly pay rate in violation of Labor Code sections 246, 248.1, 248.2, and 248 *et seq.*

63. As a result, Defendants violated the Labor Code and are liable to Plaintiff and class members for underpaid sick leave wages, in addition to interest, attorneys' fees, and costs.

SIXTH CAUSE OF ACTION

UNTIMELY PAYMENT OF WAGES

Violation of Labor Code §§ 204, 210, 218

64. All outside paragraphs of this Complaint are incorporated into this section.

65. This cause of action is brought pursuant to the IWC Wage Orders and Labor Code §§ 204, 204b, and 210 which require non-exempt employees be timely paid all wages owed each pay period, and which further provide a private right of action for an employer's failure to comply with this obligation. Labor Code § 218 authorizes individuals to sue directly for wages and penalties due under these sections, including Labor Code § 210(c)'s statutory late payment penalties.

66. Defendants willfully failed in their affirmative obligation to timely pay all wages, including paid sick leave and meal and rest premiums, earned by Plaintiff and class members twice during each calendar month on days designated in advance by the employer as regular paydays (for employees paid on a non-weekly basis) and on the regularly-scheduled weekly payday for weekly employees, if any, in violation of Labor Code sections 204 and 204b and the IWC Wage Orders (the "Minimum Wages" sections of the applicable orders).

67. Plaintiff and class members are entitled to recover the full amount of the unpaid wages, in addition to a statutory penalty in the amount of \$100 for the initial violation for each failure to pay each employee and \$200 for all subsequent violations and for all willful or intentional violations for each failure to pay each employee, plus 25 percent of the amount unlawfully withheld under provided in Labor Code § 210, in addition to interest, attorneys' fees, and costs to the extent permitted by law.

SEVENTH CAUSE OF ACTION

WAGE STATEMENT VIOLATIONS

Violation of Labor Code § 226

68. All outside paragraphs of this Complaint are incorporated into this section.

69. This cause of action is brought by a wage statement subclass pursuant to Labor Code § 226(a) which requires non-exempt employees be provided accurate itemized wage statements each

1 pay period, and which further provide a private right of action for an employer's failure to comply
2 with this obligation.

3 70. Defendants knowingly and intentionally failed in their affirmative obligation to provide
4 accurate itemized wage statements to Plaintiff and class members resulting in injury to Plaintiff and
5 class members. Specifically, the wage statements issued to Plaintiff and class members did not
6 accurately state each pay period all of the information required by Labor Code § 226(a)(1)-(9).

7 71. Defendants' unlawful acts and omissions deprived Plaintiff and class members of
8 accurate itemized wage statements, causing confusion and concealing wage and premium
9 underpayments.

10 72. As a result, Plaintiff and class members are entitled to recover the statutory penalty of
11 \$50 per employee for the initial pay period in which a violation occurred and \$100 per employee for
12 each violation in a subsequent pay period, up to an aggregate penalty of \$4,000 per employee, in
13 addition to interest, attorneys' fees, and costs to the extent permitted by law, including under Labor
14 Code section 226(e).

15 **EIGHTH CAUSE OF ACTION**

16 **WAITING TIME PENALTIES**

17 **Violation of Labor Code §§ 201 *et seq.***

18 73. All outside paragraphs of this Complaint are incorporated into this section.

19 74. This cause of action is brought by a waiting time subclass pursuant to Labor Code
20 §§ 201 through 203, which require an employer to timely pay all wages earned upon termination of
21 employment, and which further provide a private right of action to recover statutory waiting time
22 penalties each day an employer fails to comply with this obligation, up to a maximum of 30 days
23 wages.

24 75. Defendants willfully failed and continue to fail in their affirmative obligation to pay all
25 wages earned and unpaid to Plaintiff and class members immediately upon termination of employment
26 or within 72 hours thereafter for employees who did not provide at least 72 hours prior notice of his
27 or her intention to quit, and further failed to pay those sums for 30 days thereafter in violation of Labor
28 Code sections 201 through 203 and the IWC Wage Orders.

1 76. Plaintiff and class members are entitled to recover a waiting time penalty for a period
2 of up to 30 days, in addition to interest, attorneys' fees, and costs to the extent permitted by law.

3 **NINTH CAUSE OF ACTION**

4 **FAILURE TO REIMBURSE BUSINESS EXPENSES**

5 **Violation of Labor Code § 2802**

6 77. All outside paragraphs of this Complaint are incorporated into this section.

7 78. Defendants willfully failed in their affirmative obligation to reimburse Plaintiff and a
8 reimbursement subclass for all necessary expenditures, losses, expenses, and costs incurred by them
9 in direct discharge of the duties of their employment, in violation of Labor Code section 2802.

10 79. Defendants' unlawful acts and omissions deprived Plaintiff and class members of
11 lawful reimbursements for business expenses in amounts to be determined at trial. Plaintiff and class
12 members are entitled to recover the amount unreimbursed expenses of Plaintiff and class members in
13 addition to interest, attorneys' fees, and costs to the extent permitted by law, including under Labor
14 Code section 2802.

15 **TENTH CAUSE OF ACTION**

16 **UNFAIR COMPETITION**

17 **Violation of Business and Professions Code §§ 17200 *et seq.***

18 80. All outside paragraphs of this Complaint are incorporated into this section.

19 81. Defendants have engaged and continue to engage in unfair and/or unlawful business
20 practices in the State of California in violation of California Business and Professions Code § 17200
21 by committing the foregoing wage and hour violations alleged throughout this Complaint.

22 82. Defendants' dependence on these unfair and/or unlawful business practices deprived
23 Plaintiff and continue to deprive other class members of compensation to which they are legally
24 entitled, constitutes unfair and/or unlawful competition, and provides an unfair advantage to
25 Defendants over competitors who have been and/or are currently employing workers in compliance
26 with California's wage and hour laws. These failures constitute unlawful, deceptive, and unfair
27 business acts and practices in violation of Business and Professions Code section 17200 *et seq.*

83. Plaintiff is a victim of Defendants' unfair and/or unlawful conduct alleged in this Complaint, and Plaintiff, as an individual and on behalf of others similarly situated, seeks full restitution of the moneys as necessary and according to proof to restore all monies withheld, acquired, and/or converted by Defendants pursuant to Business and Professions Code §§ 17203 and 17208.

84. Plaintiff does not have an adequate remedy at law for past or future violations, to the extent the statute of limitations on each of the alleged causes of action do not extend to the four year limitation provided under the UCL or to the extent the underlying Labor Code and IWC Wage Order violations do not provide a private right of action.

85. Plaintiff and class members are entitled to injunctive relief against Defendants, restitution, and other equitable relief to return all funds over which Plaintiff and class members have an ownership interest and to prevent future damage and the public interest under Business and Professions Code § 17200 *et seq.* Plaintiff and class members are further entitled to recover interest, attorneys' fees, and costs to the extent permitted by law, including under Code of Civil Procedure § 1021.5.

ELEVENTH CAUSE OF ACTION

CIVIL PENALTIES UNDER THE PRIVATE ATTORNEYS GENERAL ACT

Violation of Labor Code §§ 2698 *et seq.*

(By Plaintiff on Behalf of the State and the Aggrieved Employees Against All Defendants)

86. All outside paragraphs of this Complaint are incorporated into this section.

87. Plaintiff brings this cause of action as a proxy for the State of California on behalf of the following "aggrieved employees" pursuant to the Private Attorneys General Act ("PAGA"), codified as Labor Code section 2698 *et seq.*:

- a. All current and former non-exempt employees who worked for Defendants in California at any time from one year prior to the postmark date of the initial PAGA notice through date of trial.

88. Plaintiff reserves the right to amend, supplement, or add to this description of the aggrieved employees, according to proof.

1 89. The State of California, via the Labor and Workforce Development Agency
2 (“LWDA”), is the real party in interest in this action with respect to this cause of action. (*Kim v. Reins*
3 *Int’l California, Inc.* (2020) 9 Cal. 5th 73, 81 [The “government entity on whose behalf the plaintiff
4 files suit is always the real party in interest.”])

5 90. Labor Code section 2699(a) provides: “Notwithstanding any other provision of law,,
6 any provision of this code that provides for a civil penalty to be assessed and collected by the Labor
7 and Workforce Development Agency or any of its departments, divisions, commissions, boards,
8 agencies, or employees, for a violation of this code, may, as an alternative, be recovered through a civil
9 action brought by an aggrieved employee on behalf of the employee and other current or former
10 employees against whom a violation of the same provision was committed pursuant to the procedures
11 specified in Section 2699.3. “

12 91. Any allegations regarding violations of the IWC Wage Orders are enforceable as
13 violations of Labor Code section 1198, which states: “[t]he employment of any employee for longer
14 hours than those fixed by the order or under conditions of labor prohibited by the order is unlawful.”

15 92. Labor Code section 2699.3 sets forth the procedure for commencing an action for civil
16 penalties under the PAGA.

17 93. On or about **June 12, 2026**, Plaintiff paid the requisite PAGA filing fee and provided
18 written notice (by online electronic filing with the LWDA and by certified mail to Defendants) of
19 Defendants’ alleged Labor Code violations, including the facts and theories to support the alleged
20 violations.

21 94. A true and correct copy of Plaintiff’s written PAGA notice, entitled “Notice of Labor
22 Code Violations” is attached hereto as Exhibit 1 and incorporated by reference as though fully set
23 forth herein (the “PAGA notice”).

24 95. To date, neither Plaintiff nor Plaintiff’s counsel has received a response to Plaintiff’s
25 written PAGA notice from the LWDA.

26 96. Within 33 calendar days of the postmark date of the notice sent by Plaintiff, neither
27 Plaintiff nor Plaintiff’s counsel has received written notice by certified mail from any defendant
28 providing a description of any actions taken to cure the alleged violations.

1 97. Now that at least 65 days have passed from Plaintiff notifying Defendants of these
2 violations, without notice of cure from Defendants or notice from the LWDA of its intent to investigate
3 the alleged allegations and issue the appropriate citations to Defendants, Plaintiff exhausted all
4 prerequisites and commenced this civil action under Labor Code section 2699 *et seq.*

5 98. As set forth in the PAGA notice attached as Exhibit 1 and incorporated into this
6 Complaint, Defendants committed the following violations and are liable for all corresponding civil
7 penalties:

- 8 a. ***Unpaid Hours Worked/Minimum Wage.*** Violation of Labor Code §§ 1194,
9 1197, 1198; IWC Wage Orders.
- 10 b. ***Unpaid Overtime.*** Violation of Labor Code §§ 510, 1194, 1198; IWC Wage
11 Orders.
- 12 c. ***Unpaid Paid Sick Leave.*** Violation of Labor Code §§ 246 through 248.7.
- 13 d. ***Unpaid Meal Period Premium Wages.*** Violation of Labor Code §§ 226.7, 512,
14 1198; IWC Wage Orders.
- 15 e. ***Unpaid Rest Period Premium Wages.*** Violation of Labor Code §§ 226.7, 516,
16 1198; IWC Wage Orders.
- 17 f. ***Untimely Payment of Wages During Employment.*** Violation of Labor Code
18 §§ 204, 204b, 210.
- 19 g. ***Untimely Payment of Wages Upon Separation of Employment.*** Violation of
20 Labor Code §§ 201, 202, 203, 256.
- 21 h. ***Non-Compliant Wage Statements.*** Violation of Labor Code §§ 226, 226.3.
- 22 i. ***Unreimbursed Employee Expenses.*** Violation of Labor Code §§ 2802, 2804.
- 23 j. ***Unlawful Employment Condition.*** Violation of Labor § 432.5.
- 24 k. ***Failure to Maintain Accurate Records.*** Violation of Labor Code § 1174; IWC
25 Wage Orders.

26 99. Plaintiff seeks to collect all recoverable civil penalties for the Labor Code violations
27 alleged in this Complaint and the PAGA notice (including amendments thereto) against Defendants
28

pursuant to Labor Code section 2699(a) and (f), in addition to attorneys' fees, costs, and interest to the extent permitted by law, including under Labor Code section 2699(k).

PRAYER

Plaintiff prays for judgment as follows:

- a. For certification of this action as a class action;
- b. For appointment of Plaintiff as the class representative;
- c. For appointment of above-captioned counsel for Plaintiff as Class Counsel;
- d. For division of class members into appropriate classes and/or subclasses according to proof;
- e. For recovery of all statutory penalties and liquidated damages;
- f. For disgorgement of all amounts wrongfully obtained to the extent permitted by law;
- g. For restitution and injunctive relief;
- h. For attorneys' fees and costs of suit, including expert fees, to the extent permitted by law, including (without limitation) under Labor Code §§ 218.5, 226, 1194, 2802 and Code of Civil Procedure § 1021.5.
- i. For recovery of damages in amount according to proof;
- j. For all recoverable pre- and post-judgment interest;
- k. For this action to be maintained as a representative action under the PAGA;
- l. For Plaintiff and counsel of record to be provided with all enforcement capability as if the action were brought by the State of California or the California Division of Labor Enforcement;
- m. For recovery of all civil penalties and other recoverable amounts under the PAGA;
- n. For reasonable attorneys' fees and costs of suit, including expert fees, to the extent permitted by law, associated with the PAGA claims pursuant to Labor Code § 2699, and Code of Civil Procedure section 1021.5 and any other applicable sections; and
- o. For such other relief the Court deems just and proper.

//

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1 Dated: August 21, 2026

Ferraro Vega Employment Lawyers, Inc.

2 

3 Rick Waltman

4 Ricardo De Leon

5 Nicholas J. Ferraro

6 Lauren N. Vega

7 *Attorneys for Plaintiff Arianna Alcaraz*

EXHIBIT 1

Notice of Labor Code Violations

FERRARO VEGA

SAN DIEGO EMPLOYMENT LAWYERS

Nicholas J. Ferraro
nick@ferrarovega.com
Lauren N. Vega
lauren@ferrarovega.com

ATTORNEYS AT LAW
3333 Camino del Rio South, Suite 300
San Diego, California 92108

619-693-7727
619-350-6855 fax
ferrarovega.com

June 12, 2026

NOTICE OF LABOR CODE VIOLATIONS CALIFORNIA LABOR CODE SECTIONS 2698 *et seq.*

VIA CERTIFIED U.S. MAIL

- *Electronic Return Receipt* -

Unio Health Partners, LLC
21250 Hawthorne Blvd., Suite 600
Torrance, California 90503

- *PAGA Notice & Filing Fee* -
Submitted electronically to the Labor and
Workforce Development Agency

Dear LWDA Officer and Company Representatives:

This letter serves as written notice under Labor Code section 2699.3 on behalf of **ARIANNA ALCARAZ** (“Plaintiff(s)”) and all other “covered employees” of the following “Defendant(s)”:

UNIO HEALTH PARTNERS, LLC

Defendants shall mean and include the foregoing in addition to any other related employer entities, individuals under Labor Code sections 558 and 558.1, and all others who may be later added upon further investigation and discovery as liable employers.

This office serves as legal counsel for Plaintiff. If the California Labor and Workforce Development Agency (“LWDA”) does not investigate the facts, allegations, and violations set forth in this notice within the statutorily prescribed 65-day period under Labor Code section 2699.3, Plaintiff intends to commence a civil action against Defendants as a proxy and agent of the State of California under the Private Attorneys General Act (“PAGA”). “PAGA allows an ‘aggrieved employee’—a person affected by at least one Labor Code violation committed by an employer—to pursue penalties for all the Labor Code violations committed by that employer.” *Huff v. Securitas Security Services USA, Inc.* (2018) 23 Cal.App.5th 745, 751; *Kim v. Reins International California, Inc.* (2020) 9 Cal.5th 73, 79. Plaintiff maintains standing to pursue these claims against Defendants as an aggrieved employee.

Through this notice, Plaintiff requests that Defendants complete an internal investigation and audit of the wage and hour and employment practices at issue and make a good faith

effort to correct any violations. Plaintiff attempts to identify the non-compliant policies and practices affecting the aggrieved employees so that the parties may resolve the underlying damages and penalties in judgment or settlement approved by the Superior Court of California under Labor Code section 2699(s). Defendants are notified that any attempt to resolve this case should be conducted in coordination with Plaintiff's counsel to protect the interests of Plaintiff, the aggrieved employees, and the State of California via the LWDA. Plaintiff advises Defendants this letter should be also considered a reasonable attempt at settlement of this matter, subject to an exchange of additional documents and information. *Graham v. Daimler Chrysler Corp.* (2004) 24 Cal.4th 553, 561.

- BACKGROUND -

Defendants employed Plaintiff during the PAGA Period in the position of Medical Assistant from about July 07, 2024, to the present. During their employment Plaintiff and the other covered (i.e., aggrieved) employees were subject to the wage and hour and employment protections set forth in the California Labor Code and IWC Wage Orders.

Through this notice, Plaintiff informs the LWDA of the Labor Code violations set forth herein. The "aggrieved employees" include Plaintiff and the following individuals:

All current and former non-exempt employees who worked for Defendants in the State of California during one-year period preceding the date of this notice through the current date and the date of trial in any pending action (the "covered employees" and the "PAGA Period"). As defined, these covered current and former employees are "aggrieved employees" under PAGA.

Plaintiff reserves the right to expand or narrow the definition of the "covered employees" in the forthcoming civil action. Furthermore, Plaintiff seeks all recoverable civil penalties for Defendants' violations and reserves the right to supplement this notice as further investigation is completed and further facts, witnesses, and violations are uncovered.

- PAGA CLAIMS -

Unpaid Hours Worked/Minimum Wage Violation of Labor Code §§ 1194, 1197, 1198; IWC Wage Orders

Defendants violated Labor Code sections 1194, 1197, and 1198, along with the California Minimum Wage Order, the applicable local minimum wage ordinances, and the "Hours and Days of Work" and "Minimum Wages" sections of the applicable IWC Wage Orders with respect to the covered employees.

Labor Code section 1194 renders it unlawful for an employee to receive less than the legal minimum wage for hours worked in California. Labor Code section 1197 further mandates that "[t]he minimum wage for employees fixed by the commission is the minimum wage to

be paid to employees, and the payment of a lower wage than the minimum so fixed is unlawful.” Labor Code section 1198 renders “employment of any employee for longer hours than those fixed by the order or under conditions of labor prohibited by the [IWC Wage Orders]” unlawful. The California Minimum Wage Order and the applicable sections of the IWC Wage Orders further require payment of minimum wages for all hours worked. The “Minimum Wages” sections of the applicable IWC Wage Order provide that “[e]very employer shall pay to each employee, on the established payday for the period involved, not less than the applicable minimum wage for all hours worked in the payroll period, whether the remuneration is measured by time, piece, commission, or otherwise.” The foregoing California wage laws require payment of “not less than the applicable minimum wage *for all hours worked* in the payroll period” and California law does not allow averaging of pay over the hours worked in the pay period, even if the total pay results in an average above the minimum wage. *Armenta v. Osmose, Inc.* (2005) 135 Cal.App.3d 314, 324.

Defendants failed to pay Plaintiff and the covered employees at the lawful minimum wage rate for all hours worked, resulting in unpaid minimum wages. Defendants engaged in an unlawful policy and practice of requiring the Plaintiff and aggrieved employees to complete work off the clock, without compensation. Specifically, Defendants maintained the unlawful policy and practice of failing to provide compliant meal periods to Plaintiff and the aggrieved employees, and forced employees to complete work tasks while clocked out for their meal periods. Plaintiff would complete time-sensitive tasks such as cleaning exam rooms before bringing in patients, running urine analysis, setting up a variety of procedures for patients, charting patients' intake, and assisting the doctor with procedures. Plaintiff alleges that Defendants' poor scheduling and demanding workload deprived her of daily meal periods by requiring her to remain constantly available for incoming and outgoing patient visits. Thus, Defendants failed to compensate Plaintiff for the time she spent working off the clock during her meal periods.

Defendants also engaged in an unlawful policy and practice of manipulating Plaintiff's and the aggrieved employees' time records with unlawful edits. Specifically, Plaintiff's time records have been manually edited by Defendants to conceal the fact that she was unable to take a compliant meal break by recording non-existent compliant meal periods on multiple occasions. Plaintiff did not actually take some of these meal periods, which directly resulted in reducing the number of hours she actually worked.

As a result, Plaintiff may recover civil penalties as an individual and on behalf of the State of California and the covered employees, up to the maximum amount allowed as set forth under the Labor Code.

Unpaid Overtime
Violation of Labor Code §§ 510, 1194, 1198; IWC Wage Orders

Defendants violated Labor Code sections 510, 1194, and 1198, along with the “Hours and Days of Work” sections of the applicable IWC Wage Orders with respect to the covered employees.

Labor Code section 510 requires “[a]ny work in excess of eight hours in one workday and any work in excess of 40 hours in any one workweek and the first eight hours worked on the seventh day of work in any one workweek shall be compensated at the rate of no less than one and one-half times the regular rate of pay for an employee;” and “any work in excess of 12 hours in one day shall be compensated at the rate of no less than twice the regular rate of pay for an employee;” and “any work in excess of eight hours on any seventh day of a workweek shall be compensated at the rate of no less than twice the regular rate of pay of an employee.” Labor Code section 1194 renders it unlawful for an employee to receive less than the legal overtime rate for overtime hours worked in California. Labor Code section 1198 renders “employment of any employee for longer hours than those fixed by the order or under conditions of labor prohibited by the [IWC Wage Orders]” unlawful. The IWC Wage Orders further require payment of overtime wages for all overtime hours worked, including the “Hours and Days of Work” sections.

Defendants failed to pay Plaintiff and the covered employees overtime wages and the lawful rate of pay for overtime hours worked, resulting in unpaid overtime wages. Firstly, as discussed above, Plaintiff and the aggrieved employees were not paid for all hours worked due to Defendants’ policy and practice of significant time editing and requiring off-the-clock work to be performed during unpaid meal periods. To the extent that Plaintiff and the aggrieved employees worked more than 8 hours in a day or 40 hours in a workweek as a result of being required to perform off-the-clock work, Defendants failed to pay overtime wages owed.

Additionally, Defendants failed to pay Plaintiff and the covered employees their overtime wages at the lawful regular rate of pay for overtime hours worked, resulting in unpaid overtime wages. Specifically, Defendants failed to pay Plaintiff and the covered employees for all hours worked. When Defendants failed to pay for each hour worked, and these hours resulted in unpaid hours over eight hours in one day or forty hours in one week, these unpaid hours resulted in unpaid overtime hours. Defendants failed to pay overtime wages at 1.5x the regular rate of pay inclusive of additional remuneration. Specifically, Plaintiff and the covered employees earned non-discretionary remuneration including annual bonuses listed on wage statements as “Bonus YE.” These bonuses and all other additional forms of non-excludable remuneration should have been included in the regular rate of pay when calculating the overtime premium. However, Defendants failed to include these payments in their calculations, resulting in unpaid overtime wages.

An illustrative example of this violation is shown on Plaintiff’s wage statement below:

UNIO HEALTH PARTNERS LLC
21250 HAWTHORNE BLVD STE 600
TORRANCE CA 90503
(800)829-4933

ARIANNA ALCARAZ
DEPARTMENT: 10021210
DD RECEIPT: 1070506263
EMPLOYEE ID: 200069



FEIN: 27-4201304
Pay Period 12/07/2025 - 12/20/2025
Pay Date 12/26/2025

FITWH Filing Status: H
CA Filing Status: H Exemptions: 0

Earnings	RATE	HOUR/UNIT	CURRENT	YTD HOUR/UNIT	YTD
Regular				1,590.7999	36,384.20
OT				9.9334	335.21
Hol				64.00	1,468.00
Bonus YE			381.00		381.00
MealBrkPen				20.00	443.00
PTO				141.1499	3,216.70
Retro					433.05
UPTO				116.93	
Total			\$381.00	1,942.8132	\$42,661.16
Total Hours Worked				1,600.7333	
Deductions	CURRENT	YTD	Taxes	CURRENT	YTD
401k	11.43	1,279.82	FITWH		113.26
Total	\$11.43	\$1,279.82	MED	5.52	618.56
			SOC	23.62	2,645.01
			CA		378.05
			CASDI	4.57	511.94
			Total	\$33.71	\$4,266.82
			Net Pay	XXXXXX3154	\$335.86
Time Off (hours)	ACCRUED	TAKEN	AVAILABLE		
PTO	79.805	66.3833	13.4217		
UPTO	-146.93	37.00	-183.93		

Plaintiff's Wage Statement dated 12/26/2025

UNIO HEALTH PARTNERS LLC
21250 HAWTHORNE BLVD STE 600
TORRANCE CA 90503
(800)829-4933

ARIANNA ALCARAZ
DEPARTMENT: 10021210
DD RECEIPT: 1070506262
EMPLOYEE ID: 200069



FEIN: 27-4201304
Pay Period 12/07/2025 - 12/20/2025
Pay Date 12/26/2025

FITWH Filing Status: H
CA Filing Status: H Exemptions: 0

Earnings	RATE	HOUR/UNIT	CURRENT	YTD HOUR/UNIT	YTD
Regular	23.50	57.75	1,357.13	1,590.7999	36,384.20
OT	35.25	0.2667	9.40	9.9334	335.21
Hol				64.00	1,468.00
PTO	23.50	8.1833	192.31	141.1499	3,216.70
MealBrkPen				20.00	443.00
Retro					433.05
UPTO				116.93	
Total		66.20	\$1,558.84	1,942.8132	\$42,280.16
Total Hours Worked		58.0167		1,600.7333	

Plaintiff's Wage Statement dated 12/26/2025

Here, Plaintiff earned a non-discretionary payment for annual bonus of \$381.00 in the same pay period Plaintiff worked approximately 0.26 overtime hours. Defendants should have, but failed to, include the entire payment in the regular rate of pay when calculating the overtime rate, instead paying overtime at a straight 1.5x Plaintiff's base rate

Defendants unlawfully paid overtime to Plaintiff and the covered employees at 1.5x their straight hourly rate. For each overtime hour worked during the period in which Plaintiff and the aggrieved employees earned the additional forms of remuneration, Defendants should have paid overtime ***“at a rate no less than one and one-half times the regular rate of pay for an employee”*** as required by the plain language of Labor Code section 510(a) and the IWC Wage Orders.

As a result, Plaintiff may recover civil penalties as an individual and on behalf of the State of California and the covered employees, up to the maximum amount allowed as set forth under the Labor Code.

Unpaid Paid Sick Leave **Violation of Labor Code §§ 246 through 248.7**

Defendants violated Labor Code sections 246 through 248.7 with respect to the covered employees.

Labor Code section 246 requires employers to provide paid sick leave to its workforce on the terms set forth in the statute. Employers must comply with the accrual, use, and notice provisions of Labor Code sections 246, 246.5, 247, and must further ensure that they maintain the paid sick leave records required by Labor Code section 247.5. Employers have the option of providing 40 hours of paid sick leave to employees or to allow employees to accrue paid sick leave each pay period. If an employer chooses the accrual method, employees must accrue sick leave at a rate of one hour for every thirty hours worked in a given pay period as set forth in Labor Code section 246(b)(1). Under the accrual method, employees must begin accruing paid sick leave at the commencement of employment.

Employers must pay sick leave in accordance with one of the three permissible methods provided in Labor Code section 246(l): (1) “the same manner as the regular rate of pay for the workweek;” (2) “by dividing the employee’s total wages, not including overtime premium pay, by the employee’s total hours worked in the full pay periods of the prior 90 days;” or (3) “for exempt employee ... in the same manner as the employer calculates wages for other forms of paid leave time.” Labor Code sections 248.6 and 248.7 similarly require paid sick leave to be paid at a regular rate-based calculation in excess of the base hourly rate and at the lawful accrual rate.

Under Labor Code section 246(i), employers must provide employees “with written notice of the amount of paid sick leave available ... for use on either the employee’s itemized wage statement ... or in a separate writing provided on the designated pay date with the employee’s payment of wages.”

Defendants failed to comply with California’s paid sick leave laws with respect to the covered employees. Firstly, because Defendants failed to record and pay for all hours that Plaintiff and the aggrieved employees worked, Defendants failed to credit them with all sick leave

hours that they actually accrued. Additionally, each time Plaintiff and the aggrieved employees worked off-the-clock, resulting in unpaid overtime, their overtime hours were not accounted for when calculating their paid sick leave as it accrued. Therefore, Plaintiff and the aggrieved employees were not awarded the total accrued sick leave time they had actually earned.

As a result, Plaintiff may recover civil penalties as an individual and on behalf of the State of California and the covered employees, up to the maximum amount allowed as set forth under the Labor Code.

Unpaid Meal Period Premium Wages
Violation of Labor Code §§ 226.7, 512, 1198; IWC Wage Orders

Defendants violated Labor Code sections 226.7, 512, and 1198, along with the related sections of the IWC Wage Orders with respect to the covered employees.

Labor Code section 512 and the IWC Wage Orders require that employers provide an uninterrupted 30-minute meal period after no more than five hours of work and a second meal period after no more than 10 hours of work. *See Brinker Restaurant Corp. v. Superior Court* (2012) 53 Cal.4th 1004, 1049. Labor Code section 226.7 requires that if a meal period is late, missed, short, or interrupted, the employer must pay one additional hour of pay at the employee's "regular rate" of compensation. *Ferra v. Loews Hollywood Hotel, LLC* (2021) 11 Cal.5th 858, 862 ("We hold that the terms are synonymous: "regular rate of compensation" under section 226.7(c), like "regular rate of pay" under section 510(a), encompasses all nondiscretionary payments, not just hourly wages"). "[T]ime records showing noncompliant meal periods raise a rebuttable presumption of meal period violations, including at the summary judgment stage." *Donohue v. AMN Services, LLC* (2021) 11 Cal.5th 58, 61. Labor Code section 1198 renders "employment of any employee for longer hours than those fixed by the order or under conditions of labor prohibited by the [IWC Wage Orders]" unlawful. The IWC Wage Orders, including Section 11 (Meal Periods), further require one uninterrupted 30-minute meal period after no more than five hours of work and a second meal period after no more than 10 hours of work and an additional hour of pay at the employee's regular rate of compensation for each workday that a compliant meal period is not provided. Pursuant to Section 11(A) of the IWC Wage Orders, the California Supreme Court has held that the on-duty meal period exception is "exceedingly narrow" and applies only when (1) "the nature of the work prevents the employee from being relieved of all duty" and (2) *both* "the employer and employee have agreed, in writing, to the on-duty meal period." *Augustus v. AMB Security Services, Inc.* (2016) 2 Cal.5th 257, 266-276 (emphasis added). If these two requirements are not met, then the employer owes the employee one hour of premium pay for each non-compliant meal period taken under the purported on-duty meal arrangement. *Naranjo v. Spectrum Security Services, Inc.* (2019) 40 Cal.5th 444, 459.

Plaintiff and the aggrieved employees often experienced missed, late, short, and interrupted meal periods in order to keep up with the high demands of the job and due to Defendants' non-compliant policies and practices, including understaffing and/or single-staffing certain positions. Specifically, Plaintiff was the sole Medical Assistant scheduled to support two doctors and was frequently the only Medical Assistant in the entire office. Because Defendants required her to remain constantly available, Plaintiff regularly received non-compliant meal periods. The extent of Defendants' violations is evident on the face of Defendants' timekeeping records, which reflect the violations committed against Plaintiff and the aggrieved employees. An illustrative example of this violation is shown below:

09/26/25	08:26 AM	02:40 PM	6.2333	Regular	10021210-GSD URO Rancho B-MEDA	Urology - San Diego - Rancho Bernardo
6.2333						

Extract from Plaintiff's time sheet records

Earnings	RATE	HOUR/UNIT	CURRENT	YTD HOUR/UNIT	YTD
Regular	23.50	55.7666	1,310.52	1,223.4666	27,751.85
OT				8.2167	274.70
Hol				48.00	1,092.00
PTO	23.50	8.00	188.00	112.4666	2,542.64
MealBrkPen				18.00	396.00
Retro					433.05
UPTO		8.00		103.43	
Total		71.7666	\$1,498.52	1,513.5799	\$32,490.24
Total Hours Worked		55.7666		1,231.6833	

Extract from Plaintiff's wage statement pay period 09/14/2025-09/27/2025

Here, Plaintiff's timesheet from September 26, 2025, show where she should have incurred a meal penalty premium from the Defendants as a result of Plaintiff's inability to take a lawful meal period. However, the Defendants failed to pay out any meal penalty premiums owed to Plaintiff as a result of these violations. Each time Plaintiff and the aggrieved employees experienced a noncompliant meal period, they were owed a meal period premium.

Additionally, Defendants routinely failed to pay meal period premiums at the legally compliant regular rate of compensation. Pursuant to *Ferra v. Loews Hollywood Hotel, LLC*, the regular rate for premium pay must encompass all forms of non-discretionary compensation, including the yearly bonuses earned by Plaintiff and the covered employees. By failing to calculate and pay meal premiums using this blended regular rate, and by failing to provide any subsequent true-up payments once the yearly bonuses were finalized, Defendants underpaid the statutory premiums owed to Plaintiff and the aggrieved employees.

As a result, Plaintiff may recover civil penalties as an individual and on behalf of the State of California and the covered employees, up to the maximum amount allowed as set forth under the Labor Code.

Unpaid Rest Period Premium Wages
Violation of Labor Code §§ 226.7, 516, 1198; IWC Wage Orders

Defendants violated Labor Code sections 226.7, 516, and 1198, and the related sections of the IWC Wage Orders with respect to Plaintiff and the covered employees.

Labor Code sections 226.7 and 516 and the IWC Wage Orders require that employers authorize and permit an uninterrupted 10-minute rest period for each four-hour period (or major fraction thereof) that an employee works. Labor Code section 226.7 requires that if a rest period is non-compliant, the employer must pay one additional hour of pay at the employee's "regular rate" of compensation. *Ferra v. Loews Hollywood Hotel, LLC* (2021) 11 Cal.5th 858, 862 ("We hold that the terms are synonymous: "regular rate of compensation" under section 226.7(c), like "regular rate of pay" under section 510(a), encompasses all nondiscretionary payments, not just hourly wages"). Labor Code section 1198 renders "employment of any employee for longer hours than those fixed by the order or under conditions of labor prohibited by the [IWC Wage Orders]" unlawful. The IWC Wage Orders, including Section 12 (Rest Periods), further require one uninterrupted 10-minute rest period for each four-hour period (or major fraction thereof) worked and an additional hour of pay at the employee's regular rate of compensation for each workday that a compliant rest period is not authorized or permitted.

Defendants failed to authorize and permit Plaintiff and the aggrieved employees were entitled to take compliant, duty-free rest periods and further failed to pay all owed rest period premiums as required by California law. Plaintiff and the aggrieved employees were frequently unable to take uninterrupted rest breaks or were required to forgo them entirely in order to keep up with their job duties. For example, as a Medical Assistant, when the Plaintiff was supporting doctors, she was also expected to clean out visiting rooms before and after patient appointments in addition to other time-sensitive responsibilities, which resulted in missed rest periods. Defendants' unlawful practice of failing to provide mandated and compliant rest periods was common amongst the aggrieved employees.

Each time Defendants failed to provide a compliant rest period, Plaintiff was entitled to one additional hour of pay at her regular rate of compensation as a rest period premium. Defendants failed to pay Plaintiff the required rest period premium compensation, resulting in unpaid premium wages.

To the extent Defendants paid rest period premiums, Defendants routinely failed to pay rest period premiums at the legally compliant regular rate of compensation. Pursuant to *Ferra v. Loews Hollywood Hotel, LLC*, the regular rate for premium pay must encompass all forms of non-discretionary compensation, including the yearly bonuses earned by Plaintiff and the covered employees. By failing to calculate and pay rest period premiums using this blended regular rate, and by failing to provide any subsequent true-up payments once the yearly bonuses were finalized, Defendants underpaid the statutory premiums owed to Plaintiff and the aggrieved employees.

As a result, Plaintiff may recover civil penalties as an individual and on behalf of the State of California and the covered employees, up to the maximum amount allowed as set forth under the Labor Code.

Untimely Payment of Wages During Employment
Violation of Labor Code §§ 204, 204b, 210

Defendants violated Labor Code sections 204 and/or 204b and 210, as applicable, with respect to Plaintiff and the covered employees.

Labor Code section 204(a) requires payment of “all wages” for non-exempt employees at least twice each calendar month. Labor Code section 204(d) states all wages due must be paid “not more than seven calendar days following the close of the payroll period.” Labor Code section 204b applies to employees paid on a weekly basis and also requires the payment for all labor within the required pay periods. Labor Code section 210 provides “every person who fails to pay the wages of an employee as provided in Section ... 204 ... shall be subject to a civil penalty” of \$100 for an initial violation and \$200 plus 25% of the amount unlawfully withheld for a subsequent violation.

Because Defendants failed to pay all wages and premiums in each pay period in which such wages were earned at the lawful rate, Defendants violated Labor Code section 204 and/or 204b (for weekly employees, as applicable). Defendants violated Labor Code sections 204 and 204b by failing to pay all wages and premiums owed on the regular pay days scheduled each pay period within seven calendar days of the close of the payroll period, as a result of the policies and practices set forth in this notice. As detailed above, Plaintiff and the covered employees are entitled to unpaid wages, unpaid overtime wages, unpaid meal period premiums, unpaid rest period premiums, and other associated wages according to proof. However, Plaintiff and the covered employees were not paid these wages each pay period as required by Labor Code sections 204, 204b, and 210.

As a result, Plaintiff may recover civil penalties as an individual and on behalf of the State of California and the covered employees, up to the maximum amount allowed as set forth under the Labor Code.

Non-Compliant Wage Statements
Violation of Labor Code §§ 226, 226.3

Defendants violated Labor Code sections 226(a) and 226.3 with respect to the covered employees by failing to furnish itemized wage statements each pay period that accurately list all information required by Labor Code section 226(a)(1) through (9).

Labor Code section 226(a) requires an employer to furnish wage statements to employees semimonthly or at the time of each payment of wages, “an accurate itemized statement in writing showing:” (1) gross wages earned, (2) total hours worked, (3) the number of piece rate units earned and applicable piece-rate in effect, (4) all deductions, (5) net wages earned, (6) the inclusive dates of the pay period, (7) the name of the employee and last four digits of SSN or an EIN, (8) the name and address of the legal name of the employer, and (9) all applicable hourly rates in effect during the pay period and the number of hours worked at each hourly rate by the employee.

Defendants failed to provide accurate itemized wage statements to the covered employees each pay period as a result of the policies and practices set forth in this notice. Defendants violated Labor Code section 226(a)(1) and (5) by not listing the correct “gross wages earned” or “net wages earned,” as the employees earned wages and premiums that were not paid, resulting in an inaccurate reflection, and recording of “gross wages earned” on those wage statements. Likewise, in violation of Labor Code section 226(a)(9), Defendants failed to state on employee wage statements each pay period the applicable hourly rates in effect and the number of hours worked at that rate, as Defendants failed to pay all wages and premiums owed to employees. The amounts stated are instead depreciated and underpaid, resulting in an inaccurate reflection on the pay stub. As discussed above, Defendants failed to pay amounts owed for unpaid wages, unpaid or underpaid overtime wages, premium wages owed for missed meal periods and missed rest periods, and other amounts according to proof. Due to Defendants failures to include the hours worked supporting these amounts and the payments which flow from such amounts, Defendants have failed to list all wages earned by the Plaintiff.

Plaintiff and other covered employees cannot promptly and easily determine from the wage statement alone the wages paid or earned without reference to other documents or information. Indeed, these wage statement violations are significant because they sow confusion among Plaintiff and other covered employees with respect to what amounts were owed and paid, at what rates, the number of hours worked, and how those amounts were or should be calculated. The wage statements reflect a false statement of earnings and concealed the underlying problems and underpayments of employee wages.

As a result, Plaintiff may recover civil penalties as an individual and on behalf of the State of California and the covered employees, up to the maximum amount allowed as set forth under the Labor Code.

Unreimbursed Employee Expenses
Violation of Labor Code §§ 2802, 2804

Defendants violated Labor Code section 2802 with respect to the covered employees by failing to reimburse the covered employees for all necessary expenditures or losses incurred as part of their job duties.

Labor Code section 2802 requires an employer to “indemnify his or her employee for all necessary expenditures or losses incurred by the employee in direct consequence of the discharge of his or her duties, or of his or her obedience to the directions of the employer, even though unlawful, unless the employee, at the time of obeying the directions, believed them to be unlawful.” *See, e.g., Espinoza v. West Coast Tomato Growers, LLC*, 2016 WL 4468175 at *4, n.2 (S.D. Cal. Aug. 24, 2016, No. 14-CV-2984 W (KSC)).

Labor Code section 2804 affirms that “[a]ny contract or agreement, express or implied, made by any employee to waive the benefits of this article or any part thereof, is null and void, and this article shall not deprive any employee or his personal representative of any right or remedy to which he is entitled under the laws of this State.”

Defendants required Plaintiff and the covered employees to incur costs for work-related purposes without full reimbursement. In direct consequence of their job duties, Plaintiff and the covered employees unavoidably and necessarily incurred these losses, expenditures, costs, and as a matter of policy and practice.

Defendants required Plaintiff and the aggrieved employees to incur costs for work-related purposes without full reimbursement. In direct consequence of their job duties, Plaintiff and the aggrieved employees unavoidably and necessarily incurred these losses, expenditures, and costs. For example, Plaintiff used her personal cell phone to communicate with patients through the “GoTo” application. Further, Plaintiff would also have representatives for medical products message her directly. Plaintiff was not reimbursed for the costs of using her personal cell phone for work-related purposes.

As a result, Plaintiff may recover civil penalties as an individual and on behalf of the State of California and the covered employees, up to the maximum amount allowed as set forth under the Labor Code.

Failure to Maintain Accurate Records
Violation of Labor Code § 1174; IWC Wage Orders

Defendants violated Labor Code sections 1174 and the IWC Wage Orders by failing to maintain accurate employee payroll records with respect to Plaintiff and other covered employees.

Labor Code section 1174 requires that employers maintain accurate “payroll records showing the hours worked daily by and the wages paid to, and the number of piece-rate units earned by and any applicable piece rate paid to, employees employed at the respective plants or establishments.” Section 7(A) of the IWC Wage Orders, which may be enforced through Labor Code section 1198, mandates similar recordkeeping obligations.

Because of the policies and practices set forth in this notice, including the failure to accurately account for wages earned or hours worked, Defendants failed to accurately maintain records in accordance with Labor Code section 1174 and the IWC Wage Orders.

As a result, Plaintiff may recover civil penalties as an individual and on behalf of the State of California and the covered employees, up to the maximum amount allowed as set forth under the Labor Code.

Unlawful Employment Condition **Violation of Labor Code § 432.5**

Defendants violated Labor Code section 432.5 with respect to Plaintiff and other covered employees by requiring that they agree to an unlawful term or condition in writing during their employment.

Labor Code section 432.5 states that “[n]o employer, or agent, manager, superintendent, or officer thereof, shall require any employee or applicant for employment to agree, in writing, to any term or condition which is known by such employer, or agent, manager, superintendent, or officer thereof to be prohibited by law.”

Non-solicitation agreements are illegal under California law. Business and Professions Code 16600 provides that “every contract by which anyone is restrained from engaging in a lawful profession, trade, or business of any kind is to that extent void.” Defendants required that Plaintiff and the covered employees sign non-solicitation agreements restricting their ability to accept certain work on behalf of themselves or other employers. As such, Defendants violated California Labor Code section 432.5 by requiring that Plaintiff and the covered employees sign non-solicitation agreements prohibited by California law.

Specifically, Plaintiff and the aggrieved employees were required to sign non-solicitation agreements, as a condition of employment, that imposed restrictions for the duration of their employment with Defendants and for the following twelve months after the end of their employment with Defendants. Defendants’ practice of requiring employees to agree to unlawful employment conditions was common amongst the aggrieved employees.

As a result, Plaintiff may recover civil penalties as an individual and on behalf of the State of California and the covered employees, up to the maximum amount allowed as set forth under the Labor Code.

Attorneys' Fees and Costs
Labor Code § 2699(k)(1)

Plaintiff has been compelled to retain the services of counsel to protect the interests of other covered employees and the State of California. Plaintiff continues to incur attorneys' fees and costs, which are recoverable under California law, including Labor Code section 2699(k)(1).

- LITIGATION HOLD NOTICE -

This letter imposes a duty upon all defendants and their respective employees, officers, directors, executives, attorneys, human resource and payroll personnel, accountants, and other agents to preserve all physical and electronic evidence, including electronically stored information and emails, which relate to the employment of Plaintiff and the covered employees specified in this notice. Evidence includes, but is not limited to, Defendants' written employment and payroll policies and handbooks; the covered employees' personnel files and payroll records, such as paystubs, time records, wage statements, compensation reports, as well as the underlying electronic data in Excel or similar format. Memoranda and internal and external correspondence relating to the subject matter of this notice shall also be maintained. Failure to preserve and retain relevant evidence may constitute spoliation of evidence and result in an adverse inference or sanctions.

If you have any questions regarding the scope of your obligations to preserve evidence, please consult your legal counsel and always err on the side of caution. Periodic or regularly scheduled purges or deletions of information covered by this hold must be suspended immediately.

- CONCLUSION -

If the LWDA does not pursue enforcement, Plaintiff intends to bring representative claims on behalf of the State of California and the covered employees seeking civil penalties for violations of the Labor Code and the IWC Wage Orders, along with attorneys' fees, costs, interest, and other appropriate relief.

Please advise if the LWDA intends to investigate any of the factual or legal allegations set forth in this notice. Defendants may contact Plaintiff's counsel with any questions regarding this letter or the forthcoming lawsuit.

Sincerely,

Ricardo De Leon

Ricardo De Leon

MT

Cc Plaintiff Arianna Alcaraz

Naddia Galvez
Unio Health Partners, HR Representative
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