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1 2 3 4 5 6 7 8 9		e Putative Class S DISTRICT COURT ICT OF CALIFORNIA
11	MARLIN MCCLURE, an individual, for himself and those similarly situated,	Case No. 2:18-cv-01726-KJM-AC Hon. Kimberly J. Mueller
12 13	Plaintiff,	PUTATIVE CLASS ACTION [PROPOSED] SECOND AMENDED
14	v.	COMPLAINT
15   16   17   18   19   20   21   22   23   24   25   26	WAVELAND SERVICES, INC., a Louisiana corporation doing business in California; and DOES 1 through 100, inclusive,  Defendants.	<ol> <li>MEAL PERIOD VIOLATIONS;</li> <li>REST PERIOD VIOLATIONS;</li> <li>PAY STUB VIOLATIONS;</li> <li>UNFAIR COMPETITION;</li> <li>FAILURE TO TIMELY PAY FINAL WAGES;</li> <li>CIVIL PENALTIES UNDER THE PRIVATE ATTORNEYS GENERAL ACT OF 2004;</li> <li>VIOLATIONS OF FLSA FOR UNPAID MINIMUM AND OVERTIME WAGES (29 U.S.C. § 201 et seq.)</li> <li>MIMINUM WAGE VIOLATIONS;</li> <li>OVERTIME VIOLATIONS;</li> <li>Complaint filed: June 14, 2018 FAC filed: September 7, 2018</li> </ol>
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# TO ALL INTERESTED PARTIES HEREIN AND TO THEIR ATTORNEYS OF RECORD:

COMES NOW, Plaintiff MARLIN MCCLURE ("Plaintiff"), individually and on behalf of all other similarly situated current and former employees of Defendant WAVELAND SERVICES, INC., a Louisiana corporation doing business in California and Does 1 through 100 (collectively "Defendants"), and each of them, for legal relief to redress unlawful violations of Plaintiff's rights under federal and California law and the rights of those similarly situated. Plaintiff bring his claims against Defendants as a California statewide class action pursuant to Federal Rules of Civil Procedure, Rule 23; as a California representative action under the Private Attorneys General Act of 2004; and as a nationwide collective action under the Fair Labor Standards Act ("FLSA"), 29 U.S.C. § 216(b).

### **INTRODUCTION**

- 1. This is a class, collective, and representative action brought by Plaintiff, on behalf of himself and all others similarly situated. Plaintiff and those similarly situated are or were employed by Defendants and were denied the benefits of state and federal wage-and-hour laws as alleged herein.
- 2. The "Putative Class" consists of all current and former hourly employees of Defendants, who, at any time within four years from the date of filing of this lawsuit and through the present, worked on oil platforms off the California coast for shifts of 12 hours or more (hereinafter the "Putative Class").
- 3. The "FLSA Collective" consists of each and every current and former hourly employee of Defendants, who, at any time within three years from the date of filing of this lawsuit and through the present, worked over 40 hours in a single workweek on an oil platform off any coast of the United States and, during such workweek, was furnished any meals and/or lodging in addition to other wages (hereinafter the "FLSA Collective").
- 4. Defendants maintained a policy and practice whereby Plaintiff and the other members of the Putative Class worked shifts of 12 hours each day, from either 6 a.m. to 6 p.m. or from 6 p.m. to 6 a.m., with only one 30-minute meal period and two rest periods. The meal

period typically occurred after the start of the sixth hour of work.

- 5. Defendants maintained a policy and practice of not paying meal or rest period premiums to Plaintiff and the other members of the Putative Class. Defendants' policies and practices also included not paying all meal or rest period premiums earned in the employees' final wages and not itemizing the meal and/or rest period earnings in the employees' wage statements.
- 6. Defendants also maintained a policy and practice of providing free meals and lodging to Plaintiff and all members of the Putative Class and FLSA Collective, but not including the value of such meals and lodging in these employees' regular rates of pay for the purpose of calculating overtime wages due. As a consequence of this policy and practice, Plaintiff and the FLSA Collective were paid overtime wages at the incorrect rate of pay in violation of 29 U.S.C. § 207. As another consequence of this policy and practice, the paychecks of Plaintiff and the Putative Class did not show the correct amount of the employees' gross and net wages earned or the correct applicable overtime rates for all overtime hours worked in violation of California Labor Code section 226. Defendants also maintained a policy and practice of failing to pay minimum wages to the Putative Class and FLSA Collective. As a consequence of this policy and practice, the Putative Class and FLSA Collective were not paid at a rate not less than the federal statutory minimum wage rate for each regular hour work in violation of 29 U.S.C. § 206(a)(1), or at a rate at least the state-mandated minimum wage for all hours worked by non-exempt employees (See Lab. Code, §§ 1194, 1197).
- 7. Plaintiff was an hourly employee impacted by Defendants' illegal wage-and-hour policies. He seeks relief on a collective and class-wide basis challenging the unlawful business practices engaged in by Defendants as alleged herein.
- 8. Plaintiff also seeks equitable relief under the California Unfair Competition Law, Business and Professions Code section 17200 *et seq.* (the "UCL"), which is predicated on Defendants' violation of California laws regarding the payment of meal and rest period premium wages. The UCL claim seeks to obtain disgorgement and restitution of all ill-gotten gains from the unlawful conduct alleged herein.

9. In conclusion, the Plaintiff seeks relief for the Putative Class under California wage-and-hour law and for the FLSA Collective under the Fair Labor Standards Act ("FLSA"), 29 U.S.C. §§ 201 et seq., to remedy Defendants' continued failure to pay all wages due, provide meal and rest periods, pay appropriate minimum wage and overtime compensation, pay waitingtime penalties, and to provide accurate wage statements.

### THE PARTIES

- 10. At all times herein mentioned, Plaintiff Marlin McClure was an hourly employee of Defendants, working off the coast of and in the State of California, within the last two (2) years as a Sandblaster Painter, a Supervisor and as a Relief Foreman.
  - 11. Plaintiff stopped working for Defendants on or around May 2018.
- 12. At all times herein mentioned, Plaintiff is informed and believes and, based on such information and belief, thereon alleges that Defendants are Louisiana corporations, with their principal offices in Eunice Louisiana, but which do business and maintain offices in California. More specifically, Defendants maintain offices in Solano County, California, located at 535 Watt Drive, Suite A, Fairfield, California 94534, as well as at 3839 Bithell Lane, Suisun City, California 94585.
- 13. The true names and capacities, whether individual, corporate, associate, representative or otherwise, of the defendants identified herein as Does 1 through 100, inclusive, are unknown to Plaintiff, who therefore sue these defendants by said fictitious names. Plaintiff will amend this Complaint to allege the true names and capacities of Does 1 through 100 when they have been ascertained. Does 1 through 100 are in some manner legally responsible for the wrongs and injuries alleged herein.
- 14. Each of the Defendants acted as the agent or employee of the others and each acted within the scope of that agency or employment.

### **VENUE AND JURISDICTION**

15. Venue is proper in this Court pursuant to 28 U.S.C. §§ 84(c)(2) and 1391, as because this is the judicial district and division of this Court in which Defendants reside and in which they are subject to personal jurisdiction with respect to this action.

16.	Further, Defendants reside in Solano County for purposes of venue pursuant to 28
U.S.C. § 84.	which lies within the Eastern District.

This Court has federal question jurisdiction under 28 U.S.C. § 1331, and the Outer Continental Shelf Lands Act ("OCSLA," 43 U.S.C. § 1331, *et seq.*), which specifies that United States district courts shall have jurisdiction over all "cases and controversies arising out of, or in connection with...any operation conducted on the outer Continental Shelf which involves exploration, development, or production of the minerals, of the subsoil and seabed of the outer Continental Shelf, or which involves rights to such minerals....Proceedings with respect to any such case or controversy may be instituted in the judicial district in which any defendant resides or may be found...." 43 U.S.C. § 1349(b)(1). The "OCSLA explicitly provides that district courts have federal question jurisdiction over claims occurring on the Outer Continental Shelf." *Barker v. Hercules Offshore, Inc.*, 713 F.3d 208, 220 (5th Cir. 2013) (internal citations omitted).

### **CLASS ACTION ALLEGATIONS**

- 18. Plaintiff brings this action on his own behalf and on behalf of all persons similarly situated. The <u>Putative Class</u> consists of "all current and former hourly employees of Defendants, who, at any time within four years from the date of filing of this lawsuit and through the present, worked on oil platforms off the California coast for shifts of 12 hours or more."
- 19. The Putative Class represents over 25 persons and is so numerous that the joinder of each member of the putative class is impracticable.
- 20. There is a well-defined community of interest in the questions of law and fact affecting the class Plaintiff represents. The Putative Class members' claims against Defendants involve questions of common or general interest, in that each was employed by Defendants, was not paid for all regular or overtime hours during which they were subject to the control of Defendants, worked 12-hour shifts but only received one meal period and two rest periods, was provided a meal period after the start of the sixth hour of work, did not receive all premium wages earned in their final paycheck, and was provided wage statements that included incorrect information concerning gross and net wages earned and the applicable rates of pay for overtime hours worked. These questions are such that proof of a state of facts common to the members

of the Putative Class will entitle each member to the relief requested in this complaint.

- 21. The members of the Putative Class that Plaintiff represents have no plain, speedy or adequate remedy at law against Defendants, other than by maintenance of this class action, because Plaintiff is informed and believes, and on such information and belief alleges, that the damage to each member of the Putative Class may be relatively small and that it would be economically infeasible to seek recovery against Defendants other than by a class action.
- 22. Plaintiff will fairly and adequately represent the interest of the Putative Class, because Plaintiff is a member of the Putative Class, and Plaintiff's claims are typical of those in the Putative Class.
- 23. Plaintiff was subjected to the policies and practices of Defendant as set forth in paragraphs four through six hereinabove and as generally set forth in this Second Amended Complaint. As consequence of being subjected to these policies, Plaintiff was damaged in that he was not paid meal and rest period premiums when due each pay period, was provided incorrect paycheck stubs, and did not receive all premium wages earned in his final wages, all in violation of California law.

### COLLECTIVE ACTION ALLEGATIONS

- 24. Plaintiff brings this action on behalf of himself and other similarly situated employees as authorized under the FLSA, 29 U.S.C. § 216(b). The **FLSA Collective** is defined as: "Each and every current and former hourly employee of Defendants, who, at any time within three years from the date of filing of this lawsuit, worked over 40 hours in a single workweek on an oil platform off any coast of the United States and, during such workweek, was furnished any meals and/or lodging in addition to other wages."
- 25. Defendants failed to compensate Plaintiff and the FLSA Collective at the rate not less than the federal statutory minimum wage for each regular hour worked because Plaintiff and the FLSA Collective, who could not leave their worksite on the platforms during their hitches, regularly worked hours for which they were not paid at least the federal minimum wage. Defendants' minimum wage violations include, but are not limited to, the failure to pay any wages whatsoever to Plaintiff and the FLSA Collective for 12 hours each workday.

- 26. Defendants also failed to compensate Plaintiff and the FLSA Collective at the correct overtime rate of pay for overtime hours worked because Defendant failed to include the following in their regular hourly rates of pay:
  - a. Compensation for meals provided by the employer;
  - b. Compensation for lodging provided by the employer; and
  - c. Any other remuneration still unknown that was provided by the employer.
- 27. All the above behaviors and actions were knowing, intentional and willful on the part of Defendants.
- 28. Defendants knew that Plaintiff and the FLSA Collective performed work that required the payment of minimum wages and the calculation of overtime rates to include the value of all remuneration received including meals and lodging.
- 29. Defendants operated under a scheme to deprive these employees of minimum wage and overtime compensation by failing to pay or properly compute and compensate all regular hours and overtime hours worked by not including the value of these remunerations in their overtime rate.
- 30. Defendants are liable under the FLSA for failing to properly compensate Plaintiff and the FLSA Collective, and as such, notice should be sent to the Collective. There are numerous similarly situated current and former workers who have been denied minimum wage and overtime pay by Defendants in violation of the FLSA who would benefit from the issuance of Court-supervised notice of this lawsuit and the opportunity to join. Those similarly situated workers are known to Defendants and should be readily identifiable through Defendant's records.

### FIRST CAUSE OF ACTION

### Meal Period Violations

### (On Behalf of Plaintiff and the Putative Class Against All Defendants)

31. Plaintiff incorporates by reference and re-allege each and every one of the allegations contained in the preceding and foregoing paragraphs of this Second Amended Complaint as if fully set forth herein.

- 32. California law provides that no employer shall employ any person for a work period of more than five hours without a meal period of not less than 30 minutes. Lab. Code §§ 226.7, 512, 8 Cal. Code Regs. § 11160, subd. 10. California law requires that a first meal period must begin no later than the start of an employee's sixth hour of work. *Brinker Rest. Corp. v. Superior Court*, 53 Cal. 4th 1004, 1041-1042 (2012); 8 Cal. Code Regs. § 11160(10)(A)-(B); Cal. Lab. Code § 512(A). A second meal period must be given after no more than 10 hours of work. *Brinker* at 1043; 8 Cal. Code Regs. § 11160(10)(A)-(B); Cal. Lab. Code § 512(A).
- 33. If an employer fails to provide a meal period in accordance with these rules, the employer must pay an aggrieved employee one additional hour of pay at the employee's regular rate of compensation for each workday that the meal period is not provided. Cal. Lab. Code § 226.7.
- 34. Here, Defendants did not provide meal periods as required by California law and, therefore, are liable to Plaintiff and the Putative Class for meal period premiums under California Labor Code section 226.7. Defendants' meal period violations include, but are not limited to, the provision of only one meal period per 12-hour shift, the failure to provide such meal period before the start of the sixth hour of work, and the failure to pay meal period premium wages when earned.
- 35. Plaintiff seeks meal period premium wages owed to them and the Putative Class for the three-year period measured backward from the date of the filing of the initial Complaint in this matter. (In the Unfair Competition cause of action stated herein and brought pursuant to the UCL, Plaintiff and the Putative Class seek restitution of unpaid meal period premium wages due for the four-year period measured backward from the date of the filing of the initial Complaint in this matter.)
- 36. The exact amount of meal period premium wages owed will not be fully ascertained until discovery is completed. Until Defendants produce the necessary documents for an accounting, Plaintiff is unable to determine the exact amount of meal period premium wages owed.
  - 37. California Labor Code section 218.6 states, "[I]n any action brought for the

nonpayment of wages, the court shall award interest on all due and unpaid wages at the rate of interest specified in subdivision (b) of Section 3289 of the Civil Code, which shall accrue from the date that the wages were due and payable as provided in Part 1 (commencing with Section 200) of Division 2." Plaintiff and the Putative Class seek such interest on all meal period premium wages owed to them for the three-year period measured backward from the date of the filing of the initial Complaint in this matter. (In the Unfair Competition cause of action stated herein and brought pursuant to the UCL, Plaintiff and the Putative Class seek interest on all unpaid meal period premium wages due for the four-year period measured backward from the date of the filing of the initial Complaint in this matter.)

38. There are no federal laws that address the issues that are relevant to Plaintiff's claims for meal period premiums under California Labor Code section 226.7. Those relevant issues are: (1) whether meal periods must be given to workers; (2) when meal periods must be given; (3) how many meal periods must be given; and (4) if meal periods are not given (or, if given, were untimely or too few in number), whether an employee has a remedy.

### **SECOND CAUSE OF ACTION**

### **Rest Period Violations**

### (On Behalf of Plaintiff and the Putative Class Against All Defendants)

- 39. Plaintiff incorporates by reference and re-allege each and every one of the allegations contained in the preceding and foregoing paragraphs of this Second Amended Complaint as if fully set forth herein.
- 40. Employees are entitled to "a paid 10-minute rest period per four hours of work." *Brinker*, 53 Cal. 4th at 1028-1029; 8 Cal. Code Regs. § 11160(11)(A).
- 41. If an employer fails to provide a rest period in accordance with these rules, the employer must pay an aggrieved employee one additional hour of pay at the employee's regular rate of compensation for each workday that the rest period is not provided. Cal. Lab. Code § 226.7.
- 42. Here, Defendants did not provide rest periods as required by California law and, therefore, are liable to Plaintiff and the Putative Class for rest period premiums under California

Labor Code section 226.7. Defendants' rest period violations include, but are not limited to, the provision of only two rest periods per 12-hour shift.

- 43. Plaintiff seeks rest period premium wages owed to them and the Putative Class for the three-year period measured backward from the date of the filing of the initial Complaint in this matter. (In the Unfair Competition cause of action stated herein and brought pursuant to the UCL, Plaintiff and the Putative Class seek restitution of unpaid rest period premium wages due for the four-year period measured backward from the date of the filing of the initial Complaint in this matter.)
- 44. The exact amount of rest period premium wages owed will not be fully ascertained until discovery is completed. Until Defendants produce the necessary documents for an accounting, Plaintiff is unable to determine the exact amount of rest period premium wages owed.
- 45. California Labor Code section 218.6 states, "[I]n any action brought for the nonpayment of wages, the court shall award interest on all due and unpaid wages at the rate of interest specified in subdivision (b) of Section 3289 of the Civil Code, which shall accrue from the date that the wages were due and payable as provided in Part 1 (commencing with Section 200) of Division 2." Plaintiff and the Putative Class seek such interest on all rest period premium wages owed to them for the three-year period measured backward from the date of the filing of the initial Complaint in this matter. (In the Unfair Competition cause of action stated herein and brought pursuant to the UCL, Plaintiff and the Putative Class seek interest on all unpaid rest period premium wages due for the four-year period measured backward from the date of the filing of the initial Complaint in this matter.)
- There are no federal laws that address the issues that are relevant to Plaintiff's claims for rest period premiums under California Labor Code section 226.7. Those relevant issues are: (1) whether rest periods must be given to workers; (2) how many rest periods must be given; and (3) if rest periods are not given (or, if given, too few in number), whether an employee has a remedy.

### THIRD CAUSE OF ACTION

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### Pay Stub Violations

### (On Behalf of Plaintiff and the Putative Class Against All Defendants)

- 46. Plaintiff incorporates by reference and re-alleges each and every one of the allegations contained in the preceding and foregoing paragraphs of this Complaint as if fully set forth herein.
- 47. California Labor Code section 226(a) provides in pertinent part that the employer shall provide their employees with written paycheck stubs showing: "(1) gross wages earned, ... (5) net wages earned, ..., and (9) all applicable hourly rates in effect during the pay period and the corresponding number of hours worked at each hourly rate by the employee...."
- 48. Labor Code section 226(e) provides penalties for violations of § 226(a) that include: "fifty dollars (\$50) for the initial pay period in which a violation occurs and one hundred dollars (\$100) per employee for each violation in a subsequent pay period, not exceeding an aggregate penalty of four thousand dollars (\$4,000), and is entitled to an award of costs and reasonable attorney's fees."
- 49. In this case, Defendants have failed to provide such wage deduction statements to Plaintiff and the Putative Class in that their wage deduction statements do not include, without limitation, the requisite meal period and rest period premium wages earned each pay period, the actual gross and net wages earned (because, as set forth in the FLSA claim hereinbelow, Plaintiff and the Putative Class were paid at incorrect overtime rates), and the correct hourly rates in effect (because, again, the employees were paid overtime at the incorrect rate). Pursuant to Labor Code section 226(e), damages are appropriate.
- 50. At this time, Plaintiff believes and alleges that he and the Putative Class are owed the maximum allowable penalty under section 226(e) because Defendants intentionally failed to provide adequate paycheck stubs. However, the exact amount of damages under Labor Code section 226(e) will not be fully ascertained until discovery is completed. Until Defendants produce the necessary documents for an accounting, Plaintiff is unable to determine the exact amount of damages under Labor Code section 226(e).
  - 51. Pursuant to Labor Code section 226(e), Plaintiff requests the Court to award

reasonable attorney's fees and costs incurred in this action.

52. No federal laws address the issues of whether paycheck stubs must be given to employees, the contents of those paycheck stubs, or the penalty for an employer's failure to provide compliant paycheck stubs.

### **FOURTH CAUSE OF ACTION**

### **Unfair Competition**

### (Action Brought By Plaintiff On Behalf Of Himself And the Putative Class Against All Defendants)

- 53. Plaintiff incorporates by reference and re-alleges each and every one of the allegations contained in the preceding and foregoing paragraphs of this Complaint as though fully set forth herein.
- 54. This cause of action is being brought pursuant to California Business and Professions Code section 17200 et seq. and California case law including *Cortez v. Purolator Air Filtration Products Co.*, 23 Cal. App. 4th 163 (2000).
- 55. It is alleged that Defendants have willfully failed to pay Plaintiff and the Putative Class state-mandated meal and rest period premium wages. The failure to pay such premium wages constitutes an unfair business practice under California Business and Professions Code section 17200 (the "UCL").
- 56. As a result of the conduct of Defendants, Defendants profited from breaking the law. Plaintiff and the Putative Class seek disgorgement of this unlawfully obtained benefit (plus interest thereon) for the four-year period measured backward from the date of filing of the initial Complaint in this matter.
- 57. California Business and Professions Code section 17203, under the authority of which a restitutionary order may be made, provides: "The court may make such orders or judgments, including the appointment of a receiver, as may be necessary to prevent the use of employment by any person of any practice which constitutes unfair competition, as defined in this chapter, or as may be necessary to restore to any person in interest any money or property, real or personal, which may have been acquired by means of such unfair competition." Under

this authority, Plaintiff seeks any and all equitable relief the Court deems appropriate, including without limitation the appointment of a receiver and/or an accounting.

- 58. As a result of the alleged aforesaid actions, Plaintiff and the Putative Class have suffered injury in fact and have lost money as a result of such unfair competition. It is requested that this Court order restitution under the UCL.
- 59. There is no federal law that, like the UCL, allows an aggrieved employee to seek restitution of unlawfully retained meal and rest period premiums.

### **FIFTH CAUSE OF ACTION**

### Failure To Timely Pay Final Wages

### (On Behalf of Plaintiff and the Putative Class Against All Defendants)

- 60. Plaintiff incorporates by reference and re-allege each and every one of the allegations contained in the preceding and foregoing paragraphs of this Second Amended Complaint as if fully set forth herein.
- 61. California law requires an employee's final wages to be paid at the time of termination or, in the case of a resignation, within 72 hours thereof. Cal. Lab. Code §§ 201, 202. If an employer willfully fails to timely pay all final wages owed to an employee, the employee's remedy is set forth in section 203, which provides for a penalty equal to 30 days of wages. Cal. Lab. Code § 203(a); *Caliber Bodyworks, Inc. v. Superior Court*, 134 Cal.App.4th 365, 377 (2005) (the penalty is an amount "equal to the employee's daily wages for each day ... that the wages are unpaid").
- 62. Defendants did not pay immediately all meal or rest period premium wages earned and unpaid to Plaintiff and the Putative Class upon discharge. Defendants have refused and continue to refuse to pay said wages. Such failure was willful, as Defendants have been aware that they owed the meal and rest period wages claimed by Plaintiff and the Putative Class, yet Defendants nevertheless failed to make payment. As a result, Plaintiff seeks wages and waiting-time penalties pursuant to Labor Code section 203 on behalf of themselves and the Putative Class. These penalties consist of up to 30 days of pay for Plaintiff and the Putative Class at their regular rates of pay, including overtime.

- 63. Plaintiff and the Putative Class have been available and ready to receive wages owed to them.
- 64. Plaintiff has never refused to receive any payment, nor has Plaintiff been absent from his regular place of residence.
- 65. Federal law does not address the issues relevant to Plaintiff's section 203 claim. There are no federal laws mandating the timing of an employee's final paycheck, the measure of meal or rest period premium wages due therein, or setting forth a penalty for the failure to provide all meal and rest period premium wages earned in an employee's final paycheck.

### SIXTH CAUSE OF ACTION

# Civil Penalties Under The Private Attorneys General Act Of 2004 (On Behalf of Plaintiff Against All Defendants)

- 66. Plaintiff incorporates by reference and re-allege each and every one of the allegations contained in the preceding and foregoing paragraphs of this Second Amended Complaint as if fully set forth herein.
- 67. Under the California Private Attorneys General Act of 2004 ("PAGA"), Cal. Lab. Code §§ 2698-2699.6, an "aggrieved employee" may bring a civil action personally and on behalf of other current or former employees to recover civil penalties for Labor Code violations. Cal. Lab. Code, § 2699, subd. (a); *Arias v. Superior Court*, 46 Cal. 4th 969, 980-81 (2009).
- 68. Here, Plaintiff seeks civil penalties under PAGA for Defendants' violations of the following California Labor Code provisions: 201 (failure to timely pay all final wages at employee's termination), 202 (failure to timely pay all final wages with 72 hours of employee's resignation), 203 (willful failure to comply with sections 201 and 202), 204 (failure to pay all wages earned for work performed each pay period), 219 (for the circumvention by private agreement of other Labor Code provisions), 226 (failure to provide lawful paycheck stubs), 226.7 (failure to pay meal and rest period premiums), and 512 (failure to provide meal periods). For these violations of the Labor Code, Plaintiff seeks either the corresponding civil penalty (e.g., a penalty under California Labor Code section 226.3 for the failure to comply with California Labor Code section 226 and wages and penalties under California Labor Code section

558 for Defendants' failure to comply with California Labor Code section 512) or the default civil penalty established by PAGA itself in Labor Code section 2699(f).

- 69. Plaintiff is entitled to recover civil penalties on behalf of themselves and other "aggrieved employees," i.e., persons who are or were employed by the alleged violator and against whom one or more of the alleged violations was committed. Plaintiff is therefore pursuing civil penalties for violations of the California Labor Code sections set forth herein.
- 70. One or more of the alleged violations set forth herein was committed against Plaintiff, and Plaintiff is therefore an "aggrieved employee" under California Labor Code section 2699(c).
- 71. California Labor Code section 200 defines "wages" as including all amounts for labor performed by employers of every description, whether the amount is fixed or ascertained by the standard of time, task, piece, commission basis, or other method of calculation.
- 72. California Labor Code section 201 requires immediate payment of all wages owed at the termination of employment. It is alleged that within the last year, Defendants' employees in California have been terminated and have not received all meal and/or rest period premium wages owed at their termination. Plaintiff seeks civil penalties on behalf of themselves and all others similarly situated under California Labor Code section 256.
- 73. California Labor Code section 202 requires payment of all wages owed within 72 hours of the resignation of an employee, unless the employee gives more than 72-hours notice, in which case wages are owed at the employee's resignation. It is alleged that within the last year, Defendants' employees in California have resigned and have not received all meal and/or rest period premium wages owed in a timely fashion after their resignation. Plaintiff seeks civil penalties on behalf of themselves and all others similarly situated under California Labor Code section 256.
- 74. California Labor Code section 203(a) provides for a penalty for late payment of wages: "(a) If an employer willfully fails to pay, without abatement or reduction, in accordance with Sections 201, 201.3, 201.5, 201.6, 201.9, 202, and 205.5, any wages of an employee who is discharged or who quits, the wages of the employee shall continue as a penalty from the due

date thereof at the same rate until paid or until an action therefor is commenced; but the wages shall not continue for more than 30 days. An employee who secretes or absents themselves to avoid payment to the employee, or who refuses to receive the payment when fully tendered to them, including any penalty then accrued under this section, is not entitled to any benefit under this section for the time during which the employee so avoids payment."

- 75. California Labor Code section 204 makes wages due no less frequently than twice a month for non-exempt employees for work performed each pay period. Defendants have violated section 204 with respect to Plaintiff and similarly situated coworkers by not paying them all meal and/or rest period premium wages due for work performed each pay period. Plaintiff seeks civil penalties on behalf of themselves and all other similarly situated under California Labor Code section 210.
- 76. California Labor Code section 219 provides that an employer may not circumvent by way of private agreement the requirements of the wage-and-hour laws of the Labor Code. To the extent that Defendants will argue that these employees agreed to forfeit their meal and/or rest period premium wages, Defendants will have violated California Labor Code section 219. There is no civil penalty associated with violation of section 219, but Plaintiff seeks civil penalties on behalf of themselves and all others similarly situated under California Labor Code section 2699, subd. (f).
- 77. California Labor Code section 226, subdivision (a), requires a California employer to include very specific information on an employee's paycheck stub. As alleged hereinabove, Defendants failed to provide accurate paycheck stubs to Plaintiff and the other aggrieved employees. California Labor Code section 226.3 sets forth civil penalties for violation of section 226, subdivision (a). Plaintiff seeks said penalties against Defendants on behalf of themselves and all other similarly situated employees for violation of section 226, subdivision (a).
- 78. California Labor Code section 226.7 provides that an employer must compensate a non-exempt employee with one hour of pay for each required meal or rest period that it does not provide. As alleged herein, Defendants violated this statute by not paying this meal or rest period premium pay to Plaintiff and their co-workers when they were not provided with meal or

rest periods in violation of California law. There is no civil penalty associated with violation of section 226.7, but Plaintiff seeks civil penalties on behalf of himself and all others similarly situated under California Labor Code section 2699, subd. (f).

- 79. California Labor Code section 512 provides that an employer shall provide its non-exempt employees with one off-duty meal period for each five-hour work period. Defendants violated section 512 by not providing two meal periods for every 12-hour shift.
- 80. California Labor Code section 558 provides for the recovery of wages and civil penalties against an employer who violates section 512. Plaintiff seeks said wages and penalties against Defendants on behalf of themselves and all other similarly situated employees for violation of section 512.
- 81. Labor Code section 1197 requires that employers may not pay less than the mandated minimum wage. Defendants violated section 1197 by not paying Plaintiff and his similarly situated coworkers at least the minimum wage for all hours worked. The civil penalty for violations of section 1197 is enumerated in Labor Code section 1197.1. Plaintiff seeks said penalties against Defendants on behalf of himself and all other similarly situated employees for violations of section 1197.
- 82. Plaintiff also seeks any civil penalties allowable under the Labor Code that arise out of the same set of operative facts as the claims made in this Second Amended Complaint.
- 83. Plaintiff has fully complied with the statutory requirements of Labor Code section 2699.3. Plaintiff gave notice by a letter dated February 9, 2015 and delivered by certified mail to the California Labor and Workforce Development Agency and the employer of the specific provisions of the Labor Code alleged to have been violated, including the facts and theories to support the alleged violations. Over 33 days have passed since Plaintiff gave notice as required by section 2699.3 and they have not received correspondence from the Labor and Workforce Development Agency indicating that it intends to investigate the alleged violations.
- 84. Defendants have not taken any actions to "cure" the Labor Code violations pursuant to California Labor Code section 2699 et seq.
  - 85. By failing to pay Plaintiff and the current and past aggrieved employees,

Defendants have violated numerous California Labor Code provisions, all as set forth hereinabove. Civil penalties are therefore appropriate.

### **SEVENTH CAUSE OF ACTION**

# Violations of the Fair Labor Standards Act for Unpaid Minimum and Overtime Wages (29 U.S.C. § 201 et seq.)

### (On Behalf of Plaintiff and the FLSA Collective Against All Defendants)

- 86. Plaintiff incorporates by reference and re-allege each and every one of the allegations contained in the preceding and foregoing paragraphs of this Complaint as if fully set forth herein.
- 87. The Fair Labor Standards Act ("FLSA") requires "employers to compensate employees for hours in excess of 40 per week at a rate of 1 ½ times the employees' regular wages." 29 U.S.C. § 207(a). To calculate the "regular rate" of pay under federal law, all remuneration received by an employee in a workweek in which overtime is not worked is included in the calculation. 29 U.S.C. § 207(e). The reasonable cost of meals and lodging provided to employees in addition to their wages must be included in the employees' regular rate of pay for the purpose of calculating overtime wages under section 207. 29 C.F.R. § 778.116.
- 88. Pursuant to the foregoing authority, it is alleged the Plaintiff has been, and are still, owed overtime wages from Defendants pursuant to the FLSA. Defendants did not pay Plaintiff and the FLSA Collective at proper overtime rates for work in excess of forty (40) hours per workweek in violation of 29 U.S.C. § 207 because Defendants did not include the reasonable cost of meals and lodging provided to employees in addition to their wages when calculating and paying their overtime earnings. Plaintiff and the FLSA Collective regularly worked overtime hours as defined by the FLSA and were under-compensated as described herein.
- 89. The FLSA also requires that Defendants compensate employees at the rate of not less than the federal statutory minimum wage rate for each hour worked up to forty (40) hours in a work week.
  - 90. At all relevant times, Defendants have failed to compensate Plaintiff and the FLSA

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Collective at the rate not less than the federal statutory minimum wage rate for each regular hour worked.

- 91. By failing to compensate Plaintiff and the FLSA Collective and at a rate not less than the federal statutory minimum wage rate for each regular hour worked, Defendants have additionally violated the FLSA, 29 U.S.C. §§ 201, *et seq.*, including 29 U.S.C. § 206(a)(l).
- 92. Defendants' violations of the FLSA as alleged herein have been done in a willful and bad faith manner such that Plaintiff is entitled to damages equal to the amount of minimum wage and overtime premium pay within the statutory period, plus periods of equitable tolling. As a result of the aforesaid willful violations of the FLSA, minimum wage and overtime compensation has been unlawfully withheld by Defendants from Plaintiff for which Defendants are liable under 29 U.S.C. § 216(b), together with an additional equal amount as liquidated damages, as well as interest, reasonable attorneys' fees and costs.
- 93. These FLSA claims relate back to the filing of Plaintiff's original complaint, which alleged minimum wage and overtime violations under California law. Parker Drilling Mgmt. Servs., Ltd. v. Newton, \_\_\_ U.S. \_\_\_, 139 S.Ct. 1881 (2019) ultimately set the standard for when state wage-and-hour laws apply to work performed on the outer continental shelf. Now that the *Parker Drilling* decision has been issued, Plaintiff's amend their complaint to add these FLSA claims. Such FLSA claims are premised on essentially the same set of facts as the original minimum wage overtime claims under California law. Although the original complaint did not specifically allege that Defendants failed to include the value of meals and lodging in employees' regular rates of pay, the measure of damages on Plaintiff's original overtime claim would necessarily require the inclusion of those values into the affected employees' overtime owed. See Huntington Mem'l Hosp. v. Superior Court, 131 Cal. App. 4th 893, 904 (2005) (adopting federal standards for determining regular rate of pay for calculation of California overtime wages owed). Defendants had notice of the existence of potential minimum wage and overtime claims, and the same facts underlying said claims as articulated in the original complaint and the FAC and are not prejudiced by having to gather and preserve any new evidence as a result of the instant claim. Plaintiff acted reasonably and in good faith in pursuing

their state overtime claims, because no court had ever held that state overtime claims do not apply to work performed on the outer continental shelf, and Plaintiff gave notice of the existence of their California minimum wage and overtime claims within the statutory period, which alerted Defendants to the need to begin investigating the facts that form the basis for these FLSA claims.

### **EIGHTH CAUSE OF ACTION**

### Minimum Wage Violations

# (Action Brought By Plaintiff On Behalf Of Himself

### And the Putative Class Against All Defendants)

- 89. Plaintiff incorporates by reference and re-alleges each and every one of the allegations contained in the preceding and foregoing paragraphs of this Complaint as if fully set forth herein.
- 90. California law requires payment of at least the state-mandated minimum wage for all hours worked by non-exempt employees. (See Lab. Code, §§ 1194, 1197.) Hourly wages cannot be averaged out to cover hours worked during which no compensation was paid. (See *Armenta v. Osmose* (2005) 135 Cal.App.4th 314, 322-24.) Time during which a worker cannot leave his or her worksite, even sleeping time, is considered hours worked under California law. (*Mendiola v. CPS Security Solutions, Inc.* (Cal., Jan. 8, 2015) 15 Cal. Daily Op. Serv. 203.)
- 91. Plaintiff and the Putative Class, who could not leave their worksite on the platforms during their hitches, regularly worked hours for which they were not paid the minimum wage. Defendants' minimum wage violations include, but are not limited to, the failure to pay any wages whatsoever to Plaintiff and the Putative Class for 12 hours each workday.
- 92. Plaintiff seeks such minimum wages owed to them for the three-year period measured backward from the date of the filing of the initial Complaint in this matter.
- 93. The exact amount of minimum wages owed will not be fully ascertained until discovery is completed. Until Defendants produce the necessary documents for an accounting, Plaintiff is unable to determine the exact amount of minimum wages owed.
  - 94. Labor Code section 218.6 states, "[I]n any action brought for the nonpayment of

wages, the court shall award interest on all due and unpaid wages at the rate of interest specified
in subdivision (b) of Section 3289 of the Civil Code, which shall accrue from the date that the
wages were due and payable as provided in Part 1 (commencing with Section 200) of Division
2." Plaintiff seeks such interest on all minimum wages owed to them for the three-year period
measured backward from the date of the filing of the initial Complaint in this matter.

- 95. Plaintiff seeks liquidated damages in an amount equal to the minimum wages due to him and the Putative Class under Labor Code section 1194.2.
- 96. Pursuant to Labor Code section 1194, Plaintiff requests the Court to award Plaintiff's reasonable attorney's fees and costs incurred in this action.

### **NINTH CAUSE OF ACTION**

# Failure to Pay California Overtime and Double-time Premium Wages (Action Brought By Plaintiff On Behalf Of Himself And the Putative Class Against All Defendants)

- 97. Plaintiff incorporates by reference and re-alleges each and every one of the allegations contained in the preceding and foregoing paragraphs of this Complaint as if fully set forth herein.
- 98. California law requires payment of overtime premium pay for all hours worked by non-exempt employees in excess of eight in one day or 40 hours in one week and for the first eight hours on the seventh-straight day of work in one workweek. Lab. Code § 510; 8 Cal. Code Regs. § 11160, subd. 3(A). It further requires payment of double-time premium pay for all hours worked by non-exempt employees in excess of twelve hours in one day or in excess of eight hours on the seventh-straight day of work in a single workweek. Lab. Code § 510; 8 Cal. Code Regs. § 11160, subd. 3(A).
- 99. Plaintiff and the Putative Class regularly worked hours for which they were not paid the overtime or double-time premium wages under California law. Defendants violated the California Labor Code's overtime and double-time provisions in numerous respects, including but not limited to the following:
  - a. Failing to compensate Plaintiff and the Putative Class at the proper

overtime rate for all hours worked in excess of eight (8) in a workday, forty (40) in a workweek
or on the seventh (7th) straight day in a workweek or at the proper double-time rate for all hours
worked in excess of twelve (12) in a workday or in excess of eight (8) on the seventh (7th
straight day of work in a workweek for the following categories of hours worked:

- i. Time spent on the employer's premises due to the reasonable inability to leave;
- ii. Time spent on-call on the employer's premises and engaged to wait as those terms are defined by California regulations and case law;
- iii. Time spent donning, doffing, and retrieving job-related protective gear (such as fire-retardant clothing) before and after working their 12-hour shifts;
- iv. Time spent "handing off" a shift to the relief employee and/or receiving such a hands off from the employee who was relieved;
- v. All time spent traveling to and back from shore, including but not limited to time spent waiting for the ship to take them to the platform or back to shore;
- vi. All time spent responding to alarms and drills or other calls to muster after hours; and
- vii. To the extent such a claim is not subsumed by the aforementioned situations, time spent sleeping on the employer's premises; and
- b. Failing to compensate Plaintiff and the Putative Class at the correct overtime rate of pay for overtime hours worked because Defendants failed to include the following in the Putative Class's regular hourly rates of pay:
  - i. Compensation for performance-related bonuses;
  - ii. Compensation for meals provided by the employer; and
  - iii. Compensation for lodging provided by the employer.
- 100. Plaintiff and the Putative Class seek such overtime and double-time premium wages owed to them for the three-year period measured backward from the date of the filing of the initial Complaint in this matter. (In the Unfair Competition cause of action stated herein and brought pursuant to the UCL, Plaintiff and the Putative Class seek restitution of unpaid overtime

and double-time wages due for the four-year period measured backward from the date of the filing of the initial Complaint in this matter.)

- 101. The exact amount of overtime and double-time premium wages owed will not be fully ascertained until discovery is completed. Until Defendants produce the necessary documents for an accounting, Plaintiff is unable to determine the exact amount of overtime and double-time premium wages owed.
- 102. Plaintiff seeks interest on all overtime and double-time premium wages owed to them for the three-year period measured backward from the date of the filing of the initial Complaint in this matter pursuant to Labor Code section 1194. (In the Unfair Competition cause of action stated herein and brought pursuant to the UCL, Plaintiff and the Putative Class seek interest on all unpaid overtime and double-time wages due for the four-year period measured backward from the date of the filing of the initial Complaint in this matter.)
- 103. Pursuant to Labor Code section 1194, Plaintiff requests the Court to award Plaintiff's reasonable attorney's fees and costs incurred in this action.

### PRAYER FOR RELIEF

WHEREFORE, Plaintiff, on behalf of themselves, the Putative Class and the FLSA Collective, demand judgment against Defendants, and each of them, as follows:

- 1. For all meal period premium wages owed, according to proof;
- 2. For all rest period premium wages owed, according to proof;
- 3. For all statutory penalties owed pursuant to California Labor Code section 226(e);
- 4. For restitution of all meal and rest period premiums owed, according to proof;
- 5. For any and all equitable relief the Court deems appropriate, including without limitation the appointment of a receiver and/or an accounting;
- 6. For all waiting-time penalties owed pursuant to California Labor Code section 203;
  - 7. For all civil penalties owed under the Private Attorneys General Act of 2004;
  - 8. For all overtime wages owed pursuant to 29 U.S.C. § 207;
  - 9. For liquidated damages as provided by the FLSA, 29 U.S.C. § 216(b), interest,

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1 and such other legal and equitable relief as the Court deems just and proper; 2 10. For prejudgment interest on all amounts claimed; 3 11. For costs of suit; 12. 4 For recovery of attorneys' fees and costs, including an expert fees, to be paid by 5 Defendants, as provided by the California Labor Code sections 226(e) and 2699(g), 29 U.S.C. § 216(b), and California Code of Civil Procedure section 1021.5; 6 7 13. For minimum wages owed according to proof; 8 14. For liquidated damages in an amount equal to the unpaid minimum wages owed 9 under Labor Code section 1194.2; 15. 10 For overtime, double-time, meal period, and rest period premium wages owed under California law according to proof; 11 12 16. For prejudgment interest pursuant to Labor Code sections 218.6 and 1194 and Civil Code sections 3288 and 3291 on all amounts claimed; 13 14 17. For attorney's fees and costs pursuant to Labor Code sections 218.5, 226, 1194, and 2802(c); 15 18. 16 For any and other relief the Court deems just and proper. 17 DATED: May 7, 2020 STRAUSS & STRAUSS, APC 18 19 By: Michael A. Strauss 20 Aris E. Karakalos 21 Andrew C. Ellison Attorneys for Plaintiff 22 23 24 25 26 27 28

**DEMAND FOR JURY TRIAL** Plaintiff Marlin McClure hereby demands a trial by jury. DATED: May 7, 2020 STRAUSS & STRAUSS, APC By: Michael A. Strauss Aris E. Karakalos Andrew C. Ellison Attorneys for Plaintiff 40445553.1