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6	Attorneys for Defendants	
7 8	TEAM ENTERPRISES, LLC; NEW TEAM, LLC doing business as TEAM ENTERPRISES	,
9	UNITED STATES DISTRICT COURT	
10	NORTHERN DISTRICT OF CALIFORNIA	
11		
12	FELICIA CIPOLLA, ALEXIS WOOD, BERNADETTE BLANCHARD, SHIRIN	Case No. 3:18-cv-06867-WHA
13	FELICIA CIPOLLA, ALEXIS WOOD, BERNADETTE BLANCHARD, SHIRIN LESSAN, DENNIS FISHER, and JAMIE ARIAS, individually and on behalf of all	DEFENDANTS' ANSWER TO PLAINTIFFS' FOURTH AMENDED COMPLAINT
14	others similarly situated,	AMENDED COMPLAINT
15	Plaintiff,	Trial Date: January 22, 2024
16	V.	[Demand for Jury Trial]
17 18	TEAM ENTERPRISES, LLC; NEW TEAM LLC, doing business as TEAM ENTERPRISES,	
19	Defendants.	
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ANSWER TO PLAINTIFFS' FOURTH AMENDED COMPLAINT

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Defendants TEAM ENTERPRISES, LLC, and NEW TEAM LLC doing business as TEAM ENTERPRISES ("Defendants") hereby answer the Fourth Amended Complaint ("Complaint") filed by Plaintiffs Felicia Cipolla, Alexis Wood, Bernadette Blanchard, Shirin Lessan, Dennis Fisher and Jamie Arias ("Plaintiffs") on or about April 13, 2023.

INTRODUCTION

- 1. Answering Paragraph 1 of the Complaint, this paragraph contains a description of Plaintiffs' lawsuit as alleged in Plaintiffs' Complaint, as well as legal conclusions, and does not contain factual allegations that require a response. To the extent that Paragraph 1 contains factual allegations, Defendants deny each and every allegation contained therein and allege that this matter is not suitable for collective or class treatment.
- Answering Paragraph 2 of the Complaint, this paragraph contains a description of Plaintiffs' lawsuit as alleged in Plaintiffs' Complaint, as well as legal conclusions, and does not contain factual allegations that require a response. To the extent that Paragraph 2 contains factual allegations, Defendants deny each and every allegation contained therein.
- 3. Answering Paragraph 3 of the Complaint, this paragraph contains a description of Plaintiffs' lawsuit as alleged in Plaintiffs' Complaint and does not contain factual allegations that require a response. To the extent that Paragraph 3 contains factual allegations, Defendants deny each and every allegation contained therein.
- Answering Paragraph 4 of the Complaint, to the extent this paragraph pleads DOE Defendants, Defendants allege that DOE Defendant pleading is impermissible in Federal Court. Defendants deny each and every allegation contained in Paragraph 4.
- 5. Answering Paragraph 5 of the Complaint, this paragraph contains a description of Plaintiffs' lawsuit as alleged in Plaintiffs' Complaint and does not contain factual allegations that require a response. To the extent that Paragraph 5 contains factual allegations, Defendants deny each and every allegation contained therein.

THE PARTIES

6. Answering Paragraph 6 of the Complaint, Defendants lack sufficient knowledge or information to form a belief as to the truth or falsity of Plaintiffs' allegations regarding Plaintiff Felicia ANSWER TO PLAINTIFFS' FOURTH 2 AMENDED COMPLAINT

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Cipolla's residence, and on that basis, deny the allegations. Defendants admit that Defendant New Team, LLC employed Ms. Cipolla as a Promotional Specialist within the Northern District of California. Defendants also admit that Defendant New Team, LLC employed Ms. Cipolla as of January 1, 2015. Except as expressly admitted, Defendants deny each and every allegation contained in Paragraph 6.

- 7. Answering Paragraph 7 of the Complaint, Defendants lack sufficient knowledge or information to form a belief as to the truth or falsity of Plaintiffs' allegations regarding Plaintiff Alexis Wood's residence, and on that basis, deny the allegations. Defendants admit that Defendant New Team, LLC employed Ms. Wood as a Promotional Specialist within the Northern District of California. Defendants also admit that Defendant New Team LLC employed Ms. Wood as of January 1, 2015. Except as expressly admitted, Defendants deny each and every allegation contained in Paragraph 7.
- 8. Answering Paragraph 8 of the Complaint, Defendants lack sufficient knowledge or information to form a belief as to the truth or falsity of Plaintiffs' allegations regarding Plaintiff Bernadette Blanchard's residence, and on that basis, deny the allegations. Defendants admit that Defendant New Team, LLC employed Ms. Blanchard as a Promotional Specialist within the Northern District of California. Defendants also admit that Defendant New Team LLC employed Ms. Blanchard as of January 1, 2015. Except as expressly admitted, Defendants deny each and every allegation contained in Paragraph 8.
- 9. Answering Paragraph 9 of the Complaint, Defendants lack sufficient knowledge or information to form a belief as to the truth or falsity of Plaintiffs' allegations regarding Plaintiff Shirin Lessan's residence, and on that basis, deny the allegations. Defendants admit that Defendant New Team, LLC employed Ms. Lessan as a Promotional Specialist within the Northern District of California. Defendants also admit that Defendant New Team LLC employed Ms. Lessan as of April 27, 2015. Except as expressly admitted, Defendants deny each and every allegation contained in Paragraph 9.
- 10. Answering Paragraph 10 of the Complaint, Defendants lack sufficient knowledge or information to form a belief as to the truth or falsity of Plaintiffs' allegations regarding Plaintiff Dennis ANSWER TO PLAINTIFFS' FOURTH 3 AMENDED COMPLAINT

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ANSWER TO PLAINTIFFS' FOURTH AMENDED COMPLAINT

Fisher's residence, and on that basis, deny the allegations. Defendants admit that Defendant New Team, LLC employed Mr. Fisher as a Promotional Specialist in California. Defendants also admit that Defendant New Team LLC employed Mr. Fisher as of June 2019. Except as expressly admitted, Defendants deny each and every allegation contained in Paragraph 10.

- 11. Answering Paragraph 11 of the Complaint, Defendants lack sufficient knowledge or information to form a belief as to the truth or falsity of Plaintiffs' allegations regarding Plaintiff Jamie Arias' residence, and on that basis, deny the allegations. Defendants admit that Defendant New Team, LLC employed Ms. Arias as a Promotional Specialist within the San Francisco Bay Area of California. Defendants also admit that Defendant New Team LLC employed Ms. Arias from approximately March 2019 to the present. Except as expressly admitted, Defendants deny each and every allegation contained in Paragraph 11.
- 12. Answering Paragraph 12 of the Complaint, Defendants admit that Team Enterprises, LLC is a Limited Liability Company registered in Florida as a foreign Limited Liability Company. Defendants further admit that Team Enterprises, LLC has its principal place of business in Florida and does business in Florida. Except as expressly admitted, Defendants deny each and every allegation contained in Paragraph 12.
- 13. Answering Paragraph 13 of the Complaint, Defendants admit that New Team LLC is a Delaware Limited Liability Company. Defendants further admit that New Team LLC has its principle place of business in Florida and does business in California, including the Northern District of California, and in other states throughout the United States. Except as expressly admitted, Defendants deny each and every allegation contained in Paragraph 13.
- 14. Answering Paragraph 14 of the Complaint, Defendants admit that they provide advertising and marketing services, including physical and digital brand engagement services, to their customers. Defendants further admit that Defendant New Team LLC employed Plaintiffs and other promotional specialists. Except as expressly admitted, Defendants deny each and every allegation contained in Paragraph 14.
- 15. Answering Paragraph 15 of the Complaint, Defendants deny each and every allegation contained therein.

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JURISDICTION AND VENUE

- 16. Answering Paragraph 16 of the Complaint, to the extent the allegations state a legal conclusion, these do not require a response. To the extend Paragraph 16 contains factual allegations, Defendants deny each and every allegation therein, except that most class members are citizens of California while Defendants are citizens of Florida.
- 17. Answering Paragraph 17 of the Complaint, to the extent the allegations state a legal conclusion, these do not require a response. To the extend Paragraph 17 contains factual allegations, Defendants deny each and every allegation therein.
- 18. Answering Paragraph 18 of the Complaint, Plaintiffs' statement that the claims are properly venued in the Northern District of California, is a legal conclusion that does not require a response. Defendants admit that Defendant New Team, LLC conducts business within the Northern District of California. Except as expressly admitted, Defendants deny each and every allegation contained in Paragraph 18.
- 19. Answering Paragraph 19 of the Complaint, Defendants admit that Defendant New Team LLC does business in California, including the Northern District of California. Defendants further admit that Defendant New Team LLC paid Plaintiffs and other Promotional Specialists an hourly rate, but otherwise deny each and every allegation contained in Paragraph 19. Plaintiffs' allegations regarding the applicability of California Labor Laws and the Business and Professions Code are legal conclusions that do not require a response.

FACTUAL ALLEGATIONS

- 20. Answering Paragraph 20 of the Complaint, Defendants admits that Plaintiffs worked for Defendant New Team LLC. Defendants further admit that Promotional Specialists are also sometimes referred to as Promotional Models and Brand Ambassadors. Plaintiffs' statement regarding the statutory period is a legal conclusion that does not require a response. To the extent a response is required, Defendants deny the allegations regarding the statutory period. Except as expressly admitted, Defendants, deny each and every allegation contained in Paragraph 20.
- 21. Answering Paragraph 21 of the Complaint, Defendants admit that Defendant New Team LLC paid Plaintiffs on an hourly basis. Defendants further admit that Defendant New Team ANSWER TO PLAINTIFFS' FOURTH AMENDED COMPLAINT 5 CASE NO. 3:18-CV-06867-WHA

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LLC paid other Promotional Specialists on an hourly basis. Except as expressly admitted, Defendants deny each and every allegation contained in Paragraph 21.

- 22. Answering Paragraph 22 of the Complaint, Defendants deny each and every allegation contained therein.
- 23. Answering Paragraph 23 of the Complaint, Defendants deny each and every allegation contained therein.
- 24. Answering Paragraph 24 of the Complaint, Defendants deny each and every allegation contained therein.
- 25. Answering Paragraph 25 of the Complaint, Defendants deny each and every allegation contained therein.
- 26. Answering Paragraph 26 of the Complaint, Defendants deny each and every allegation contained therein.

CLASS ALLEGATIONS

- 27. Answering Paragraph 27 of the Complaint, this paragraph contains legal conclusions and argument and does not contain factual allegations that require a response. To the extent Paragraph 27 contains factual allegations, Defendants deny each and every allegation contained therein.
- 28. Answering Paragraph 28 of the Complaint, Defendants deny each and every allegation contained therein and allege that this matter is not suitable for class action treatment.
- 29. Answering Paragraph 29 of the Complaint, this paragraph contains legal conclusions and argument and does not contain factual allegations that require a response. To the extent Paragraph 29 contains factual allegations, Defendants deny each and every allegation contained therein.
- 30. Answering Paragraph 30 of the Complaint, this paragraph contains legal conclusions and argument and does not contain factual allegations that require a response. To the extent Paragraph 30 contains factual allegations, Defendants deny each and every allegation contained therein.
- 31. Answering Paragraph 31 of the Complaint, this paragraph contains legal conclusions and argument and does not contain factual allegations that require a response. To the extent Paragraph 31 contains factual allegations, Defendants deny each and every allegation contained therein.
- 32. Answering Paragraph 32 of the Complaint, this paragraph contains legal conclusions ANSWER TO PLAINTIFFS' FOURTH 6 AMENDED COMPLAINT

LITTLER MENDELSON P.C. Treat Towers 1255 Treat Boulevard and argument and does not contain factual allegations that require a response. To the extent Paragraph 32 contains factual allegations, Defendants deny each and every allegation contained therein.

- 33. Answering Paragraph 33 of the Complaint, this paragraph contains legal conclusions and argument and does not contain factual allegations that require a response. To the extent Paragraph 33 contains factual allegations, Defendants deny each and every allegation contained therein.
- 34. Answering Paragraph 34 of the Complaint, this paragraph contains legal conclusions and argument and does not contain factual allegations that require a response. To the extent Paragraph 34 contains factual allegations, Defendants deny each and every allegation contained therein.
- 35. Answering Paragraph 35 of the Complaint, this paragraph contains a description of the alleged class Plaintiffs seek to represent, as defined by Plaintiffs, and does not contain factual allegations that require a response. To the extend Paragraph 35 contains factual allegations, Defendants deny each and every allegation contained therein.
- 36. Answering Paragraph 36 of the Complaint, this paragraph contains a description of the alleged sub-class Plaintiffs seek to represent, as defined by Plaintiffs, and does not contain factual allegations that require a response. To the extend Paragraph 36 contains factual allegations, Defendants deny each and every allegation contained therein.
- 37. Answering Paragraph 37 of the Complaint, this paragraph contains a description of the alleged sub-class Plaintiffs seek to represent, as defined by Plaintiffs, and does not contain factual allegations that require a response. To the extend Paragraph 37 contains factual allegations, Defendants deny each and every allegation contained therein.
- 38. Answering Paragraph 38 of the Complaint, this paragraph contains legal conclusions and argument and does not contain factual allegations that require a response. To the extent Paragraph 38 contains factual allegations, Defendants deny each and every allegation contained therein.

FIRST CAUSE OF ACTION

(Labor Code §§ 510, 1194 on behalf of the California Class)

- 39. Answering Paragraph 39 of the Complaint, Defendants incorporate all of the preceding paragraphs of this Answer as though fully set forth herein.
- 40. Answering Paragraph 40 of the Complaint, this paragraph contains legal conclusions ANSWER TO PLAINTIFFS' FOURTH AMENDED COMPLAINT 7 CASE NO. 3:18-CV-06867-WHA

and argument and does not contain factual allegations that require a response. To the extent Paragraph 40 contains factual allegations, Defendants deny each and every allegation contained therein.

- 41. Answering Paragraph 41 of the Complaint, Defendants deny each and every allegation contained therein.
- 42. Answering Paragraph 42 of the Complaint, Defendants admit that Defendant New Team LLC paid Plaintiffs on an hourly basis. Except as expressly admitted, Defendants deny each and every allegation contained therein.
- 43. Answering Paragraph 43 of the Complaint, Defendants deny each and every allegation contained therein.
- 44. Answering Paragraph 44 of the Complaint, Defendants deny each and every allegation contained therein.
- 45. Answering Paragraph 45 of the Complaint, this paragraph contains legal conclusions and argument and does not contain factual allegations that require a response. To the extent Paragraph 45 contains factual allegations, Defendants deny each and every allegation contained therein.

SECOND CAUSE OF ACTION

(Labor Code §§ 226.7 and 512 – Meal Period Violations – on behalf of the California Class)

- 46. Answering Paragraph 46 of the Complaint, Defendants incorporate all of the preceding paragraphs of this Answer as though fully set forth herein.
- 47. Answering Paragraph 47 of the Complaint, Defendants deny each and every allegation contained therein.
- 48. Answering Paragraph 48 of the Complaint, Defendants deny each and every allegation contained therein.

THIRD CAUSE OF ACTION

(Labor Code § 226.7 – Rest Period Violations – on behalf of the California Class)

- 49. Answering Paragraph 49 of the Complaint, Defendants incorporate all of the preceding paragraphs of this Answer as though fully set forth herein.
- 50. Answering Paragraph 50 of the Complaint, this paragraph contains legal conclusions ANSWER TO PLAINTIFFS' FOURTH 8 AMENDED COMPLAINT

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and argument and does not contain factual allegations that require a response. To the extent Paragraph 50 contains factual allegations, Defendants deny each and every allegation contained therein.

- 51. Answering Paragraph 51 of the Complaint, Defendants deny each and every allegation contained therein.
- 52. Answering Paragraph 52 of the Complaint, Defendants deny each and every allegation contained therein.

FOURTH CAUSE OF ACTION

(Bus. And Prof. Code § 17203 – Unpaid Overtime and Minimum Wages– on behalf of the California Class)

- 53. Answering Paragraph 53 of the Complaint, Defendants incorporate all of the preceding paragraphs of this Answer as though fully set forth herein.
- 54. Answering Paragraph 54 of the Complaint, Defendants deny each and every allegation contained therein.
- 55. Answering Paragraph 55 of the Complaint, this paragraph contains legal conclusions and argument and does not contain factual allegations that require a response. To the extent Paragraph 55 contains factual allegations, Defendants deny each and every allegation contained therein.

FIFTH CAUSE OF ACTION

(Bus. And Prof. Code § 17203 – Meal and Rest Breaks – on behalf of the California Class)

- 56. Answering Paragraph 56 of the Complaint, Defendants incorporate all of the preceding paragraphs of this Answer as though fully set forth herein.
- 57. Answering Paragraph 57 of the Complaint, Defendants deny each and every allegation contained therein.
- 58. Answering Paragraph 58 of the Complaint, this paragraph contains legal conclusions and argument and does not contain factual allegations that require a response. To the extent Paragraph 58 contains factual allegations, Defendants deny each and every allegation contained therein.

SIXTH CAUSE OF ACTION

(Labor Code § 203 on behalf of the California Sub-Class)

59. Answering Paragraph 59 of the Complaint, Defendants incorporate all of the preceding ANSWER TO PLAINTIFFS' FOURTH 9 AMENDED COMPLAINT

1	and argument and does not contain factual allegations that require a response. To the extent Paragraph		
2	70 contains factual allegations, Defendants deny each and every allegation contained therein.		
3	NINTH CAUSE OF ACTION		
4	(Labor Code § 2699 et seq. on behalf of the California Class)		
5	(Brought by Cipolla and Wood Only)		
6	71. Answering Paragraph 71 of the Complaint, Defendants incorporate all of the preceding		
7	paragraphs of this Answer as though fully set forth herein.		
8	72. Answering Paragraph 72 of the Complaint, Defendants deny each and every allegation		
9	contained therein.		
10	73. Answering Paragraph 73 of the Complaint, Defendants lack sufficient knowledge or		
11	information to form a belief as to the truth or falsity of Plaintiffs Cipolla and Wood's allegations		
12	regarding Plaintiffs' interaction with the Labor and Workforce Development Agency, and on that		
13	basis, deny the allegations. To the extent Paragraph 73 contains factual allegations, Defendants deny		
14	each and every allegation contained therein.		
15	74. Answering Paragraph 74 of the Complaint, Defendants lack sufficient knowledge of		
16	information to form a belief as to the truth or falsity of Plaintiffs' allegations regarding Plaintiffs		
17	interaction with the Labor and Workforce Development Agency, and on that basis, deny the		
18	allegations.		
19	PLAINTIFFS' PRAYER FOR RELIEF		
20	Plaintiffs' Prayer for Relief does not contain factual allegations to which Defendants are		
21	required to respond. To the extent Plaintiffs' Prayer for Relief may be deemed to require a response		
22	Defendants deny each and every allegation contained therein.		
23	PLAINTIFFS' DEMAND FOR JURY TRIAL		
24	Plaintiffs' Demand for Jury Trial does not contain factual allegations to which Defendants are		
25	required to respond. To the extent Plaintiffs' Demand for Jury Trial may be deemed to require a		
26	response, Defendants deny each and every allegation contained therein.		
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DELSON ers ulevard	ANSWER TO PLAINTIFFS' FOURTH AMENDED COMPLAINT 11 CASE NO. 3:18-CV-06867-WHA		

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AFFIRMATIVE DEFENSES

Defendants assert the following affirmative and other defenses, which they have designated as "affirmative defenses." Defendants' designation of its defenses as "affirmative" is not intended in any way to alter Plaintiffs' burden of proof with regard to any element of their causes of action. Defendants also expressly deny the existence of any alleged putative group of persons or "aggrieved employees" that Plaintiffs purport to represent in this lawsuit. Defendants incorporate (as if set forth therein) this express denial each and every time it references "Plaintiffs."

FIRST AFFIRMATIVE DEFENSE

Defendants allege that the Complaint, and each and every claim alleged therein, fail to state facts sufficient to constitute a cause of action upon which relief may be granted.

SECOND AFFIRMATIVE DEFENSE

Defendants allege that the Court lacks subject matter jurisdiction over the Complaint because there are no federal claims nor are the requirements under the Class Act Fairness Act satisfied, nor does the amendment of the Complaint comport with the requirements of 28 U.S. C., section 1653.

THIRD AFFIRMATIVE DEFENSE

Defendants allege that Plaintiffs' claims and the claims of the putative classes are barred in whole or in part by the applicable statute(s) of limitations, including but not limited to, 29 U.S.C. § 255(a), California Code of Civil Procedure §§ 338, 340(a-b), Business and Professions Code § 17208, and Labor Code § 226(a).

FOURTH AFFIRMATIVE DEFENSE

Defendants allege that Plaintiffs' Complaint, and each cause of action therein, fails to state a cognizable class under Rule 23 of the Federal Rules of Civil Procedure, Section 382 of the California Rules of Civil Procedure or any other applicable rule or law regulating the maintenance of class, including but not limited to, Plaintiffs' and each of their failures to establish the requisite numerosity, commonality, typicality of claims and defenses, and representative status and/or standing.

FIFTH AFFIRMATIVE DEFENSE

Defendants alleges that this suit is not appropriate for class certification under Rule 23 of the Federal Rules of Civil Procedure and Section 382 of the California Rules of Civil Procedure, because ANSWER TO PLAINTIFFS' FOURTH

AMENDED COMPLAINT

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CASE NO. 3:18-CV-06867-WHA

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Plaintiffs are not able to fairly and adequately protect the interests of all members of the putative class.

SIXTH AFFIRMATIVE DEFENSE

Defendants allege that Plaintiffs' claims and the claims of the putative classes and/or the alleged aggrieved employees' claims for statutory penalties are barred in whole or in part because Defendants acted in a reasonable and good faith belief that they complied with their obligations, if any, under the California Labor Code, and all other applicable state and federal laws and regulations, as to Plaintiffs.

SEVENTH AFFIRMATIVE DEFENSE

Defendants allege that Plaintiffs' claims and the claims of the putative Rule 23 class for liquidated damages are barred in whole or in part by the provisions of 29 U.S.C. § 260 and under California law because any acts or omissions giving rise to this action were done in good faith and with reasonable grounds for believing that the actions or omissions did not violate the law.

EIGHTH AFFIRMATIVE DEFENSE

Defendants allege that the Complaint fails to properly state a claim upon which prejudgment interests may be awarded, as the damages claimed are not sufficiently certain to allow an award of prejudgment interests.

NINTH AFFIRMATIVE DEFENSE

Defendants allege that if Plaintiffs and/or members of the Rule 23 putative class succeed in establishing any violation of the law, and to the extent any sums are found due and owing to Plaintiffs and/or members of the putative class, Defendants are entitled to a set-off against said sum to the extent paid, tendered, waived, compromised, and/or released prior to the adjudication herein, including but not limited to those amounts paid, tendered, waived, compromised, and/or released through any other proceeding, either formal or informal, or to the extent any additional compensation was paid to Plaintiffs over and above their wages

TENTH AFFIRMATIVE DEFENSE

Defendants allege that any damages suffered were the result of failure by Plaintiffs and/or the members of the Rule 23 putative class to comply with the reasonable expectations of Defendants and/or follow Defendants' reasonable instructions and/or policies.

ELEVENTH AFFIRMATIVE DEFENSE

Defendants allege that Plaintiffs' Complaint fails to state a claim for penalties under the California Labor Code because there exists a *bona fide* dispute as to the existence and/or extent of Defendants' obligations to Plaintiffs under any applicable California Labor Code provision.

TWELFTH AFFIRMATIVE DEFENSE

Defendants allege that Plaintiffs' claim and the claim of the putative class for failure to provide accurate itemized wage statements fails because Plaintiffs and/or the putative class did not suffer any injury as a result of any such failures, to the extent they occurred.

THIRTEENTH AFFIRMATIVE DEFENSE

Defendants allege that Plaintiffs' claim and the claim of the putative class alleging overtime liability, fail because travel time is not compensable pursuant to the Portal-to-Portal Act 29 U.S.C. § 251 et seq. nor under California law.

FOURTEENTH AFFIRMATIVE DEFENSE

Defendants allege that Plaintiffs lack standing to assert the claims in the Complaint.

FIFTEENTH AFFIRMATIVE DEFENSE

Defendants alleges that Defendants cannot be liable for any alleged violation of the Unfair Competition Law, Cal. Bus. & Prof. §§ 17200 et seq., because their actions were not unfair, fraudulent, nor likely to mislead, and their conduct and dealings were lawful, as authorized by applicable state and federal statutes, rules, and regulations, and such actions, conduct, and dealings were carried out in good faith and for legitimate business purposes. Defendants also allege that Plaintiffs are not entitled to equitable relief insofar as they have adequate remedies at law.

SIXTEENTH AFFIRMATIVE DEFENSE

Defendants allege that some or all of the hours claimed by Plaintiffs and/or the putative class are not "hours worked" within the meaning of any Wage Order(s) issued by the California Industrial Welfare Commission and/or under applicable California law, such that minimum wage and/or overtime compensation need not be paid for those hours.

SEVENTEENTH AFFIRMATIVE DEFENSE

Defendants allege that Plaintiffs' claims are barred to the extent Plaintiffs failed to place ANSWER TO PLAINTIFFS' FOURTH AMENDED COMPLAINT 14 CASE NO. 3:18-CV-06867-WHA

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Suite 600

Defendants on notice of the alleged violation of Defendants' and/or Defendants lacked knowledge of the alleged violations.

EIGHTEENTH AFFIRMATIVE DEFENSE

Defendants allege that Plaintiffs' Complaint and each purported cause of action therein, or some of them, are barred because prior to January 1, 2015, Plaintiffs were not Defendants' "employees."

NINETEENTH AFFIRMATIVE DEFENSE

Defendants allege that Plaintiffs' claims on behalf of themselves and the putative class members or alleged aggrieved employees whom Plaintiffs seek to represent for civil penalties fail, in whole or in part, for lack of standing to the extent Plaintiffs are not "aggrieved employees" under the Private Attorneys General Act, ("PAGA"), California Labor Code Section 2699 et seq.

TWENTIETH AFFIRMATIVE DEFENSE

Defendants allege that Plaintiffs' Complaint, and each cause of action set forth therein, or some of them, cannot proceed as a PAGA action because of difficulties likely to be encountered that render the action unmanageable.

TWENTY-FIRST AFFIRMATIVE DEFENSE

Defendants allege that Plaintiffs' Complaint, and each cause of action set forth therein seeking redress through Labor Code Section 2699 are barred to the extent that Plaintiffs have failed to satisfy the prerequisites specified in Labor Code Section 2699.3.

TWENTY-SECOND AFFIRMATIVE DEFENSE

Defendants allege that Plaintiffs' claims for penalties under PAGA are not suitable for determination/litigation on a representative basis.

TWENTY-THIRD AFFIRMATIVE DEFENSE

Defendants allege that any civil penalties awarded to Plaintiffs or some, or all, of the alleged "aggrieved employees" Plaintiffs seek to represent under the PAGA must be limited to those penalties applicable to an initial violation.

TWENTY-FOURTH AFFIRMATIVE DEFENSE

Defendants allege that Plaintiffs are subject to an agreement requiring them to submit their ANSWER TO PLAINTIFFS' FOURTH AMENDED COMPLAINT 15 CASE NO. 3:18-CV-06867-WHA

1 claims against Defendants to binding arbitration. Defendants, by answering the Complaint, do not 2 waive their right to demand arbitration. 3 TWENTY-FIFTH AFFIRMATIVE DEFENSE 4 Defendants presently have insufficient knowledge or information upon which to form a belief 5 as to whether additional defenses may be warranted and reserves the right to assert additional defenses 6 or affirmative defenses in the event discovery indicates such defenses are appropriate. 7 PRAYER FOR RELIEF 8 WHEREFORE, Defendants pray for relief as follows: 9 1. That this action not be certified as a class or collective action or otherwise decertify to the extent a class is certified: 10 11 That Plaintiffs and any putative plaintiffs, class members, or sub-class members take 12 nothing and that the Complaint be dismissed in its entirety with prejudice; 13 3. That judgment be entered in Defendants' favor; 14 4. That Defendants be awarded their attorneys' fees and costs of suit herein to the extent allowed by law; and 15 16 5. That Defendants be awarded such other and further relief as the Court deems just and 17 proper. 18 **JURY DEMAND** 19 Defendants hereby request a jury trial on all issues so triable. 20 Dated: July 12, 2023 LITTLER MENDELSON P.C. 21 /s/ YESENIA GARCIA PEREZ 22 William Hays Weissman Yesenia Garcia Perez 23 Attorneys for Defendants 24 TEAM ENTERPRISES, LLC; NEW TEAM, LLC, doing business as TEAM ENTERPRISES 25 26 4860-0121-2271.1 / 097748-1002 27 28 ANSWER TO PLAINTIFFS' FOURTH

LITTLER MENDELSON