	Case 3:18-cv-01210-BEN-KSC Document 1	Filed 06/08/18 PageID.1 Page 1 of 9
1 2 3 4 5 6 7 8 9		ICS INC. 5 DISTRICT COURT ICT OF CALIFORNIA
	500 MILKIN DISTR	
 10 11 12 13 14 15 16 17 18 19 20 21 22 23 	MERCEDES DEGUCHY, as an individual and on behalf of all others similarly situated, Plaintiffs, vs. M.A.C. COSMETICS, INC., a Delaware corporation; and DOES 1 through 100, Defendants.	CASE NO.: <u>'18CV1210 BEN KSC</u> NOTICE OF REMOVAL OF ACTION TO THE UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF CALIFORNIA PURSUANT TO 28 U.S.C. §§ 1332, 1441, 1446, and 1453 [Filed concurrently with the Civil Cover Sheet; Declaration of Nicole M. Shaffer; Declaration of Paloma Hurtado; Corporate Disclosure Statement; Notice of Related Cases; and Notice of Party with Financial Interest] Action Filed: May 8, 2018
23 24	TO THE HONORABLE CLERK	OF THE UNITED STATES DISTRICT
25		CT OF CALIFORNIA AND TO PLAINTIFFS
26 27	AND THEIR COUNSEL OF RECORD:	MAC COSMETICS INC ("MAC" ~~
		M.A.C. COSMETICS INC. ("M.A.C." or
28	Defendant), a defendant in the above-tit	led action, hereby removes this matter to the
	CASE NO.	1 NOTICE OF REMOVAL

United States District Court for the Southern District of California pursuant to 28 U.S.C. §§ 1332(d), 1441, 1446 and 1453 to effect the removal of the above-captioned action, which was commenced in the Superior Court of the State of California in and for the County of San Diego, and states that the removal is proper for the reasons stated below.

SERVICE AND PLEADINGS FILED IN STATE COURT

1. On May 8, 2018, Plaintiff Mercedes Deguchy filed a putative class action complaint ("Complaint") against M.A.C. Cosmetics, Inc., in the Superior Court of the State of California for the County of San Diego entitled, *Mercedes Deguchy v. M.A.C. Cosmetics, Inc., Does 1 through 100,* Case No. 37-2018-00022831-CU-OE-CTL, alleging eight causes of action for: (1) Failure to Pay Wages and Overtime; (2) Rest Period Violations; (3) Meal Period Violations; (4) Failure to Provide Complete and Accurate Itemized Wage Statements; (5) Waiting Time Penalties; (6) Failure to Provide Suitable Seating; (7) Coerced Purchases; and (8) Unfair Competition. The Complaint does not specify the dollar amount of damages being sought. A true and complete copy of the Summons, Complaint, and Civil Case Cover Sheet and related case documents filed in the San Diego County Superior Court and served on Defendant are attached as **Exhibit A** to the Declaration of Nicole M. Shaffer ("Shaffer Decl.") filed concurrently with this Notice of Removal.

2. Plaintiff served Defendant pursuant to California Code of Civil Procedure ("CCP") § 416.10, by personally delivering the Summons and Complaint on May 9, 2018, to Defendant's agent for service of process. (Shaffer Decl. ¶ 3.) **Exhibit A** constitutes all the pleadings that have been filed and/or served in this action as of the date of filing this Notice of Removal. (*Id.* at ¶ 4.)

TIMELINESS OF REMOVAL

3. Defendant's removal is timely because it has been filed within thirty (30) days after Defendant first ascertained that the case was removable. See 28 U.S.C. § 1446(b)(3); C.C.P. § 412.20(a)(3).

28 ////

NOTICE TO ALL PARTIES AND STATE COURT

4. In accordance with 28 U.S.C. § 1446(d), the undersigned counsel certifies that a copy of this Notice of Removal and all supporting pleadings will be served promptly on Plaintiff's counsel and filed with the Clerk of the San Diego County Superior Court. Therefore, all procedural requirements under 28 U.S.C. § 1446 will be followed and satisfied.

JURISDICTION UNDER THE CLASS ACTION FAIRNESS ACT

5. Section 4 of the Class Action Fairness Act ("CAFA"), 28 U.S.C. § 1332(d)(2) has been amended to provide, in relevant part:

The district courts shall have original jurisdiction of any civil action in which the matter in controversy exceeds the sum or value of \$5,000,000, exclusive of interest and costs, and is a class action in which – (A) any member of a class of plaintiffs is a citizen of a State different from any defendant.

6. In addition, CAFA confers federal court jurisdiction only where the proposed class involves 100 or more members, or where the primary defendants are not States, State officials, or other governmental entities. 28 U.S.C. § 1332(d)(5).

7. As set forth below, this action satisfies all the requirements for federal jurisdiction under CAFA. This action (1) involves an amount in controversy greater than \$5,000,000; (2) involves a plaintiff and a defendant who are citizens of different states; (3) involves a putative class of 100 or more purported members; and (4) does not involve a defendant who is a governmental official or entity.

The Purported Amount in Controversy Exceeds \$5,000,000

8. CAFA authorizes the removal of class actions in which the amount in controversy exceeds \$5,000,000. 28 U.S.C. § 1332(d).

9. When measuring the amount in controversy, the court must assume that the allegations of the complaint are true and that a jury will return a verdict for the plaintiff on all claims made in the complaint. *Fong v. Regis Corp.*, 2014 U.S. Dist. LEXIS 275, *5 (N.D. Cal. 2014), *citing Kenneth Rothschild Trust v. Morgan Stanley Dean Witter*,

199 F.Supp.2d 992, 1001 (C.D. Cal. 2002).

10. In *Dart Cherokee Basin Operating Company, LLC v. Owens*, 135 S. Ct. 547 (2014), the United States Supreme Court held that, where the complaint is silent as to whether the amount in controversy meets CAFA's jurisdictional threshold of \$5,000,000, "a defendant's notice of removal need include only a *plausible* allegation that the amount in controversy exceeds the jurisdictional threshold." *Id.* at 554 (emphasis added). For the following reasons, the Complaint places an amount in controversy exceeding \$5,000,000.

9 11. Although the Complaint is silent as to the amount in controversy, the
10 amount in controversy exceeds \$5,000,000 as to the putative class' second through fifth
11 causes of action alone when the following allegations set forth by Plaintiff are
12 considered:¹

12. With respect to the putative class' second through fifth causes of action, the putative class consists of "all of Defendants' current and former non-exempt employees in California at any time within four years prior to the filing of the Complaint through the present." (Complaint ¶14.) There are at least 1,253 persons that fit Plaintiff's definition of the class, as of September 2017, when Defendant last ran its putative class data. (Declaration of Paloma Hurtado ("Hurtado Decl."), ¶ 4.)

a. Using a limited time period of March 15, 2016² through May 11, 2018, there are 115,296 workweeks, as of September 2017, when Defendant last ran its putative class data.

b. Under the second cause of action, the putative class seeks damages for alleged premium pay for noncompliant rest breaks. To compute the amount in controversy deriving from these claims, in the event Plaintiffs were able to prove only two noncompliant rest breaks per week per employee, using the above limited time

 ¹ The assumptions set forth herein are based on the information provided by Defendant solely for the purposes of calculating various theories as alleged in the Complaint. No admission is being made by Defendant with respect to liability, damages, certification, or any other purpose.

² Defendant uses this limited time period due to a prior class action which settled class rest break claims through this date.

frame, and Plaintiff's hourly rate of \$23.39 (Hurtado Decl., ¶ 5), this would total \$5,393,546.80.

c. Under the third cause of action, the putative class seeks damages for alleged premium pay for noncompliant meal breaks. To compute the amount in controversy deriving from these claims, in the event Plaintiffs were able to prove only two noncompliant meal breaks per week per employee, using the above limited time frame, and Plaintiff's hourly rate of \$23.39, this would total \$5,393,546.80.

8 d. Under the fourth cause of action, the putative class seeks penalties under California Labor Code section 226. Section 226(e) provides that an employee 9 10 suffering injury as a result of an employer's failure to provide accurate wage statements may recover the greater of (a) actual damages; or (b) fifty dollars (\$50) for the initial pay 12 period in which a violation occurs and one hundred dollars (\$100) per employee for each 13 subsequent violation, not to exceed an aggregate penalty of four thousand dollars 14 (\$4,000). Given the rates of turnover experienced by Defendant, each position could 15 generate approximately \$4,000 in wage statement penalties. Nevertheless, in computing 16 the amount in controversy, Defendant assumes that each position would generate no more than \$2,600 in penalties under section 226(e) regardless of the turnover rate. This 18 amounts totals \$3,257,800.00.

19 d. Under the fifth cause of action, the putative class seeks waiting time 20 penalties under California Labor Code § 203. According to § 203, an employee who is 21 not timely paid all wages due upon termination may recover a penalty equal to the 22 employee's daily rate of pay for each day the wages are improperly withheld, for up to 23 30 days. Given the number of employees whose employment was terminated since February 26, 2015 (280 formers, as of September 2017, when Defendant last ran its 24 putative class data) (Hurtado Decl., \P 4), the potential exposure to waiting time penalties significantly increases the amount in controversy by \$1,571,808.00. Together with the amount in controversy from the second, third and fourth causes of action, the amount in controversy is sufficient to support removal even if it is assumed that the terminated

1

2

3

4

5

6

7

11

17

employees worked, on average, less than seven hours per work day.

e. Accordingly, the amount placed in controversy by Plaintiffs' Complaint exceeds \$5,000,000 even if evaluating the limited time period and the allegations as set forth above.

f. Based on the allegations in the Complaint, the amount in controversy arising from the second and third causes of action could be considerably greater if you assumed a higher violation rate for the alleged rest period and meal period claims.

13. The above estimates of the amount in controversy reach the jurisdictional threshold without including the unspecified amount of attorneys' fees that Plaintiffs seek. In determining whether a complaint meets the amount in controversy threshold for a removal under 28 U.S.C. § 1332, a court may also consider the value of claims for attorney's fees. *See Goldberg v. CPC Int'l, Inc.*, 678 F.2d 1365, 1367 (9th Cir. 1982) (attorney's fees may be taken into account to determine jurisdictional amount); *see also Galt G/S v. JSS Scandinavia*, 142 F.3d 1150, 1155-56 (9th Cir. 1998) (holding the amount in controversy may include attorney's fees recoverable by statute).

14. For the foregoing reasons, the amount in controversy is sufficient to meet that requirement for removal under CAFA.

18 ||

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

19

20

21

22

23

24

25

26

Plaintiffs and Defendant Are Citizens of Different States

15. CAFA's diversity requirement is satisfied when any member of a class of plaintiffs is a citizen of a state different from any defendant, when at least one member of a class is a citizen of a foreign state and one defendant is a U.S. citizen, or when at least one member of a class of plaintiffs is a U.S. citizen and one defendant is a citizen of a foreign state. 28 U.S.C. § 1332(d)(2).

16. Diversity of citizenship is determined "as of the time the complaint is filed and removal is effected." *Strotek Corp. v. Air Transp. Ass'n of America*, 300 F.3d 1129, 1131 (9th Cir. 2002) (citations omitted).

2717. A natural person's citizenship is determined by that person's state of28"domicile." Kanter v. Warner-Lambert Co., 265 F.3d 853, 857 (9th Cir. 2001). "A

CASE NO.

person's domicile is her permanent home, where she resides with the intention to remain or to which she intends to return." Id. (citation omitted).

18. Here, Plaintiff alleges that at least one member of the class resides in California. 4

19. A corporation is a citizen of any state where it is incorporated and of the state where it has its principal place of business. See 28 U.S.C. § 1332(c); Hertz Corp v. Friend, 559 U.S. 77, 92-93 (2010).

Defendant is incorporated under the laws of the State of Delaware, with its 20. principal place of business and headquarters located at 130 Prince Street, New York, NY 02451. The State of New York is where Defendant's main office and management functions are concentrated and from where Defendant's high level officers direct, control, and coordinate Defendant's activities. (Hurtado Decl., \P 3.)

The only other defendants named in Plaintiff's Complaint merely are 21. fictitious parties identified as "DOES 1 through 100," whose citizenship must be disregarded for the purpose of removal. 28 U.S.C. § 1441(a) ("For purposes of removal under this Chapter, the citizenship of defendants used under a fictitious name shall be disregarded.") Thus, there are no other defendants to join in the removal of this action to this Court and complete diversity of citizenship between the parties exists within the meaning of 28 U.S.C. § 1332.

22. Therefore, the diversity requirement of CAFA removal is satisfied because Plaintiffs are citizens of the State of California, and Defendant is not a citizen of California.

1

2

3

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

The Putative Class Consists of More Than 100 Members

Plaintiff alleges that the putative class is so large that joinder of all class 23. members would be impracticable. (Complaint ¶ 15.) There are more than 100 members that fall within the definition of Plaintiff's putative class. (Hurtado Decl., $\P 4$.)

27 24. Therefore, based on the pleadings set forth by Plaintiff, the alleged putative 28 class contains more than 100 members.

	Case 3:18-cv-01210-BEN-KSC Document 1 Filed 06/08/18 PageID.8 Page 8 of 9					
1	Defendant is Not a Governmental Official or Entity.					
2	25. No defendant is a state, a state official or any other governmental entity.					
3	VENUE					
4	26. Venue of this action lies in the United States District Court for the Southern					
5	District of California pursuant to 28 U.S.C. §§ 1441, et seq. and 1391(a) because					
6	Plaintiff's state court action was filed in this district.					
7	CONCLUSION					
8	27. For the reasons set forth above, Defendant prays that this action be removed					
9	to this Court.					
10						
11	DATED: June 8, 2018 JACKSON LEWIS P.C.					
12						
13						
14	By: <u>/s/ Kathy A. Le</u> James P. Carter					
15	Nicole M. Shaffer					
16	Kathy A. Le					
17	Attorneys for Defendant M.A.C. COSMETICS INC.					
18						
19						
20						
21						
22						
23						
24						
25 26						
26 27						
27	4850-3972-0550, v. 1					
20						
	CASE NO. 8 NOTICE OF REMOVAI					

JS 44 (Rev. 06/17) Case 3:18-cv-01210-BEN-KSC Document 1 Filed 06/08/18 PageID.9 Page 9 of 9

The JS 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. *(SEE INSTRUCTIONS ON NEXT PAGE OF THIS FORM.)*

 I. (a) PLAINTIFFS Mercedes Deguchy, as an individual and on behalf of all others similarly situated (b) County of Residence of First Listed Plaintiff Orange (EXCEPT IN U.S. PLAINTIFF CASES) (c) Attorneys (Eigen Neuron Address and Talaphane Neurons) 				DEFENDANTS M.A.C. Cosmetics Inc., a Delaware corporation		
				County of Residence of First Listed Defendant (IN U.S. PLAINTIFF CASES ONLY) NOTE: IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE TRACT OF LAND INVOLVED.		
(c) Attorneys (<i>Firm Name</i> , John E. Lattin, John Latti 92691; 949-357-2544 Ji 2350 Columbia St., Suite	ames R. Patterson, Pa	atterson Law Group	o, APC -		Nicole M. Shaffer, Katl nter Drive, Suite 500, I	hy A. Le, Jackson Lewis P.C. Irvine, CA 92618;
II. BASIS OF JURISDI	CTION (Place an "X" in O	ne Box Only)	III. CI	FIZENSHIP OF F	RINCIPAL PARTIE	ES (Place an "X" in One Box for Plaintiff
□ 1 U.S. Government Plaintiff	□ 3 Federal Question (U.S. Government)	Not a Party)				and One Box for Defendant) PTF DEF or Principal Place
2 U.S. Government Defendant	★ 4 Diversity (Indicate Citizensh)	ip of Parties in Item III)			 2 □ 2 Incorporated <i>a</i> of Business 3 □ 3 Foreign Nation 	In Another State
				eign Country	C	
IV. NATURE OF SUIT		ly) RTS	FO	RFEITURE/PENALTY	Click here for: Natu BANKRUPTCY	ure of Suit Code Descriptions. OTHER STATUTES
□ 110 Insurance □ 120 Marine □ 130 Miller Act □ 140 Negotiable Instrument □ 150 Recovery of Overpayment & Enforcement of Judgment □ 151 Medicare Act □ 152 Recovery of Defaulted Student Loans (Excludes Veterans) □ 153 Recovery of Overpayment of Veteran's Benefits □ 160 Stockholders' Suits □ 190 Other Contract □ 195 Contract Product Liability □ 196 Franchise ■ 210 Land Condemnation □ 220 Foreclosure □ 230 Rent Lease & Ejectment □ 245 Tort Product Liability □ 290 All Other Real Property	PERSONAL INJURY ☐ 310 Airplane ☐ 315 Airplane Product Liability ☐ 320 Assault, Libel &	PERSONAL INJUR BERSONAL INJUR Gamma Science Gamma Science Science Personal Injury Product Liability Science Science Parsonal Injury Product Liability Science Science Science Science Science Science PERSONAL PROPER Science Science PERSONAL PROPER Science Science PERSONAL PROPER Science PERSONAL Science PERSONAL Science Science Science Science Science Science Science Science Science Science Science Science Science Sc	I 0 62: 1 0 690 1 0 710 0 720 720 0 720 740 0 721 751 NS 0 792 e 0 793	RFEITURE/PENALTY 5 Drug Related Seizure of Property 21 USC 881 0 Other D Fair Labor Standards Act D Labor/Management Relations	 422 Appeal 28 USC 158 423 Withdrawal 28 USC 157 PROPERTY RIGHTS 820 Copyrights 830 Patent 835 Patent - Abbreviated New Drug Applicatio 840 Trademark SOCIAL SECURITY 861 HIA (1395ff) 862 Black Lung (923) 863 DIWC/DIWW (405(g) 864 SSID Title XVI 865 RSI (405(g)) FEDERAL TAX SUITS 870 Taxes (U.S. Plaintiff or Defendant) 871 IRS—Third Party 26 USC 7609 	 375 False Claims Act 376 Qui Tam (31 USC 3729(a)) 400 State Reapportionment 410 Antitrust 430 Banks and Banking 450 Commerce 460 Deportation 470 Racketeer Influenced and Corrupt Organizations 480 Consumer Credit 490 Cable/Sat TV 850 Securities/Commodities/ Exchange 890 Other Statutory Actions 891 Agricultural Acts 895 Freedom of Information
V. ORIGIN (Place an "X" in \Box 1 Original X 2 Rep		Remanded from	□ 4 Reins	ntated or 🗍 5 TL (Ferred from D 6 Multid	listrict 🛛 8 Multidistrict
		Appellate Court	Reop		er District Litigat	tion - Litigation -
VI. CAUSE OF ACTIO	DN Diversity Jurisdic Brief description of ca	tion 28 U.S.C. §§ 1	332(d), 1	o not cite jurisdictional sta 1441, 1446 and 145 n.	tutes unless diversity): 53	
VII. REQUESTED IN COMPLAINT:		IS A CLASS ACTION		EMAND \$	CHECK YES o JURY DEMAN	nly if demanded in complaint: ND: X Yes □No
VIII. RELATED CASH IF ANY	E(S) (See instructions):	JUDGE Hon. Dale	S. Fisch	er	DOCKET NUMBER	2:17-cv-06543-DSF-Ex
DATE 06/08/2018		SIGNATURE OF AT /s/ Kathy A. Le		FRECORD		
FOR OFFICE USE ONLY RECEIPT # AN	MOUNT	APPLYING IFP		JUDGE	MAG.	JUDGE

JS 44 (Rev. 06/1) Case 3:18-cv-01210-BEN-KSCI Decument 1 SHEET /08/18 PageID.10 Page 1 of 1

The JS 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. *(SEE INSTRUCTIONS ON NEXT PAGE OF THIS FORM.)*

I. (a) PLAINTIFFS Mercedes Deguchy, as an individual and on				DEFENDANTS	M.A.C. Cosmet	tics Inc., a Delaware corpora	ation
behalf of all others similarly situated						'18CV1210 BEN K	SC
(b) County of Residence of First Listed Plaintiff Orange (EXCEPT IN U.S. PLAINTIFF CASES)				County of Residence of First Listed Defendant (IN U.S. PLAINTIFF CASES ONLY) NOTE: IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE TRACT OF LAND INVOLVED.			
(c) Attorneys (Firm Name, John E. Lattin, John Latti 92691; 949-357-2544 Ja 2350 Columbia St., Suite	ames R. Patterson, Pa	atterson Law Group	, APC -			Kathy A. Le, Jackson Lewis 00, Irvine, CA 92618;	; P.C. ·
II. BASIS OF JURISDI	CTION (Place an "X" in C	ne Box Only)			RINCIPAL PAR	RTIES (Place an "X" in One Box for	00
I U.S. Government Image: Second			(For Diversity Cases Only) P1 en of This State	1 🗖 1 Incorpora		<i>t)</i> DEF □ 4	
□ 2 U.S. Government Defendant	▲ 4 Diversity (Indicate Citizensh	ip of Parties in Item III)			of Bus	isiness In Another State	ÌX 5
				en or Subject of a reign Country	3 🗖 3 Foreign N	Nation 🗖 6 🗆	1 6
IV. NATURE OF SUIT			F	DRFEITURE/PENALTY		Nature of Suit Code Descriptions.	
□ 110 Insurance □ 120 Marine □ 130 Miller Act □ 140 Negotiable Instrument □ 150 Recovery of Overpayment & Enforcement of Judgment □ 151 Medicare Act □ 152 Recovery of Defaulted Student Loans (Excludes Veterans) □ 153 Recovery of Overpayment of Veteran's Benefits □ 160 Stockholders' Suits □ 190 Other Contract □ 195 Contract Product Liability □ 196 Franchise REAL PROPERTY □ 210 Land Condemnation □ 220 Foreclosure □ 230 Rent Lease & Ejectment □ 245 Tort Product Liability □ 290 All Other Real Property	IC PERSONAL INJURY 310 Airplane 311 Airplane Product Liability 320 Assault, Libel & Slander 330 Federal Employers' Liability 340 Marine 345 Marine Product Liability 350 Motor Vehicle 355 Motor Vehicle 355 Motor Vehicle 9 360 Other Personal Injury 362 Personal Injury - Medical Malpractice CIVIL RIGHTS 440 Other Civil Rights 441 Voting X45 Amer. w/Disabilities - Employment 446 Amer. w/Disabilities - Other 448 Education	RTS PERSONAL INJUR 365 Personal Injury - Product Liability 367 Health Care/ Pharmaceutical Personal Injury Product Liability 368 Asbestos Personal Injury Product Liability 368 Asbestos Personal Injury Product 370 Other Fraud 371 Truth in Lending 380 Other Personal Property Damage Product Liability PRISONER PETITION Habeas Corpus: 463 Alien Detainee 510 Motions to Vacata Sentence 530 General 535 Death Penalty Other: 540 Mandamus & Oth 555 Prison Condition 560 Civil Rights 560 Civil Rights	Y □ 62 □ 69 1 □	SREETURE/PENALTY SDrug Related Seizure of Property 21 USC 881 O Other USE Standards Act O Labor/Management Relations Relation	BANKRUPTC 422 Appeal 28 USC 423 Withdrawal 28 USC 157 PROPERTY RIGE 830 Patent 835 Patent - Abbrevi New Drug Appli 840 Trademark SOCIAL SECURIT 861 HIA (1395ff) 862 Black Lung (923) 863 DIWC/DIWW (€) 864 SSID Title XVI 865 RSI (405(g)) FEDERAL TAX SI or Defendant) 871 IRS—Third Part 26 USC 7609	C 158 375 False Claims Act 376 Qui Tam (31 USC 3729(a)) 400 State Reapportionme HTS 410 Antitrust 430 Banks and Banking 450 Commerce viated 460 Deportation dication 470 Racketeer Influenced Corrupt Organization TY 480 Consumer Credit 430 Banks and Banking 490 Cable/Sat TV 850 Securities/Commodit Exchange 890 Other Statutory Action 891 Agricultural Acts 893 Environmental Matter 985 Freedom of Informat Act 896 Arbitration 989 Administrative Proce 100 Sate Sate Sate Sate Sate Sate Sate Sate	ent d and ns ties/ ons rs tion edure
V. ORIGIN (Place an "X" in		Confinement			<u> </u>		
□ 1 Original 💢 2 Ren	moved from \Box 3 te Court	Appellate Court	1	pened Anothe (specify)	r District Li	Multidistrict Image: Base of the state of t	-
VI. CAUSE OF ACTIO	DN Diversity Jurisdic Brief description of ca	tion 28 U.S.C. §§ 1	332(ď),	Do not cite jurisdictional stat 1441, 1446 and 145 n.	utes unless diversity): 3		
VII. REQUESTED IN COMPLAINT:		IS A CLASS ACTION		EMAND \$	CHECK Y JURY DE	ES only if demanded in complaint: EMAND: ズ Yes □No	:
VIII. RELATED CASI IF ANY	E(S) (See instructions):	JUDGE Hon. Dale	S. Fisch	ner	DOCKET NUMB	BER 2:17-cv-06543-DSF-Ex	
DATE 06/08/2018 FOR OFFICE USE ONLY		SIGNATURE OF AT /s/ Kathy A. Le		OF RECORD			
	MOUNT	APPLYING IFP		JUDGE	M	MAG. JUDGE	

Case 3:18-cv-01210-BEN-KSC Document 1-2 Filed 06/08/18 PageID.11 Page 1 of 23

SUMMONS (CITACION JUDICIAL)

NOTICE TO DEFENDANT: (AVISO AL DEMANDADO):

M.A.C. COSMETICS, INC., a Delaware corporation; and DOES 1 through 100.

YOU ARE BEING SUED BY PLAINTIFF: (LO ESTÁ DEMANDANDO EL DEMANDANTE):

MERCEDES DEGUCHY, as an individual and on behalf of all others similarly situated,

NOTICE! You have been sued. The court may decide against you without your being heard unless you respond within 30 days. Read the information below.

You have 30 CALENDAR DAYS after this summons and legal papers are served on you to file a written response at this court and have a copy served on the plaintiff. A letter or phone call will not protect you. Your written response must be in proper legal form if you want the court to hear your case. There may be a court form that you can use for your response. You can find these court forms and more information at the California Courts Online Self-Help Center (www.courtinfo.ca.gov/selfhelp), your county law library, or the courthouse nearest you. If you cannot pay the filing fee, ask the court clerk for a fee waiver form. If you do not file your response on time, you may lose the case by default, and your wages, money, and property may be taken without further warning from the court.

There are other legal requirements. You may want to call an attorney right away. If you do not know an attorney, you may want to call an attorney referral service. If you cannot afford an attorney, you may be eligible for free legal services from a nonprofit legal services program. You can locate these nonprofit groups at the California Legal Services Web site (www.lawhelpcalifornia.org), the California Courts Online Self-Help Center (www.courtinfo.ca.gov/selfhelp), or by contacting your local court or county bar association. NOTE: The court has a statutory lien for waived fees and costs on any settlement or arbitration award of \$10,000 or more in a civil case. The court's lien must be paid before the court will dismiss the case. AVISOI Lo han demandado. Si no responde dentro de 30 días, la corte puede decidir en su contra sin escuchar su versión. Lea la información a continuación.

Tiene 30 DÍAS DE CALENDARIO después de que le entreguen esta citación y papeles legales para presentar una respuesta por escrito en esta corte y hacer que se entregue una copia al demandante. Una carta o una llamada telefónica no lo protegen. Su respuesta por escrito tiene que estar en formato legal correcto si desea que procesen su caso en la corte. Es posible que haya un formulario que usted pueda usar para su respuesta. Puede encontrar estos formularios de la corte y más información en el Centro de Ayuda de las Cortes de California (www.sucorte.ca.gov), en la biblioteca de leyes de su condado o en la corte que le quede más cerca. Si no puede pagar la cuota de presentación, pida al secretario de la corte que le dé un formulario de exención de pago de cuotas. Si no presenta su respuesta a tiempo, puede perder el caso por incumplimiento y la corte le podrá quitar su sueldo, dinero y bienes sin más advertencia.

Hay otros requisitos legales. Es recomendable que llame a un abogado inmediatamente. Si no conoce a un abogado, puede llamar a un servicio de remisión a abogados. Si no puede pagar a un abogado, es posible que cumpla con los requisitos para obtener servicios legales gratuitos de un programa de servicios legales sin fines de lucro. Puede encontrar estos grupos sin fines de lucro en el sitio web de California Legal Services. (www.lawhelpcalifornia.org), en el Centro de Ayuda de las Cortes de California, (www.sucorte.ca.gov) o poniéndose en contacto con la corte o el colegio de abogados locales. AVISO: Por ley, la corte tiene derecho a reclamar las cuotas y los costos exentos por imponer un gravamen sobre cualquier recuperación de \$10,000 ó más de valor recibida mediante un acuerdo o una concesión de arbitraje en un caso de derecho civil. Tiene que pagar el gravamen de la corte antes de que la corte pueda desechar el caso.

Form Adopted for Mandatory Use	SUMM	IONS	Code of Civil Pr	ocedure §§ 412.20, 465
and of San Die	4. by personal delivery on (da			Page 1 of 1
	CCP 416.20 (defur	nct corporation)	CCP 416.70 (conser CCP 416.90 (authori	•
	under: XX CCP 416.10 (corpo	oration)	CCP 416.60 (minor)	
	3. XX on behalf of (specify): M.A	.C. Cosmetics, Inc., a Del	aware corporation	
Set Court of Collin	2. as the person sued under the	he fictitious name of (spec	cify):	
[SEAL]	1. as an individual defendant.			
	sta citatión use el formulario Proof of Se NOTICE TO THE PERSON SERVE		-010)).	
	mmons, use Proof of Service of Summo		0400	
DATE: 05/09/2018 (Fecha)		Clerk, by Secretario)	V Contrus V. Contreras	, Deputy (Adjunto)
Patterson Law Group APC -	1350 Columbia Street, Suite 603, Sa	an Diego CA 92101; Tel:	(619) 756-6990	
JOHNLATTINLAW, APC -	26056 Acero, Mission Viejo CA 92	691; Tel: (949) 357-2544	4	
	hone number of plaintiff's attorney, or p úmero de teléfono del abogado del den			o, es):
330 West Broadway, Sa	n Diego CA 92101	[E-FILE]		
County of San Diego				
The name and address of the (El nombre y dirección de la co	orte es): Superior Court of Califo		E NUMBER: hero del Caso): 37-2018-000228	31-CU-0E-CTL

SUM-100 [Rev. July 1, 2009]

www.courtinfo.ca.gov

SUM-100

FOR COURT USE ONLY (SOLO PARA USO DE LA CORTE)

ELECTRONICALLY FILED

Superior Court of California,

County of San Diego

05/08/2018 at 10:06:57 AM

Clerk of the Superior Court

By Valeria Contreras Deputy Clerk

Case 3:18-cv-01210-BEN-KSC	Document 1-2	Filed 06/08/18	PageID.12	Page 2 of 23
----------------------------	--------------	----------------	-----------	--------------

1	John E. Lattin, State Bar No. 167876 JOHNLATTINLAW, APC	ELECTRONICALLY FILED Superior Court of California
2	26056 Acero	County of San Diego
3	Mission Viejo, CA 92691 Telephone: (949) 357-2544	05/08/2018 at 10:08:57 AM
	Facsimile: (949) 305-4591	Clerk of the Superior Court By Valeria Contreras, Deputy Clerk
4 5	James R. Patterson, State Bar No. 21110 Allison H. Goddard, State Bar No. 2110	
6	Jacquelyn E. Quinn, State Bar No. 3146	
7	PATTERSON LAW GROUP APC 1350 Columbia St., Suite 603	
	San Diego, CA 92101	
8	Telephone: (619) 756-6990	
9	Facsimile: (619) 756-6991	
10	Attorneys for Plaintiff MERCEDES DEGUCHY	
11	-	
12	SUPERIOR COURT	OF THE STATE OF CALIFORNIA
[FOR THE C	COUNTY OF SAN DIEGO
13		
14	MERCEDES DEGUCHY, as an	CASE NO.: 37-2018-00022831-CU-OE-CTL
15	individual and on behalf of all others similarly situated,	[E-FILE]
16	Plaintiffs,	CLASS ACTION COMPLAINT:
		(1) FAILURE TO PAY WAGES AND
17	v.	OVERTIME (LABOR CODE §§ 200, 510, 1194, 1198);
18	M.A.C. COSMETICS, INC., a	(2) REST PERIOD VIOLATIONS (LABOR
19	Delaware corporation; and DOES 1 through 100	CODE §§ 226.7, 516);
	through 100,	(3) MEAL PERIOD VIOLATIONS (LABOR CODE §§ 226.7, 512);
20	Defendants.	(4) FAILURE TO PROVIDE COMPLETE
21		AND ACCURATE ITEMIZED WAGE
22		STATEMENTS (LABOR CODE § 226); (5) WAITING TIME PENALTIES (LABOR
		CODE §§ 201-203);
23		(6) FAILURE TO PROVIDE SUITABLE
24		SEATING (LABOR CODE §1198, CAL.
25		CODE REGS. TIT. 8 §§ 11040, WAGE ORDER 7-2001(14)(A));
		(7) COERCED PURCHASES (LABOR CODE
26		§ 450); AND
27		(8) UNFAIR COMPETITION (BUS & PROF CODE § 17200, <i>ET SEQ</i> .)
28		

CLASS ACTION COMPLAINT

.

Plaintiff MERCEDES DEGUCHY ("Plaintiff"), on behalf of herself and all others
 similarly situated, hereby brings this Class Action Complaint against M.A.C. COSMETICS,
 INC., a Delaware corporation, and DOES 1 through 100, inclusive (collectively "Defendants"),
 and on information and belief alleges as follows:

JURISDICTION

6 1. Plaintiff, on behalf of herself and all others similarly situated, hereby brings this 7 Complaint for recovery of unpaid wages and penalties under California Business & Professions 8 Code § 17200, et seq., Labor Code §§ 201-203, 218 et seq., 226 et seq., 226.7, 512, 516, 1194, 1197, 1198, and Industrial Welfare Commission Wage Order 7 ("Wage Order 7"), in addition to 9 10 seeking declaratory relief and restitution. This Complaint is brought pursuant to California Code of Civil Procedure § 382. This Court has jurisdiction over Defendant's violations of the 11 12 California Labor Code because the amount in controversy exceeds this Court's jurisdictional 13 minimum.

5

14

20

VENUE

Venue is proper in this judicial district pursuant to California Code of Civil
Procedure §§ 395(a) and 395.5, as at least some of the acts and omissions complained of herein
occurred in the County of Orange. Defendants own, maintain offices and retail stores, transact
business, have agents and employees within the County of Orange, and Defendants are within
this jurisdiction of this Court for purposes of service of process.

PARTIES

21 3. Plaintiff is an individual over the age of eighteen (18). At all relevant times 22 herein, Plaintiff was and currently is a California resident. During the four years immediately 23 preceding the filing of the Complaint in this action and within the statute of limitations periods applicable to each cause of action pled herein, Plaintiff was employed by Defendants as a non-24 25 exempt employee. Plaintiff was and is a victim of Defendants' policies and practices complained of herein, lost money and/or property, and has been deprived of the right guaranteed by California 26 27 Business & Professions Code § 17200, et seq., Labor Code §§ 200, 201-203, 218 et seq., 226 et 28 seq., 226.7, 450, 512, 516, 1194, 1197, 1198, and Wage Order 7, which sets employment

CLASS ACTION COMPLAINT

standards for the mercantile industry and includes retail stores.

1

2

3

4

5

6

7

4. Plaintiff is informed and believes, and based thereon alleges, that during the four (4) years preceding the filing of the Complaint and continuing to the present, Defendants did and continue to do business by operating retail stores for the sale of cosmetics, and employed Plaintiff and other similarly situated non-exempt employees within the State of California and the County of Orange, and therefore, were and are doing business in the State of California and the County of Orange.

8 5. Plaintiff does not know the true names or capacities, whether individual, partner, 9 or corporate, of the defendants sued herein as DOES 1 through 100, inclusive, and for that reason, 10 said defendants are sued under such fictitious names, and Plaintiff will seek leave from this Court 11 to amend this Complaint when such true names and capacities are discovered. Plaintiff is 12 informed, and believes, and based thereon alleges, that each of said fictitious defendants, whether 13 individual, partners, or corporate, were responsible in some manner for the acts and omissions 14 alleged herein, and proximately caused Plaintiff and the Classes as defined in Paragraph 14 to be 15 subject to the unlawful employment practices, wrongs, injuries and damages complained of 16 herein.

17 6. Plaintiff is informed and believes, and based thereon alleges, that at all times 18 mentioned herein, Defendants were and are the employers of Plaintiff all members of the Classes. 19 7. At all times mentioned herein, each of said Defendants participated in the doing 20 of the acts hereinafter alleged to have been done by the named Defendants; and furthermore, the 21 Defendants, and each of them, were the agents, servants, and employees of each and every one 22 of the other Defendants, as well as the agents of all Defendants, and at all time herein mentioned 23 were acting within the course and scope of said agency and employment. Defendants, and each 24 of them, approved of, condoned, and/or otherwise ratified each and every one of the acts or 25 omissions complained of herein.

8. At all times mentioned herein, Defendants, and each of them, were members of
and engaged in a joint venture, partnership, and common enterprise, and acting within the course
and scope of and in pursuance of said joint venture, partnership, and common enterprise. Further,

CLASS ACTION COMPLAINT

Plaintiff alleges that all Defendants were joint employers for all purposes of Plaintiff and all members of the Classes.

3

1

2

GENERAL FACTUAL ALLEGATIONS

9. 4 Plaintiff was employed by Defendants as a non-exempt employee from July 11, 5 2010 through approximately February 16, 2018. When she started on July 11, 2010, Plaintiff 6 was a part-time cashier at Defendants' store in Brea, California. In January 2012, Plaintiff was 7 promoted to a part-time make-up artist. In approximately January 2016, Plaintiff was promoted 8 to a full-time "third key" at Defendants' store in West Covina, California. As a "third key," 9 Plaintiff's duties and responsibilities included opening and closing the store, and supervising the 10 store when a store manager or assistant store manager were not on the premises. In April 2017, 11 Plaintiff continued to work as a full-time "third key," and was transferred to Defendants' store 12 in Huntington Beach, California. Plaintiff was a dedicated employee and consistently received 13 positive feedback and performance evaluations.

- 14 10. During Plaintiff's employment with Defendants, Plaintiff was not paid proper 15 overtime. Plaintiff's compensation included service commissions and sales bonuses. Service 16 commissions were paid on make-up applications. For example, Plaintiff would receive a \$10.00 17 commission when she sold a customer a \$60.00 make-up application. Sales bonuses were paid 18 on a formula when the retail store met its sales goals. Prior to July 1, 2017, sales bonuses were 19 paid bi-annually. After July 1, 2017, sales bonuses were paid monthly. Defendants failed to pay 20 overtime compensation on service commissions and sales bonuses. Defendants failed to pay 21 Plaintiff earned service commissions and sales bonuses from approximately October 2017 22 through February 2018.
- 23

11. During Plaintiff's employment, Plaintiff was not provided all required meal periods due to Defendants' meal period policies/practices which fail to provide uninterrupted, 24 25 duty-free meal periods. Specifically, Defendant had a policy/practice of requiring employees to 26 remain on the premises during meal periods to respond to customers. Moreover, Defendants' 27 store were understaffed, and employees could not leave the store unattended during meal periods. 28 Plaintiff's meal periods were frequently interrupted, and Plaintiff frequently worked during her

meal periods. When Plaintiff was not provided legally compliant meal periods, Defendant failed to compensate Plaintiff with the required meal period premium as required by Labor Code § 226.7 for each workday in which Plaintiff experienced a meal period violation. Upon information and belief during at least a portion of the class period, Defendants maintained no payroll code or other mechanism for the payment of meal period premium payments under Labor Code § 226.7 if a legally compliant meal period was not provided to their non-exempt employees.

7 12. Plaintiff was not authorized and permitted to take all required rest periods due to 8 Defendants' rest period policies/practices, which fail to authorize and permit all rest periods for 9 every four hours worked, or major fraction thereof. As stated above, Plaintiff was constantly on-10 call and was required to remain on the store's premises, and therefore, Defendants failed to 11 authorize and permit Plaintiff off-duty rest periods free of employer control. Moreover, during 12 Plaintiff's employment, Defendants maintained a facially unlawful written rest period policy. 13 Defendant's rest period policy/practice fails to relinquish control over how employees spend their 14 time during rest periods in violation of California law. See Augustus v. ABM Security Services. 15 Inc. (2016) 2 Cal.5th 257, 272 ("California law requires employers to relieve their employees of 16 all work-related duties and employer control during 10-minute rest periods.") (emphasis added). 17 One those occasions when Plaintiff was not authorized and permitted to take all legally-compliant 18 rest periods to which she was entitled, Defendants failed to compensate Plaintiff with the required 19 rest period premium as mandated by Labor Code § 226.7 for each workday in which she 20 experienced rest period violation. Further, upon information and belief during at least a portion 21 of the class period, Defendants maintained no payroll code or other mechanism for the payment 22 of rest period premium payments under Labor Code § 226.7 in the event that a legally compliant 23 rest period was not provided to their non-exempt employees.

As a result of Defendants' failure to pay all wages, overtime, meal and rest period
premium wages, Defendant failed to pay all wages owed to Plaintiff upon her separation of
employment from Defendants.

27

1

2

3

4

5

6

28

CLASS ACTION ALLEGATIONS

14. Class Allegations: Plaintiff brings this action on behalf of herself and the follows

Classes pursuant to the Code of Civil Procedure §382:

1

2 a. The Overtime Class consists of all of Defendants' current and former non-exempt 3 employees in California at any time within four years prior to the filing of the 4 Complaint through the present who worked in excess of eight hours in a workday, 40 5 hours in a workweek, or on a seventh consecutive day in a workweek and were only 6 paid their regular rate of pay on service commissions or sales bonuses. 7 The Meal Period Class consists of all of Defendants' current and former non-exempt b. 8 employees in California at any time within four years prior to the filing of the 9 Complaint through the present who worked at least one shift in excess of five hours. 10 The Rest Period Class consists of all of Defendants' current and former non-exempt c. 11 employees in California at any time within four years prior to the filing of the 12 Complaint through the present who worked at least one shift of 3.5 hours or more. 13 The Wage Statement Class consists of all of Defendants current and former nond. 14 exempt employees in California at any time within four years prior to the filing of the 15 Complaint through the present who received at least one incomplete or inaccurate 16 wage statement. 17 The Waiting Time Class consists of all of Defendants' formerly employed members e. 18 of the Overtime Class, the Meal Period Class and the Rest Period Class in California 19 whose employment ended during the three years immediately prior to the filing of the 20 Complaint. 21 The Suitable Seating Class consists of all of Defendants' current and former f. 22 employees in California at any time within one year prior to filing of the Complaint 23 through the present. 24 The Coerced Purchases Class consist of all of Defendants' current and former in g. 25 California at any time within one year prior to filing of the Complaint through the 26 present. 27 15. Numerosity. The members of the Classes are so numerous that joinder of all 28 members would not be feasible or practicable. The membership of the Classes is unknown to CLASS ACTION COMPLAINT

Plaintiff at this time; however, it is estimated that the members of the Classes is greater than 500 individuals. The identity of such membership is readily ascertainable via inspection of Defendants' employment records.

4

5

6

7

1

2

3

16. Common Questions of Law and Fact Predominate/Well Defined Community of Interest: There are common questions of law and fact as to Plaintiff and all other similarly situated employees, which predominate over questions affecting only individual members. Those questions include without limitation:

8

9

11

12

13

14

15

16

17

18

19

a. Whether Defendants paid overtime wages on service commissions and sales bonuses.

10

b. Whether Defendants properly calculated the regular rate of pay for determining proper overtime compensation.

- c. Whether Defendants provided legally compliant meal periods to the members of the Meal Period Class pursuant to Labor Code §§ 226.7 and 512.
 - d. Whether Defendants authorized and permitted all legally compliant rest periods to the members of the Rest Period Class pursuant to Labor Code §§ 226.7 and 516.
- e. Whether Defendants provided complete and accurate wages statement to the members of the Wage Statement Class pursuant to Labor Code § 226.
- f. Whether Defendants' policies/practices for the timing and amount of payment of final wages to members of the Waiting Time Class at the time of their separation of employment were lawful.

17. Predominance of Common Questions. Common questions of law and fact
predominate over questions that affect only individual members of the Classes. The common
questions of law set forth above are numerous and substantial and stem from Defendants' policies
and/or practices applicable to each individual class member. As such, the common questions
predominate over individual questions concerning each individual class member's showing as to
their eligibility for recovery or as to the amount of their damages.

18. Typicality. The claims of Plaintiff are typical of the claims of the Classes because
Plaintiff was employed by Defendants as a non-exempt employee in California during the
statute(s) of limitations period applicable to each cause of action pled in the Complaint. As

alleged herein, Plaintiff, like the members of the Classes, was not paid proper overtime wages, was not provided all required meal periods, was not authorized and permitted to take all required rest periods, did not receive meal and rest period premium wages when she was not provided compliant meal or rest periods, was not provided complete and accurate wage statements, and did not receive all final wages owed to her upon her termination of employment from Defendants.

6

7

8

9

10

11

1

2

3

4

5

19. Adequacy of Representation. Plaintiff is prepared to take all necessary steps to represent fairly and adequately the interests of the members of the Classes. Moreover, Plaintiff's attorneys are ready, willing and able to represent the members of the Classes and Plaintiff. Plaintiff's attorneys have litigated numerous wage-and-hour class actions in state and federal courts and are committed to vigorously prosecuting the action on behalf of the members of the Classes.

12 Superiority. The California Labor Code is broadly remedial in nature and serves 20. 13 an important public interest in establishing minimum working conditions and standards in 14 California. These laws and labor standards protect the average working employee from 15 exploitation by employers who have the responsibility to follow the laws and who may seek to 16 take advantage of superior economic and bargaining power in setting onerous terms and 17 conditions of employment. The nature of this action and the format of laws available to Plaintiff 18 and members of the Classes make the class action format an efficient and appropriate procedure 19 to redress the violations alleged herein. If each employee were required to file an individual 20 lawsuit, Defendants would gain an unconscionable advantage since they would be able to exploit 21 and overwhelm the limited resources of each individual plaintiff with their vastly superior 22 economic and legal resources. Moreover, requiring each individual member of the Classes to 23 pursue an individual remedy would discourage the assertion of lawful claims by employees who 24 would be disinclined to file an action against their former or current employer for real and 25 justifiable fear of retaliation and damage to their careers. Further, the prosecution of separate 26 actions by the individual class members, even if possible, would create a substantial risk of 27 inconsistent or varying verdicts or adjudications with respect to the individual class members 28 against Defendants; and which would establish potentially incompatible standards of conduct for

Defendants; and/or legal determinations with respect to individual class members which would. 2 as a practical matter, be dispositive of the interests of other class members not parties to 3 adjudications or which would substantially impair or impede the ability of the class members to 4 protect their interests. Further, the claims of the individual members of the Classes are not 5 sufficiently large to warrant vigorous individual prosecution considering all the concomitant 6 costs and expenses attending thereto. As such, the Classes identified in paragraph 14 are 7 maintainable as a Class under the Code of Civil Procedure § 382.

FIRST CAUSE OF ACTION FAILURE TO PAY WAGES AND OVERTIME (Against All Defendants)

21. Plaintiff re-alleges and incorporates by reference all previous paragraphs.

22. At all times relevant to this Complaint, Plaintiff and the members of the Overtime Class were non-exempt employees of Defendants in California and covered by Labor Code §§ 200, 510, 1194, 1198 and Wage Order 7.

23. Plaintiff and the members of the Overtime Class regularly worked overtime, but 15 Defendants failed to properly calculate the regular rate of pay of Plaintiff and the members of the 16 Overtime Class. Among other things, Defendants failed to include service commissions and 17 sales bonuses in the calculation of the regular rate of pay of Plaintiff and the members of the 18 Overtime Class. Because of Defendants' unlawful policies/practices, non-exempt employees 19 who worked overtime, including Plaintiff and the members of the Overtime Class, were only 20 paid straight time wages on service commissions and sales bonuses. Defendants' failure to pay 21 proper overtime to non-exempt employees in violation of Labor Code §§ 510, 1194, 1198, and 22 Wage Order 7. 23

24

1

8

9

10

11

12

13

14

24. Because of Defendants' unlawful policies/practices, Plaintiff and the members of the Overtime Class have suffered damages in an amount subject to proof.

25 26

27

28

25. Pursuant to Labor Code §§ 510 and 1194, Plaintiff and the Overtime Class are entitled to recover unpaid wages at the applicable overtime rate, interest and attorneys' fees and costs.

1

2

3

15

16

17

18

SECOND CAUSE OF ACTION MEAL PERIOD VIOLATIONS (Against All Defendants)

26. Plaintiff re-alleges and incorporates by reference all previous paragraphs.

27. Plaintiff is informed and believes, and based thereon alleges, that Defendants
failed in their affirmative obligation to provide all of their non-exempt employees in California,
including Plaintiff and the members of the Meal Period Class, with all legally compliant meal
periods in accordance with the mandates of the California Labor Code and Wage Order 7, §11.
Despite Defendants' violations, Defendants did not pay an additional hour of pay to Plaintiff and
members of the Meal Period Class at their respective regular rates of compensation, in
accordance with California Labor Code §§ 226.7 and 512.

11 28. As a result, Defendants are responsible for paying premium compensation for
12 meal period violations including interest thereon, as well as statutory penalties, civil penalties,
13 and costs of suit, pursuant to Labor Code §§ 226.7, 512, and 558, Wage Order 7, and Civil Code
14 §§ 3287(b) and 3289.

THIRD CAUSE OF ACTION REST PERIOD VIOLATIONS (Against All Defendants)

29. Plaintiff re-alleges and incorporates by reference all previous paragraphs.

30. Wage Order 7, § 12 and California Labor Code §§ 226.7 and 516 establish the
right employees to be authorized and permitted to take a rest period of at least ten minutes net
rest time for each four-hour period worked, or major fraction thereof.

31. As alleged herein, Defendants failed to authorize and permit Plaintiff and the
members of the Rest Period Class to take all required rest periods.

32. The foregoing violations create an entitlement to recovery by Plaintiff and the
members of the Rest Period Class in a civil action for the unpaid amount of the rest period
premiums, including interest, as well as statutory penalties, civil penalties, and costs of suit,
pursuant to Labor Code §§ 226.7, 512, and 558, Wage Order 7, and Civil Code §§ 3287(b) and
3289.

FOURTH CAUSE OF ACTION FAILURE TO PROVIDE COMPLETE AND ACCURATE ITEMIZED WAGE STATEMENTS (Against All Defendants)

33. Plaintiff re-alleges and incorporates by reference all previous paragraphs.

34. At all relevant times, Plaintiff and the members of the Wage Statement Class were non-exempt employees covered by Labor Code § 226.

7 35. Defendants failed to provide non-exempt employees complete and accurate wage 8 statements in that Defendants failed to pay Plaintiff and the members of the Overtime Class . 9 proper overtime wages, and therefore, the wage statements were incomplete and inaccurate in 10 those pay periods in which Plaintiff and/or similarly situated employees worked overtime. 11 Further, Defendants failed to pay rest period premiums and meal period premiums, and therefore, 12 the wage statements were incomplete and inaccurate in those pay periods in which Defendants 13 failed to provide meal periods, or failed to authorize and permit rest periods, to Plaintiff and/or 14 similarly situated employees. Therefore, among other things, Defendants provided wage 15 statements which were incomplete and inaccurate in that the wage statements incorrectly stated 16 the gross wages earned, the net wages earned, and the applicable hourly in effect in a pay period 17 with the corresponding number of hours worked.

¹⁸ 36. Defendants' failure to provide Plaintiff and the members of the Wage Statement
 ¹⁹ Class with accurate and complete wage statements was knowing and intentional. Defendants had
 ²⁰ the ability to provide Plaintiff and the members of the Wage Statement Class with accurate and
 ²¹ complete wage statements. Defendants knowingly and intentionally adopted policies/practices
 ²² that deprived Plaintiff and the Wage Statement Class of wages and information legally required
 ²³ to be on wage statements.

37. As a result, Plaintiff and the members of the Wage Statement Class have suffered
injury in that the wage statements are inaccurate and incomplete, and Plaintiff and the members
of the Wage Statement Class could not promptly and easily determine from the wage statement
whether they were paid correctly and lawfully.

28

1

2

3

4

5

6

38. Plaintiff and the members of the Wage Statement Class are entitled to recover

CLASS ACTION COMPLAINT

penalties pursuant to Labor Code § 226(e).

39. Plaintiffs and the members of the Wage Statement Class are entitled to injunctive
relief pursuant to Labor Code § 226(g) to ensure Defendants' compliance with section 226(a).
Defendants continue to provide employed members of the Classes with incomplete and
inaccurate wage statements, and there is no adequate legal remedy for the continuing injuries
suffered by currently employed members of the Classes.

7 40. Pursuant to Labor Code §§ 226(e) and (g), Plaintiff and the members of the Wage
8 Statement Class are entitled to recover the full amount of penalties due under section 226(e), as
9 well as reasonable attorneys' fees and costs.

FIFTH CAUSE OF ACTION WAITING TIME PENALTIES (Against All Defendants)

41. Plaintiff re-alleges and incorporates by reference all previous paragraphs.

42. This cause of action is brought pursuant to Labor Code §§ 201-203, which require
an employer to pay all wages immediately at the time of separation of employment in the event
the employer fires the employee or the employee provides at least 72 hours of notice of their
intent to quit. In the event the employee provides less than 72 hours of notice of their intent to
quit, the employee's final wages become due and payable not later than 72 hours of the
employee's last date of employment.

19 43. Plaintiff is informed and believes, and based thereon alleges, that Defendant failed
 20 to pay timely Plaintiff and the members of the Waiting Time Class all final wages due to them at
 21 their separation from employment, including unpaid overtime, and unpaid rest and meal period
 22 premiums.

23

24

25

1

10

11

12

44. Further, Plaintiff is informed and believes, and based thereon alleges, that as a matter of policy/practice, Defendants continue to fail to pay Plaintiff and the members of the Waiting Time Class all earned wages at the end of employment in a timely manner.

26 45. Defendants' failure to pay final wages was willful within the meaning of Labor
27 Code § 203. Defendants' willful failure to pay timely Plaintiff and the members of the Waiting
28 Time Class their earned wages upon separation from employment results in a continued payment

H

1	of wages for up to thirty days from the time the wages were due.		
2	46. Therefore, Plaintiff and the members of the Waiting Time Class are entitled to		
3	compensation pursuant to Labor Code § 203.		
4	SIXTH CAUSE OF ACTION		
5	FAILURE TO PROVIDE SUITABLE SEATING (Against All Defendants)		
6	47. Plaintiff re-alleges and incorporates by reference all previous paragraphs.		
7	48. Plaintiff alleges that, by Defendants failure to provide Plaintiff and Class		
8	Members suitable seating Defendant violated California law pursuant to the IWC Wage Orders		
9	at section 14. The applicable Wage Order provides:		
10	(a) All working employees shall be provided with suitable seats when the		
11	nature of the work reasonable permits the use of		
12	(b) When employees are not engaged in the active duties of their employment		
13	and the nature of the work requires standing, an adequate number of		
14	suitable seats shall be placed in reasonable proximity to the work area and		
15	employees shall be permitted to use such seats when it does not interfere		
16	with the performance of their duties.		
17	49. Plaintiff alleges that she and similarly situated Class Members were employed in		
18	positions that required standing, such as cashiering and similar positions, and Defendant failed		
19	to make suitable seats available in reasonable proximity to Plaintiff's and Class Members'		
20	respective work areas. Defendant's policy of not providing suitable and adequate seating for		
21	standing positions was intentional and willful. Defendant unlawfully violation the provisions of		
22	section 14 of the applicable Wage Orders because provision of sating did not and would not		
23	interfere with the duties of Plaintiff and the Class she seeks to represent.		
24	50. Plaintiff, on behalf of herself and similar situated employees, request relief as		
25	described below.		
26	111		
27			
28			
	12		
	CLASS ACTION COMPLAINT		
	Exhibit A - Page 3		

1

2

3

4

5

6

7

8

11

12

13

14

SEVENTH CAUSE OF ACTION COERCED PURCHASES (Against All Defendants)

51. Plaintiff re-alleges and incorporates by reference all previous paragraphs.

52. Defendants have compelled and/or coerced Plaintiff and Class Members to patronize Defendants by requiring Plaintiff and Class Members to purchase makeup, supplies, and other items directly from Defendants in violation of Cal. Labor Code § 450. The violation of Cal. Labor Code § 450 also provides the basis for a claim for penalties, attorneys' fees, and costs under Cal. Labor Code §2699.

9 53. Plaintiff, on behalf of herself and similar situated employees, request relief as
10 described below.

EIGHTH CAUSE OF ACTION UNFAIR COMPETITION (Against All Defendants)

54. Plaintiff re-alleges and incorporates by reference all previous paragraphs.

55. Defendants have engaged and continue to engage in unfair and/or unlawful
business practices in California in violation of California Business & Professions Code § 17200, *et seq.*, by failing to pay proper overtime wages, failing to provide all required meal periods and
failing to authorize and permit all required rest periods, failing to pay meal and rest period
premium wage payments, failing to provide complete and accurate wage statements, and failing
to pay all wages due and owing to employees at the time of separation from employment with
Defendants.

56. Defendants' unfair and/or unlawful business practices deprived Plaintiff and continues to deprive members of the Classes of compensation to which they are legally entitled, constitutes unfair and/or unlawful competition, and provides an unfair advantage to Defendants over their competitors who have been and/or are currently employing workers and attempting to do so in honest compliance with applicable wage and hour laws.

27 57. Because Plaintiff is a victim of Defendants' unfair and/or unlawful conduct
28 alleged herein, Plaintiff for herself and on behalf of the members of the Classes, seeks full

CLASS ACTION COMPLAINT

1

11

14

15

16

17

27

28

restitution of monies, as necessary and according to proof, to restore any and all monies withheld, 2 acquired, and/or converted by Defendants pursuant to Business & Professions Code §§ 17203 3 and 17208.

4 58. The acts complained of herein occurred within the last four years immediately 5 preceding to the filing of this Complaint.

6 59. Plaintiff was compelled to retain the services of counsel to file this court action to 7 protect her interests and those of the Classes, to obtain restitution and injunctive relief on behalf 8 of Defendants' current non-exempt employees, and to enforce important rights affecting the 9 public interest. Plaintiff has thereby incurred the financial burden of attorneys' fees and costs. 10 which she is entitled to recover under Code of Civil Procedure § 1021.5.

PRAYER

12 WHEREFORE, Plaintiff prays for judgment herself and for all others on whose behalf 13 this suit is brought against Defendants, as follows:

> 1. An order certifying the proposed Classes;

2. An order appointing Plaintiff as representative of the Classes;

3. An order appointing Counsel for Plaintiff as Counsel for the Classes;

4. Declaratory judgment that Defendants' practices alleged herein are unlawful;

18 5. Upon the First Cause of Action, for compensatory, consequential, general and 19 special damages according to proof pursuant to Labor Code §§ 510, 558, 1194 20 and 1198;

21 6. Upon the Second Cause of Action, for compensatory, consequential, general and 22 special damages according to proof pursuant to Labor Code §§ 218.6, 226.7, 512, 23 and 558;

24 7. Upon the Third Cause of Action, for compensatory, consequential, general and 25 special damages according to proof pursuant to Labor Code §§ 218.6, 226.7, 516, 26 and 558;

8. Upon the Fourth Cause of Action, for compensatory, consequential, general, special damages according to proof, and statutory penalties pursuant to Labor

1		Code § 226(e);			
2	9.	Upon the Fifth Cause of Action, for statutory waiting penalties pursuant to Labor			
3		Code § 203;			
4	10.	Upon the Eighth Cause of Action, for restitution to Plaintiff and members of the			
5		Classes for practices declared by this Court to be in violation of Business &			
6		Professions Code § 17200, et seq.;			
7	11.	Prejudgment interest on all due and unpaid wages pursuant to Labor Code §§			
8		218.6 and Civil Code §§ 3287 and 3289.			
9.	12.	On all causes of action for attorneys' fees and costs as provided by Labor Code			
10		§§ 226, 1194, et seq., and Code of Civil Procedure § 1021.5; and			
11	13.	For such other and further relief the Court deems just and proper.			
12					
13	DATE: May	8, 2018 JOHNLATTINLAW, APC			
14		PATTERSON LAW GROUP APC			
15		2. Par			
16		By:			
17		JAMES R. PATTERSON Attorneys for Plaintiff			
18		MERCÉDES DEGUCHY			
19					
20		DEMAND FOR JURY TRIAL			
21	Plainti	ff hereby demands a jury trial with respect to all issues triable by jury.			
22					
23	DATE: May				
24		PATTERSON LAW GROUP APC			
25		Jan Bar			
26		By: JAMES R. PATTERSON			
27 28		Attorneys for Plaintiff MERCEDES DEGUCHY			
		15 CLASS ACTION COMPLAINT			
		Exhibit A - Page 40			

Case 3:18-cv-01210-BEN-KSC Document 1-2 Filed 06/08/18 PageID.28 Page 18 of 23

		CM-010
ATTORNEY OR PARTY WITHOUT ATTORNEY (Name, State Bar		FOR COURT USE ONLY
Jaraes R. Patterson (211102) Allison H. Godda Patteron Law Group APC - 1350 Columbia St		
John E. Lattin (167876) - JOHNLATTINLAW		51
теlephone No.: (619) 756-6990	FAX NO.: (619) 756-6991	ELECTRONICALLY FILED
ATTORNEY FOR (Name): Plaintiff Mercedes D	eguchy	Superior Court of California,
SUPERIOR COURT OF CALIFORNIA, COUNTY OF		County of San Diego
STREET ADDRESS: 330 West Broadway		05/08/2018 at 10:06:57 AM
MAILING ADDRESS:	·	Clerk of the Superior Court
CITY AND ZIP CODE: San Diego, CA 9210	1	By Valeria Contreras Deputy Clerk
BRANCH NAME:		
CASE NAME:		
Mercedes Deguchy v. M.A.C. Cosm	etics, Inc.	
CIVIL CASE COVER SHEET	Complex Case Designation	CASE NUMBER:
✓ Unlimited Limited	Counter Joinder	37-2018-00022831-CU-OE-CTL
(Amount (Amount		JUDGE: Judge Gregory W Pollack
demanded demanded is exceeds \$25,000) \$25,000 or less)	Filed with first appearance by defendan (Cal. Rules of Court, rule 3.402)	DEPT:
	ow must be completed (see instructions on j	
1. Check one box below for the case type that		Joge 2/.
Auto Tort	_	visionally Complex Civil Litigation
Auto (22)		I. Rules of Court, rules 3.400–3.403)
Uninsured motorist (46)	Rule 3.740 collections (09)	Antitrust/Trade regulation (03)
Other PI/PD/WD (Personal Injury/Property	Other collections (09)	Construction defect (10)
Damage/Wrongful Death) Tort	Insurance coverage (18)	Mass tort (40)
Asbestos (04)	Other contract (37)	Securities litigation (28)
Product liability (24)	Real Property	Environmental/Toxic tort (30)
Medical malpractice (45)	Eminent domain/Inverse	Insurance coverage claims arising from the
Uther PI/PD/WD (23)	condemnation (14)	above listed provisionally complex case types (41)
Non-PI/PD/WD (Other) Tort	Wrongful eviction (33)	
Business tort/unfair business practice (07	, · · · · · ·	orcement of Judgment
Civil rights (08)	Unlawful Detainer	Enforcement of judgment (20)
Defamation (13)		cellaneous Civil Complaint
Fraud (16)	Residential (32)	_ RICO (27)
Intellectual property (19)	Judicial Review	_ Other complaint (not specified above) (42)
Professional negligence (25)	Asset forfeiture (05)	cellaneous Civil Petition
Employment	Petition re: arbitration award (11)	Partnership and corporate governance (21)
Wrongful termination (36)	Writ of mandate (02)	Other petition (not specified above) (43)
Other employment (15)	Other judicial review (39)	
	plex under rule 3.400 of the California Rules	of Court If the case is complex mark the
factors requiring exceptional judicial mana		or court. In the case is complex, mark the
a Large number of separately repre	esented parties d. Large number of	witnesses
b. Extensive motion practice raising	_	related actions pending in one or more courts
issues that will be time-consumin	g to resolve in other counties	states, or countries, or in a federal court
c. Substantial amount of documenta	ary evidence f. Substantial postj	udgment judicial supervision
3. Remedies sought (check all that apply): a	monetary b. I nonmonetary; decl	
4. Number of causes of action (specify): 8	nonetary nonmonetary, deci	aratory or injunctive relief Cpunitive
	ss action suit.	
	and serve a notice of related case. (You may	$(use form CM_015)$
Date: May 8, 2018	/ / //////////////////////////////////	
James R. Patterson		for the
(TYPE OR PRINT NAME)		ATURE OF PARTY OR ATTORNEY FOR PARTY)
 Plaintiff must file this cover sheet with the under the Probate Code, Family Code, or in sanctions. 	NOTICE first paper filed in the action or proceeding (Welfare and Institutions Code). (Cal. Rules of	
 File this cover sheet in addition to any cov If this case is complex under rule 3.400 et other parties to the action or proceeding. 	seq. of the California Rules of Court, you mu	
	e 3.740 or a complex case, this cover sheet	Page 1 of 2
Form Adopted for Mandatory Use Judicial Council of California CM-010 [Rev. July 1, 2007]	CIVIL CASE COVER SHEET	Cal. Rules of Court, rules 2.30, 3.220, 3.400–3.403, 3.740; Cal. Standards of Judicial Administration, std. 3.10 www.courtinfo.ca.gov

INSTRUCTIONS ON HOW TO COMPLETE THE COVER SHEET

CM-010

To Plaintiffs and Others Filing First Papers. If you are filing a first paper (for example, a complaint) in a civil case, you must complete and file, along with your first paper, the *Civil Case Cover Sheet* contained on page 1. This information will be used to compile statistics about the types and numbers of cases filed. You must complete items 1 through 6 on the sheet. In item 1, you must check **one** box for the case type that best describes the case. If the case fits both a general and a more specific type of case listed in item 1, check the more specific one. If the case has multiple causes of action, check the box that best indicates the **primary** cause of action. To assist you in completing the sheet, examples of the cases that belong under each case type in item 1 are provided below. A cover sheet must be filed only with your initial paper. Failure to file a cover sheet with the first paper filed in a civil case may subject a party, its counsel, or both to sanctions under rules 2.30 and 3.220 of the California Rules of Court.

To Parties in Rule 3.740 Collections Cases. A "collections case" under rule 3.740 is defined as an action for recovery of money owed in a sum stated to be certain that is not more than \$25,000, exclusive of interest and attorney's fees, arising from a transaction in which property, services, or money was acquired on credit. A collections case does not include an action seeking the following: (1) tort damages, (2) punitive damages, (3) recovery of real property, (4) recovery of personal property, or (5) a prejudgment writ of attachment. The identification of a case as a rule 3.740 collections case on this form means that it will be exempt from the general time-for-service requirements and case management rules, unless a defendant files a responsive pleading. A rule 3.740 collections case will be subject to the requirements for service and obtaining a judgment in rule 3.740.

To Parties in Complex Cases. In complex cases only, parties must also use the *Civil Case Cover Sheet* to designate whether the case is complex. If a plaintiff believes the case is complex under rule 3.400 of the California Rules of Court, this must be indicated by completing the appropriate boxes in items 1 and 2. If a plaintiff designates a case as complex, the cover sheet must be served with the complaint on all parties to the action. A defendant may file and serve no later than the time of its first appearance a joinder in the plaintiff's designation, a counter-designation that the case is not complex, or, if the plaintiff has made no designation, a designation that the case is complex. **CASE TYPES AND EXAMPLES**

Contract (not unlawful detainer or wrongful eviction)

Plaintiff (not fraud or negligence)

Contract/Warranty Breach-Seller

Other Breach of Contract/Warranty

Other Promissory Note/Collections

Negligent Breach of Contract/

Collections (e.g., money owed, open

Collection Case-Seller Plaintiff

Insurance Coverage (not provisionally

Breach of Contract/Warranty (06)

Breach of Rental/Lease

Warranty

book accounts) (09)

Case

complex) (18)

Other Contract (37)

Real Property

Auto Subrogation

Other Coverage

Contractual Fraud

Eminent Domain/Inverse.

Wrongful Eviction (33)

Quiet Title

foreclosure)

Asset Forfeiture (05)

Commercial (31)

Residential (32)

Unlawful Detainer

Judicial Review

Condemnation (14)

Mortgage Foreclosure

Other Contract Dispute

Other Real Property (e.g., quiet title) (26)

Writ of Possession of Real Property

Other Real Property (not eminent

domain, landlord/tenant, or

Drugs (38) (if the case involves illegal

Petition Re: Arbitration Award (11)

Writ of Mandate (02) Writ-Administrative Mandamus

Case Matter

Review

drugs, check this item; otherwise,

Writ-Mandamus on Limited Court

Writ-Other Limited Court Case

report as Commercial or Residential)

Contract

Auto Tort

Auto (22)-Personal Injury/Property Damage/Wrongful Death Uninsured Motorist (46) (if the case involves an uninsured motorist claim subject to arbitration, check this item instead of Auto) Other PI/PD/WD (Personal Injury/ Property Damage/Wrongful Death) Tort Asbestos (04) Asbestos Property Damage Asbestos Personal Injury Wrongful Death Product Liability (not asbestos or toxic/environmental) (24) Medical Malpractice (45) Medical Malpractice-Physicians & Surgeons Other Professional Health Care Malpractice Other PI/PD/WD (23) Premises Liability (e.g., slip and fall) Intentional Bodily Injury/PD/WD (e.g., assault, vandalism) Intentional Infliction of Emotional Distress Negligent Infliction of **Emotional Distress** Other PI/PD/WD Non-PI/PD/WD (Other) Tort **Business Tort/Unfair Business** Practice (07) Civil Rights (e.g., discrimination, false arrest) (not civil harassment) (08) Defamation (e.g., slander, libel) (13) Fraud (16) Intellectual Property (19) Professional Negligence (25) Legal Malpractice Other Professional Malpractice (not medical or legal) Other Non-PI/PD/WD Tort (35) Employment Wrongful Termination (36) Other Employment (15)

CM-010 [Rev. July 1, 2007]

Other Judicial Review (39) Review of Health Officer Order Notice of Appeal–Labor Commissioner Appeals

CIVIL CASE COVER SHEET

Provisionally Complex Civil Litigation (Cal. Rules of Court Rules 3.400-3.403) Antitrust/Trade Regulation (03) Construction Defect (10) Claims Involving Mass Tort (40) Securities Litigation (28) Environmental/Toxic Tort (30) Insurance Coverage Claims (arising from provisionally complex case type listed above) (41) Enforcement of Judgment Enforcement of Judgment (20) Abstract of Judgment (Out of County) Confession of Judgment (nondomestic relations) Sister State Judgment Administrative Agency Award (not unpaid taxes) Petition/Certification of Entry of Judgment on Unpaid Taxes Other Enforcement of Judgment Case **Miscellaneous Civil Complaint RICO (27)** Other Complaint (not specified above) (42) Declaratory Relief Only Injunctive Relief Only (nonharassment) Mechanics Lien Other Commercial Complaint Case (non-tort/non-complex) Other Civil Complaint (non-tort/non-complex) **Miscellaneous Civil Petition** Partnership and Corporate Governance (21) Other Petition (not specified above) (43) Civil Harassment Workplace Violence Elder/Dependent Adult Abuse **Election Contest**

Petition for Name Change Petition for Relief From Late Claim Other Civil Petition

Page 2 of 2

SUPERIOR COURT OF CALIFORNIA, COUNTY OF SAN DIEGO



ALTERNATIVE DISPUTE RESOLUTION (ADR) INFORMATION

CASE NUMBER: 37-2018-00022831-CU-OE-CTL CASE TITLE: Deguchy vs MAC Cosmetics Inc [E-FILE]

<u>NOTICE</u>: All plaintiffs/cross-complainants in a general civil case are required to serve a copy of the following three forms on each defendant/cross-defendant, together with the complaint/cross-complaint:

- (1) this Alternative Dispute Resolution (ADR) Information form (SDSC form #CIV-730),
- (2) the Stipulation to Use Alternative Dispute Resolution (ADR) form (SDSC form #CIV-359), and
- (3) the Notice of Case Assignment form (SDSC form #CIV-721).

Most civil disputes are resolved without filing a lawsuit, and most civil lawsuits are resolved without a trial. The courts, community organizations, and private providers offer a variety of Alternative Dispute Resolution (ADR) processes to help people resolve disputes without a trial. The San Diego Superior Court expects that litigants will utilize some form of ADR as a mechanism for case settlement before trial, and it may be beneficial to do this early in the case.

Below is some information about the potential advantages and disadvantages of ADR, the most common types of ADR, and how to find a local ADR program or neutral. A form for agreeing to use ADR is attached (SDSC form #CIV-359).

Potential Advantages and Disadvantages of ADR

ADR may have a variety of advantages or disadvantages over a trial, depending on the type of ADR process used and the particular case:

Potential Advantages

- · Saves time
- · Saves money
- Gives parties more control over the dispute resolution process and outcome
- Preserves or improves relationships
- **Potential Disadvantages**
- May take more time and money if ADR does not resolve the dispute
- Procedures to learn about the other side's case (discovery), jury trial, appeal, and other court protections may be limited or unavailable

Most Common Types of ADR

You can read more information about these ADR processes and watch videos that demonstrate them on the court's ADR webpage at <u>http://www.sdcourt.ca.gov/adr</u>.

Mediation: A neutral person called a "mediator" helps the parties communicate in an effective and constructive manner so they can try to settle their dispute. The mediator does not decide the outcome, but helps the parties to do so. Mediation is usually confidential, and may be particularly useful when parties want or need to have an ongoing relationship, such as in disputes between family members, neighbors, co-workers, or business partners, or when parties want to discuss non-legal concerns or creative resolutions that could not be ordered at a trial.

Settlement Conference: A judge or another neutral person called a "settlement officer" helps the parties to understand the strengths and weaknesses of their case and to discuss settlement. The judge or settlement officer does not make a decision in the case but helps the parties to negotiate a settlement. Settlement conferences may be particularly helpful when the parties have very different ideas about the likely outcome of a trial and would like an experienced neutral to help guide them toward a resolution.

Arbitration: A neutral person called an "arbitrator" considers arguments and evidence presented by each side and then decides the outcome of the dispute. Arbitration is less formal than a trial, and the rules of evidence are usually relaxed. If the parties agree to binding arbitration, they waive their right to a trial and agree to accept the arbitrator's decision as final. With nonbinding arbitration, any party may reject the arbitrator's decision and request a trial. Arbitration may be appropriate when the parties want another person to decide the outcome of their dispute but would like to avoid the formality, time, and expense of a trial.

Other ADR Processes: There are several other types of ADR which are not offered through the court but which may be obtained privately, including neutral evaluation, conciliation, fact finding, mini-trials, and summary jury trials. Sometimes parties will try a combination of ADR processes. The important thing is to try to find the type or types of ADR that are most likely to resolve your dispute. Be sure to learn about the rules of any ADR program and the qualifications of any neutral you are considering, and about their fees.

Local ADR Programs for Civil Cases

Mediation: The San Diego Superior Court maintains a Civil Mediation Panel of approved mediators who have met certain minimum qualifications and have agreed to charge \$150 per hour for each of the first two (2) hours of mediation and their regular hourly rate thereafter in court-referred mediations.

<u>On-line mediator search and selection</u>: Go to the court's ADR webpage at <u>www.sdcourt.ca.gov/adr</u> and click on the "Mediator Search" to review individual mediator profiles containing detailed information about each mediator including their dispute resolution training, relevant experience, ADR specialty, education and employment history, mediation style, and fees and to submit an on-line Mediator Selection Form (SDSC form #CIV-005). The Civil Mediation Panel List, the Available Mediator List, individual Mediator Profiles, and Mediator Selection Form (CIV-005) can also be printed from the court's ADR webpage and are available at the Mediation Program Office or Civil Business Office at each court location.

Settlement Conference: The judge may order your case to a mandatory settlement conference, or voluntary settlement conferences may be requested from the court if the parties certify that: (1) settlement negotiations between the parties have been pursued, demands and offers have been tendered in good faith, and resolution has failed; (2) a judicially supervised settlement conference presents a substantial opportunity for settlement; and (3) the case has developed to a point where all parties are legally and factually prepared to present the issues for settlement consideration and further discovery for settlement purposes is not required. Refer to SDSC Local Rule <u>2.2.1</u> for more information. To schedule a settlement conference, contact the department to which your case is assigned.

Arbitration: The San Diego Superior Court maintains a panel of approved judicial arbitrators who have practiced law for a minimum of five years and who have a certain amount of trial and/or arbitration experience. Refer to SDSC Local Rules <u>Division II, Chapter III</u> and Code Civ. Proc. <u>§ 1141.10 et seq</u> or contact the Arbitration Program Office at (619) 450-7300 for more information.

<u>More information about court-connected ADR</u>: Visit the court's ADR webpage at <u>www.sdcourt.ca.gov/adr</u> or contact the court's Mediation/Arbitration Office at (619) 450-7300.

Dispute Resolution Programs Act (DRPA) funded ADR Programs: The following community dispute resolution programs are funded under DRPA (Bus. and Prof. Code §§ 465 et seq.):

- In Central, East, and South San Diego County, contact the National Conflict Resolution Center (NCRC) at <u>www.ncrconline.com</u> or (619) 238-2400.
- In North San Diego County, contact North County Lifeline, Inc. at <u>www.nclifeline.org</u> or (760) 726-4900.

Private ADR: To find a private ADR program or neutral, search the Internet, your local telephone or business directory, or legal newspaper for dispute resolution, mediation, settlement, or arbitration services.

Legal Representation and Advice

To participate effectively in ADR, it is generally important to understand your legal rights and responsibilities and the likely outcomes if you went to trial. ADR neutrals are not allowed to represent or to give legal advice to the participants in the ADR process. If you do not already have an attorney, the California State Bar or your local County Bar Association can assist you in finding an attorney. Information about obtaining free and low cost legal assistance is also available on the California courts website at <u>www.courtinfo.ca.gov/selfhelp/lowcost</u>.

Case 3:18-cv-01210-BEN-KSC Document 1-2 Filed 06/08/18 PageID.32 Page 22 of 23

		EOB COURT USE ONLY
SUPERIOR COURT OF CALIFORNIA, COUNTY OF SA	AN DIEGO	FOR COURT USE ONLY
TREET ADDRESS: 330 West Broadway		
IAILING ADDRESS: 330 West Broadway		
RANCH NAME: Central		
PLAINTIFF(S): Mercedes Deguchy		
DEFENDANT(S): MAC Cosmetics Inc	<u></u>	_
SHORT TITLE: DEGUCHY VS MAC COSMETICS INC	; [E-FILE]	
STIPULATION TO USE AL DISPUTE RESOLUTIO		CASE NUMBER: 37-2018-00022831-CU-OE-CTL
udge: Gregory W Pollack	Departm	nent: C-71
The parties and their attorneys stipulate that the ma alternative dispute resolution (ADR) process. Selec	atter is at issue and the claims in this ction of any of these options will not c	action shall be submitted to the following lelay any case management timelines.
Mediation (court-connected)	Non-binding private arbitratio	n
Mediation (private)	Binding private arbitration	
Voluntary settlement conference (private)	Non-binding judicial arbitratio	n (discovery until 15 days before trial)
Neutral evaluation (private)	Non-binding judicial arbitratio	n (discovery until 30 days before trial)
·		
Other (specify e.g., private mini-trial, private judg	1e, etc.):	· · · · · · · · · · · · · · · · · · ·
<u> </u>		
t is also stipulated that the following shall serve as arbitra	ator, mediator or other neutral: (Name)	
Alternate neutral (for court Civil Mediation Program and a	rbitration only):	· · ·
Alternate neutral (for court Civil Mediation Program and a	rbitration only):	· · ·
Alternate neutral (for court Civil Mediation Program and a	rbitration only): Date:	
Alternate neutral (for court Civil Mediation Program and a	rbitration only):	
Alternate neutral (for court Civil Mediation Program and a Date:	Date:	
Alternate neutral (for court Civil Mediation Program and a Date:	rbitration only): Date:	
Alternate neutral (for court Civil Mediation Program and a Date: Name of Plaintiff Signature	Irbitration only): Date: Name of Defer Signature	
Alternate neutral (for court Civil Mediation Program and a Date: Name of Plaintiff	Irbitration only): Date: Name of Defer Signature	Idant
Alternate neutral (for court Civil Mediation Program and a Date:	Irbitration only): Date: Name of Defer Signature	Idant
Alternate neutral (for court Civil Mediation Program and a Date:	Date: Date: Name of Defen Signature Name of Defen	idant idant's Attorney
Alternate neutral (for court Civil Mediation Program and a Date:	Date: Date: Name of Defen Signature Name of Defen Signature Signature	idant idant's Attorney eets.
Alternate neutral (for court Civil Mediation Program and a Date:	Date: Date: Name of Defen Signature Name of Defen Signature Signature	idant idant's Attorney eets.
It is also stipulated that the following shall serve as arbitradius and a s	Date: Date: Name of Defen Signature Name of Defen Signature Signature	idant idant's Attorney eets.
Alternate neutral (for court Civil Mediation Program and a Date:	Date: Date: Name of Defen Signature Name of Defen Signature Signature	idant idant's Attorney eets.
Alternate neutral (for court Civil Mediation Program and a Date:	Date: Date: Name of Defen Signature Name of Defen Signature Signature additional completed and fully executed sh ment pursuant to Cal. Rules of Court, rule ndar.	idant idant's Attorney eets.

SUPERIOR COURT OF CALIFORNIA, COUNTY OF SAN DIEGO				
STREET ADDRESS: 330 W Broadway				
MAILING ADDRESS: 330 W Broadway	· ·			
CITY AND ZIP CODE: San Diego, CA 92101-3827				
BRANCH NAME: Central				
TELEPHONE NUMBER: (619) 450-7071				
PLAINTIFF(S) / PETITIONER(S): Mercedes Deguchy				
DEFENDANT(S) / RESPONDENT(S): MAC Cosmetics Inc				
DEGUCHY VS MAC COSMETICS INC [E-FILE]				
NOTICE OF CASE ASSIGNMENT AND CASE MANAGEMENT	CASE NUMBER:			
CONFERENCE on MANDATORY eFILE CASE	37-2018-00022831-CU-OE-CTL			
Judge: Gregory W Pollack	Department: C-71			
•••	•			

COMPLAINT/PETITION FILED: 05/08/2018

TYPE OF HEARING SCHEDULED	DATE	TIME	DEPT	JUDGE	
Civil Case Management Conference	10/12/2018	01:30 pm	C-71	Gregory W Pollack	

A case management statement must be completed by counsel for all parties or self-represented litigants and timely filed with the court at least 15 days prior to the initial case management conference. (San Diego Local Rules, Division II, CRC Rule 3.725).

All counsel of record or parties in pro per shall appear at the Case Management Conference, be familiar with the case, and be fully prepared to participate effectively in the hearing, including discussions of ADR* options.

IT IS THE DUTY OF EACH PLAINTIFF (AND CROSS-COMPLAINANT) TO SERVE A COPY OF THIS NOTICE WITH THE COMPLAINT (AND CROSS-COMPLAINT), THE ALTERNATIVE DISPUTE RESOLUTION (ADR) INFORMATION FORM (SDSC FORM #CIV-730), A STIPULATION TO USE ALTERNATIVE DISPUTE RESOLUTION (ADR) (SDSC FORM #CIV-359), AND OTHER DOCUMENTS AS SET OUT IN SDSC LOCAL RULE 2.1.5.

ALL COUNSEL WILL BE EXPECTED TO BE FAMILIAR WITH SUPERIOR COURT RULES WHICH HAVE BEEN PUBLISHED AS DIVISION II, AND WILL BE STRICTLY ENFORCED.

TIME STANDARDS: The following timeframes apply to general civil cases and must be adhered to unless you have requested and been granted an extension of time. General civil cases consist of all civil cases except: small claims proceedings, civil petitions, unlawful detainer proceedings, probate, guardianship, conservatorship, juvenile, parking citation appeals, and family law proceedings.

COMPLAINTS: Complaints and all other documents listed in SDSC Local Rule 2.1.5 must be served on all named defendants.

- DEFENDANT'S APPEARANCE: Defendant must generally appear within 30 days of service of the complaint. (Plaintiff may stipulate to no more than 15 day extension which must be in writing and filed with the Court.) (SDSC Local Rule 2.1.6)
- JURY FEES: In order to preserve the right to a jury trial, one party for each side demanding a jury trial shall pay an advance jury fee in the amount of one hundred fifty dollars (\$150) on or before the date scheduled for the initial case management conference in the action.
- MANDATORY eFILE: Case assigned to mandatory eFile program per CRC 3.400-3.403 and SDSC Rule 2.4.11. All documents must be eFiled at www.onelegal.com. Refer to General Order in re procedures regarding electronically imaged court records, electronic filing, and access to electronic court records in civil and probate cases or guidelines and procedures.

COURT REPORTERS: Court reporters are not provided by the Court in Civil cases. See policy regarding normal availability and unavailability of official court reporters at www.sdcourt.ca.gov.

*ALTERNATIVE DISPUTE RESOLUTION (ADR): THE COURT ENCOURAGES YOU TO CONSIDER UTILIZING VARIOUS ALTERNATIVES TO TRIAL, INCLUDING MEDIATION AND ARBITRATION, PRIOR TO THE CASE MANAGEMENT CONFERENCE. PARTIES MAY FILE THE ATTACHED STIPULATION TO USE ALTERNATIVE DISPUTE RESOLUTION (SDSC FORM #CIV-359).

	Case 3:18-cv-01210-BEN-KSC Docume	nt 1-3 Filed 06/08/18 PageID.34 Page 1 of 2
1 2 3 4 5 6 7	James P. Carter (SBN 150052) james.carter@jacksonlewis.com Nicole M. Shaffer (SBN 244366) nicole.shaffer@jacksonlewis.com Kathy A. Le (SBN 279690) kathy.le@jacksonlewis.com JACKSON LEWIS P.C. 200 Spectrum Center Drive, Suite 500 Irvine, CA 92618 Tel: (949) 885-1360 Fax: (949) 885-1380 Attorneys for Defendant M.A.C. COSN	METICS INC.
8	UNITED STA	ATES DISTRICT COURT
9	SOUTHERN D	ISTRICT OF CALIFORNIA
10		
 11 12 13 14 15 16 17 18 19 20 21 22 	MERCEDES DEGUCHY, as an individual and on behalf of all others similarly situated, Plaintiffs, vs. M.A.C. COSMETICS, INC., a Delaware corporation; and DOES 1 through 100, Defendants.	 CASE NO.: '18CV1210 BEN KSC DECLARATION OF NICOLE M. SHAFFER IN SUPPORT OF REMOVAL OF ACTION TO THE UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF CALIFORNIA PURSUANT TO 28 U.S.C. §§ 1332, 1441, 1446, and 1453 [Filed concurrently with the Civil Cover Sheet; Notice of Removal; Declaration of Paloma Hurtado; Corporate Disclosure Statement; Notice of Related Cases; and Notice of Party with Financial Interest] Action Filed: May 8, 2018
 23 24 25 26 27 28 		
	CASE NO.	1 DECLARATION OF NICOLE M SHAFFER ISO NOTICE OF REMOVAL

I, Nicole M. Shaffer, declare and state as follows:

1. I am an attorney duly authorized to practice law before this Court and within the state of California. I am an attorney with the law firm Jackson Lewis P.C., counsel of record for Defendant M.A.C. COSMETICS INC. ("M.A.C." or "Defendant") in the above-entitled action. I make this declaration in support of M.A.C.'s Notice of Removal.

2. Attached hereto as **Exhibit A** is a true and correct copy of Plaintiffs' Summons, Complaint, and Civil Case Cover Sheet that was served on Defendant and filed in the San Diego County Superior Court.

3. Plaintiffs served Defendant pursuant to California Code of Civil Procedure ("CCP") § 416.10, by personally delivering the Summons and Complaint on May 9, 2018, to Defendant's agent for service of process.

4. To the best of my knowledge and based on information and belief, Exhibit
A constitutes all pleadings that have been filed in the state court action to date.
Additionally, to the best of my knowledge and based on information and belief, no court orders have been filed or served in the state court action to date.

I declare under penalty of perjury under the laws of the State of California and the United States of America that the foregoing is true and correct.

Executed this eighth day of June, 2018, at Irvine, California.

/s/ Nicole M. Shaffer Nicole M. Shaffer

4826-7419-8630, v. 1

CASE NO.

	Case 3:18-cv-01210-BEN-KSC Document 2	L-4 Filed 06/08/18 PageID.36 Page 1 of 3
1 2 3 4 5 6 7 8 9		TICS INC. ES DISTRICT COURT TRICT OF CALIFORNIA
 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 	MERCEDES DEGUCHY, as an individual and on behalf of all others similarly situated, Plaintiffs, vs. M.A.C. COSMETICS, INC., a Delaware corporation; and DOES 1 through 100, Defendants.	CASE NO.: DECLARATION OF PALOMA HURTADO IN SUPPORT OF REMOVAL OF ACTION TO THE UNITED STATES DISTRICT COURT FOR THE SOUTHERN DISTRICT OF CALIFORNIA PURSUANT TO 28 U.S.C. §§ 1332, 1441, 1446, and 1453 [Filed concurrently with the Civil Cover Sheet; Notice of Removal; Declaration of Nicole M. Shaffer; Corporate Disclosure Statement; Notice of Related Cases; and Notice of Party with Financial Interest] Action Filed: May 8, 2018
27 28	CASE NO.	1 DECLARATION OF PALOMA HURTADO IN SUPPORT OF REMOVAL OF ACTION

I, Paloma Hurtado, declare and state as follows:

1. I am employed by M.A.C. COSMETICS INC. ("M.A.C.") as its Human Resources Manager. I have held this position since approximately October 2015 and am familiar with M.A.C.'s business operations. In my capacity as Human Resources Manager, I have access to information and data regarding M.A.C.'s operations in California.

2. The matters set forth in this declaration are based on my own personal knowledge and, if called upon as a witness, I could and would testify competently thereto. To the extent this declaration is based upon business records, those records are kept in the regular course of business, entries are made in those records in a timely manner by people with knowledge of the information being entered, and it is the regular practice of M.A.C. to maintain such records.

3. M.A.C. is incorporated under the laws of the State of Delaware, with its principal place of business and headquarters located at 130 Prince Street, New York, NY 02451. The State of New York is where M.A.C.'s main office and management functions are concentrated and from where M.A.C.'s high level officers direct, control, and coordinate M.A.C.'s activities.

4. With respect to the second through fifth causes of action, the Complaint
defines the putative class as "all of Defendants' current and former non-exempt
employees in California at any time within four years prior to the filing of the Complaint
through the present." As of September 2017, when Defendant last ran its putative class
data, there were at least 1,253 persons that fit this definition of the class. Of the 1,253
putative class members, 280 are former employees.

23 puta
24 ///
25 ///
26 ///
27 ///
28 ///

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

CASE NO.

15.Plaintiff Mercedes Deguchy's final regular hourly rate of pay was \$23.392per hour.

3

4

5

6

7

I declare under penalty of perjury under the laws of the United States and the State of California that the foregoing is true and correct. Executed on June 8, 2018 at Chico, California.

Aud theit

8			grud	quene		
9			Paloma Hi	ırtădo		
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28	4844-6929-5206, v. 1					
-0	CASE NO.	 	3	DECLARATI	ON OF PAL	
	CADE NO.		5	DECLARATI HURTADO REMOV	IN SUPPOR AL OF ACT	T OF

ClassAction.org

This complaint is part of ClassAction.org's searchable class action lawsuit database and can be found in this post: Lawsuit Against M.A.C. Cosmetics Claims Company's Pay Practices Need Makeover