	Case 2:18-cv-09584 Do	cument 1	Filed 11/13/18	Page 1 of 13	Page ID #:1
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10			and on bahalf of		
11	Attorneys for Plaintiff Georgina Guinane, on behalf of herself and all others similarly situated				
12	UNITED STATES DISTRICT COUDT				
13	UNITED STATES DISTRICT COURT CENTRAL DISTRICT OF CALIFORNIA				
14			WESTERN DIVI	SION	
15	GEORGINA GUINANE, on behalf of				
16	herself and all others simila	arly situated	l,		
17	Plaintiff,		CASE	E NO. 2:18-cv-95	584
18	v.				
19	DEFY MEDIA, LLC,				
20	Defendant.				
21					
22	CLASS ACTION COMPLAINT FOR				
23	(1) VIOLATION OF WARN ACT 29 U.S.C. § 2101, ET SEQ. AND (2) VIOLATION OF CALIFORNIA LABOR CODE § 1400 ET. SEQ.				
24	Plaintiff Georgina Guinane ("Plaintiff") alleges on her own behalf and the class of those				
25	similarly situated as follows:				
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27	 				
28	^{1 and 2} Not admitted to the 1 <i>pro hac vice</i> to be filed.	Bar of the U	J.S. District Court	C.D. Calif. Apj	plications for admission

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NATURE OF THE ACTION

 Defendant operates a media company that creates and distributes digital content, including gaming and other entertainment. Plaintiff worked for Defendant at its facility in Beverly Hills, California until she was terminated without cause on or about November 6, 2018. Beginning on or about that date, Defendant ordered the terminations of approximately 80 employees without cause.

2. The Plaintiff brings this action on behalf of herself and the other similarly situated 8 9 former employees who worked for Defendant and who were terminated without cause, as part of, 10 or as the result of, the mass layoffs or plant closings ordered by Defendant on or about November 11 6, 2018 and within thirty (30) days of that date, and who were not provided 60 days advance 12 written notice of their terminations by Defendant, as required by the Worker Adjustment and 13 Retraining Notification Act ("WARN Act"), 29 U.S.C. § 2101 et seq., and the California Labor 14 Code § 1400 et. seq. ("CAL-WARN Act"). 15

16 3. Plaintiff and all similarly situated employees seek to recover 60 days wages benefits,
17 pursuant to 29 U.S.C. § 2104, from Defendant.

JURISDICTION AND VENUE

4. This Court has jurisdiction over this matter pursuant to 28 U.S.C. § 1331, 29 U.S.C.
§ 2104(a)(5).
5. A violation of the WARN Act alleged herein occurred in this District.

6. Venue in this Court is proper pursuant to 29 U.S.C. § 2104(a)(5).

1	THE PARTIES				
2	<u>Plaintiff</u>				
3	7. Plaintiff was employed by Defendant and worked at the Defendant's facility located				
4	at 8750 Wilshire Blvd, Suite 200, Beverly Hills, California (the "Facility") until her termination				
5	on or about November 6, 2018.				
6 7	8. Beginning on or about November 6, 2018, Defendant ordered the terminations				
8	without cause of approximately 80 other similarly situated employees who worked at the Facility.				
9	<u>Defendant</u>				
10	9. Upon information and belief and at all relevant times, Defendant Defy Media, Inc. is				
11	a New York corporation with its headquarters located at 1001 Avenue of the Stars, Suite 701,				
12	New York, New York 10001.				
13	10. Upon information and belief and at all relevant times, Defendant was formed in				
14	2013 through the merger of media companies Alloy Digital and Break Media.				
15 16	11. Until on or about November 6, 2018, Plaintiff and all similarly situated employees				
16 17	were employed by Defendant and worked at or reported to the Facility.				
18	were employed by Derendant and worked at or reported to the racinty.				
19	WARN ACT CLASS ALLEGATIONS				
20	12. Plaintiff brings this action on her own behalf and on behalf of all other similarly				
21	situated former employees of Defendant who worked at or reported to the Facility and were				
22	terminated without cause beginning on or about November 6, 2018 and within 30 days of that				
23	date, or as the reasonably foreseeable consequence of the mass layoffs or plant closings ordered				
24	by Defendant on that date, pursuant to 29 U.S.C. § 2104(a)(5).				
25	13. The persons in the Class identified above ("Class Members") are so numerous that				
26 27	joinder of all members is impracticable. Although the precise number of such persons is				
27 28					
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1	unknown, the facts on which the calculation of that number can be based are presently within the			
2	sole control of Defendant.			
3	14. On information and belief, the identity of the members of the class and the recent			
4	residence address of each of the Class Members is contained in the books and records of			
5	Defendant.			
6 7	15. On information and belief, the rate of pay and benefits that were being paid by			
, 8	Defendant to each Class Member at the time of his/her termination is contained in the books and			
9	records of the Defendant.			
10	16. There are questions of law and fact common to the Class Members that			
11	predominate over any questions affecting individual members.			
12				
13	17. There are questions of law and fact common to the Class Members that			
14	predominate over any questions solely affecting individual members of the Class, including but			
15	not limited to:			
16	(a) whether the Class Members were employees of the Defendant who worked at or reported to Defendant's Facility;			
17	(b) whether Defendant terminated the employment of the Class Members			
18	without cause on their part and without giving them 60 days advance written notice; and			
19 20	(c) whether Defendant paid the Class members 60 days wages and benefits as required by the WARN Act.			
20 21	icquireu by the WARIN Act.			
22	18. Plaintiff's claim is typical of those of the WARN Class. Plaintiff, like other			
23	WARN Class members, worked at or reported to Defendant's Facility and was terminated			
24	without cause on or about November 6, 2018, due to the mass layoff and/or plant closing ordered			
25	by Defendant.			
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19. Plaintiff will fairly and adequately protect the interests of the WARN Class.Plaintiff has retained counsel competent and experience in complex class actions, including the WARN Act and employment litigation.

20. Class certification of these claims is appropriate under Fed. R. Civ. P. 23(b)(3) 5 because questions of law and fact common to the WARN Class predominate over any questions 6 affecting only individual members of the WARN Class, and because a class action is superior to 7 8 other available methods for the fair and efficient adjudication of this litigation – particularly in 9 the context of WARN Act litigation, where individual plaintiffs may lack the financial resources 10 to vigorously prosecute a lawsuit in federal court against a corporate defendant, and damages 11 suffered by individual WARN Class members are small compared to the expense and burden of 12 individual prosecution of this litigation. 13

Concentrating all the potential litigation concerning the WARN Act rights of the
 members of the Class in this Court will obviate the need for unduly duplicative litigation that
 might result in inconsistent judgments, will conserve the judicial resources and the resources of
 the parties and is the most efficient means of resolving the WARN Act rights of all the members
 of the Class.

19 22. Plaintiff intends to send notice to all members of the WARN Class to the extent
20 required by Rule 23.

22 23. A class action is superior to other available methods for the fair and efficient
 23 adjudication of this controversy – particularly in the context of WARN Act litigation, where
 24 individual plaintiffs may lack the financial resources to vigorously prosecute a lawsuit in federal
 25 court against corporate Defendant.

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CALIFORNIA WARN CLASS ALLEGATIONS, Cal. Labor Code § 1401

24. Plaintiff brings the Second Claim for Relief for violation of Labor Code § 1401 on behalf of herself and a class of similarly situated persons pursuant to Labor Code § 1404 and Federal Rules of Civil Procedure, Rule 23(a) and (b), who worked at or reported to Defendant's Facility and were terminated without cause beginning on or about November 6, 2018 (the "CAL WARN Class")

8 25. The persons in the CAL WARN Class identified above ("CAL WARN Class 9 Members") are so numerous that joinder of all members is impracticable. Although the precise 10 number of such persons is unknown, the facts on which the calculation of that number can be 11 based are presently within the sole control of Defendant.

26. On information and belief, the identity of the members of the class and the recent
 residence address of each of the CAL WARN Class Members is contained in the books and
 records of Defendant.

16 27. On information and belief, the rate of pay and benefits that were being paid by
17 Defendant to each CAL WARN Class Member at the time of his/her termination is contained in
18 the books and records of Defendant.

28. Common questions of law and fact exist as to members of the CAL WARN Class,
including, but not limited to, the following:

(a) whether the members of the CAL WARN Class were employees of the
Defendant;

(b) whether Defendant unlawfully terminated the employment of the members
 of the CAL WARN Class without cause on their part and without giving them 60 days advance
 written notice in violation of the CAL WARN Act; and

whether Defendant unlawfully failed to pay the CAL WARN Class (c) members 60 days wages and benefits as required by the CAL WARN Act.

29. The California Class Plaintiff's claims are typical of those of the CAL WARN Class. The California Class Plaintiff, like other WARN Class members, worked at or reported to the Facility and was terminated on or about November 6, 2018, due to the terminations ordered by Defendant.

30. The California Class Plaintiff will fairly and adequately protect the interests of the 8 9 CAL WARN Class. The California Class Plaintiff has retained counsel competent and 10 experienced in complex class actions on behalf of employees, including the CAL WARN Act, the federal WARN Act, other similar state laws, and employment litigation.

31. Class certification of these Claims is appropriate under Fed. R. Civ. P. 23(b)(3) 13 because questions of law and fact common to the CAL WARN Class predominate over any 14 questions affecting only individual members of the CAL WARN Class, and because a class action 15 16 superior to other available methods for the fair and efficient adjudication of this litigation 17 particularly in the context of CAL WARN Class Act litigation, where individual plaintiffs may 18 lack the financial resources to vigorously prosecute a lawsuit in federal court against a corporate 19 defendant, and damages suffered by individual CAL WARN Class members are small compared 20 to the expense and burden of individual prosecution of this litigation. 21

32. Concentrating all the potential litigation concerning the CAL WARN Act rights of 22 the members of the Class in this Court will obviate the need for unduly duplicative litigation that 23 24 might result in inconsistent judgments, will conserve the judicial resources and the resources of 25 the parties and is the most efficient means of resolving the CAL WARN Act rights of all the 26 members of the Class.

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1	33. The California Class Plaintiff intends to send notice to all members of the CAL			
2	WARN Class to the extent required by Rule 23.			
3	CLAIMS FOR RELIEF			
4	First Claim: Federal WARN Act, U.S.C. § 2101 et seq.			
5	34. Plaintiff realleges and incorporates by reference all allegations in all preceding			
6	paragraphs.			
7	35. At all relevant times, Defendant employed more than 100 employees who in the			
8	aggregate worked at least 4,000 hours per week, exclusive of hours of overtime, within the United			
9				
10 11	States.			
11	36. At all relevant times, Defendant was an "employer," as that term is defined in 29			
12	U.S.C. § 2101 (a)(1) and 20 C.F.R. § 639(a).			
13	37. At all relevant times, Plaintiff and the other similarly situated former employees			
15	were employees of Defendant as that term is defined by 29 U.S.C. §2101.			
16	38. On or about November 6, 2018, and within 30 days thereafter, Defendant ordered			
17	mass layoffs and/or plant closings at its Facility, as that term is defined by 29 U.S.C. § 210l(a)(2).			
18	39. The mass layoffs and/or plant closings at the Facility resulted in "employment			
19	losses," as that term is defined by 29 U.S.C. § 2101(a)(2) for at least fifty of Defendant's			
20	employees as well as more than 33% of Defendant's workforce at the Facility, excluding "part-			
21	time employees," as that term is defined by 29 U.S.C. § 2101(a)(8).			
22	40. Plaintiff and the Class Members were terminated by Defendant without cause on			
23	their part, as part of or as the reasonably foreseeable consequence of the mass layoffs or plant			
24				
25 26	closings ordered by Defendant at the Facility.			
26 27	41. Plaintiff and the Class Members are "affected employees" of Defendant, within the			
27 28	meaning of 29 U.S.C. § 210l(a)(5).			
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1	42. Defendant was required by the WARN Act to give Plaintiff and the Class		
2	Members at least 60 days advance written notice of their terminations.		
3	43. Defendant failed to give Plaintiff and the Class members written notice that		
4 5	complied with the requirements of the WARN Act.		
5 6	44. The Plaintiff is, and each of the Class Members are, "aggrieved employees" of the		
7	Defendant as that term is defined in 29 U.S.C. § 2104 (a)(7).		
8	45. Defendant failed to pay Plaintiff and each of the Class Members their respective		
9	wages, salary, commissions, bonuses, accrued holiday pay and accrued vacation for 60 days		
10	following their respective terminations and failed to make the pension and 401(k) contributions		
11	and provide employee benefits under ERISA, other than health insurance, for 60 days from and		
12 13	after the dates of their respective terminations.		
13 14	Second Claim: Violation of California Labor Code - § 1400 et. seq.		
15	46. Plaintiff realleges and incorporates by reference all allegations in all proceeding		
16	paragraphs.		
17	47. Plaintiff brings the Second Claim for Relief for violation of Labor Code § 1401 on		
18	behalf of herself and a class of similarly situated persons pursuant to Labor Code § 1404 and		
19 20	Federal Rules of Civil Procedure 23(a) and (b), who worked at, or reported to and received		
20 21	assignments from Defendant's Facility and were terminated without cause on or about November		
21	6, 2018 and thereafter (the "CAL WARN Class").		
23	48. Pursuant to Labor Code § 1400(b), "[e]mployer' means any person who		
24	directly or indirectly owns and operates a covered establishment. A parent corporation is an		
25	employer as to any covered establishment directly owned and operated by its corporate		
26	subsidiary."		
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1	49. Upon information and belief, Defendant is the employer of the CAL WARN Class			
2	as that term is defined by Labor Code § 1400(b) because they directly or indirectly owned and			
3	operated at least one covered establishment.			
4	50. The persons in the CAL WARN Class identified above ("CAL WARN Class			
5				
6	Members") are so numerous that joinder of all members is impracticable. Although the precise			
7	number of such persons is unknown, the facts on which the calculation of that number can be			
8	based are presently within the sole control of Defendant.			
9	51. On information and belief, the identity of the members of the class and the recent			
10	residence address of each of the CAL WARN Class Members is contained in the books and			
11	records of Defendant.			
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13	52. On information and belief, the rate of pay and benefits that were being paid by			
14	Defendant to each CAL WARN Class Member at the time of his/her termination is contained in			
15	the books and records of Defendant.			
16	53. Common questions of law and fact exist as to members of the CAL WARN Class,			
17	including, but not limited to, the following:			
18	a. whether the members of the CAL WARN Class were employees of the			
19	b. Defendant;b. whether Defendant unlawfully terminated the employment of the members			
20	of the CAL WARN Class without cause on their part and without giving			
21	them 60 days advance written notice in violation of the CAL WARN Act;whether Defendant unlawfully failed to pay the CAL WARN Class			
22	members 60 days wages and benefits as required by the CAL WARN Act; and			
23	d. whether the Plaintiff's claims are typical of those of the CAL WARN			
24	Class.			
25	54. Plaintiff, like other CAL WARN Class members, worked at or reported to			
26	Defendant's Facility and were terminated beginning on or about November 6, 2018 and			
27	thereafter, due to the closure of the Facility ordered by Defendant.			
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55. Plaintiff will fairly and adequately protect the interests of the CAL WARN Class. Plaintiff has retained counsel competent and experienced in complex class actions on behalf of employees, including the CAL WARN Act, the federal WARN Act, other similar state laws, and employment litigation.

56. Class certification of these Claims is appropriate under Fed. R. Civ. P. 23(b)(3) 6 because questions of law and fact common to the CAL WARN Class predominate over any 7 8 questions affecting only individual members of the CAL WARN Class, and because a class action 9 is superior to other available methods for the fair and efficient adjudication of this litigation – 10 particularly in the context of CAL WARN Class Act litigation, where individual plaintiffs may 11 lack the financial resources to vigorously prosecute a lawsuit in federal court against a corporate 12 defendant, and damages suffered by individual CAL WARN Class members are small compared 13 to the expense and burden of individual prosecution of this litigation. 14

15 57. Concentrating all the potential litigation concerning the CAL WARN Act rights of
 16 the members of the Class in this Court will obviate the need for unduly duplicative litigation that
 17 might result in inconsistent judgments, will conserve the judicial resources and the resources of
 18 the parties and is the most efficient means of resolving the CAL WARN Act rights of all the
 19 members of the Class.

58. Plaintiff intends to send notice to all members of the CAL WARN Class to the
 extent required by Rule 23.

PRAYER FOR RELIEF

WHEREFORE, the Plaintiff, individually and on behalf of all other similarly situated
 persons, prays for the following relief as against Defendant:

A. Certification that, pursuant to Fed. R. Civ. P. 23 (a) and (b), Plaintiff and the other
 similarly situated former employees constitute a single class;

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1	B.	Designation of the Plai	ntiff as Class Representative;	
2	C.	Appointment of the un	dersigned attorneys as Class Counsel;	
3	D.	A judgment in favor of	Plaintiff and each of the "affected employees" equal to the	
4			ages, salary, commissions, bonuses, accrued holiday pay,	
5		_		
6			pension and 401(k) contributions and other ERISA benefits,	
7		for 60 days, that would	have been covered and paid under the then-applicable	
8		employee benefit plans	had that coverage continued for that period, all determined	
9		in accordance with the	WARN Act, 29 U.S.C. § 2104(a)(1)(4) and the California	
10		Labor Code § 1402(a);		
11	E.	Interest as allowed by	aw on the amounts owed under the preceding paragraph;	
12	F.	Plaintiff's reasonable att	orneys' fees and the costs and disbursements that the	
13	Plaintiff incurred in prosecuting this action, as authorized by the WARN Act, 29 U.S.C. §			
14 15	2104(a)(6);	and		
15	G.		lief as this Court may deem just and proper.	
17				
18	DA	TED: November 13, 2018	Respectfully submitted,	
19			/s/ <u>Gail Lin</u> Gail Lin OUTTEN & GOLDEN LLP	
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27	 		Email: jar@outtengolden.com	
28	$2^{2 \text{ and } 2}$ Not ac	lmitted to the Bar of the U e to be filed.	.S. District Court C.D. Calif. Applications for admission	

(Case 2:18-cv-09584	Document 1	Filed 11/13/18	Page 13 of 13	Page ID #:13	
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2		Attorneys for Plaintiff and the other similarly situated former employees				
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ClassAction.org

This complaint is part of ClassAction.org's searchable class action lawsuit database and can be found in this post: <u>Defy Media Facing Class Action Lawsuit Over Abrupt Employee Layoffs</u>