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D. Maimon Kirschenbaum Charles Joseph JOSEPH, HERZFELD, HESTER & KIRSCHENBAUM LLP 757 Third Avenue 25<sup>th</sup> Floor New York, NY 10017 (212) 688-5640 (212) 688-2548 (fax)

Attorneys for Named Plaintiffs, proposed FLSA Collective Plaintiffs, and proposed Class

## UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

RONALDO SILVA on behalf of himself and other similarly situated,

Plaintiffs,

v.

LITTLE FISH, CORP. d/b/a CARMINE'S RESTAURANT

Defendant.

DECETVED OCT 13 2010 U.S.D.C. S.D. N.Y. CASHIERS

#### **COMPLAINT**

FLSA COLLECTIVE ACTION AND RULE 23 CLASS ACTION

**DEMAND FOR JURY TRIAL** 

1. Plaintiff, on behalf of himself and all others similarly situated, alleges as follows:

#### JURISDICTION AND VENUE

2. This Court has original federal question jurisdiction under 28 U.S.C. § 1331 because this case is brought under the Fair Labor Standards Act, 29 U.S.C. §§ 201, et seq. ("FLSA"). This Court has supplemental jurisdiction over the New York state law claims, as they are so related in this action within such original jurisdiction that they form part of the same case or controversy under Article III of the United States Constitution.

3. Venue is proper in this District because Defendant conducts business in this District, and the acts and/or omissions giving rise to the claims herein alleged took place in this District.

#### THE PARTIES

- 4. Defendant Little Fish, Corp. is a New York corporation. Upon information and belief, Defendant Little Fish, Corp. operates Carmine's Restaurant located in Midtown Manhattan.
- 5. Upon information and belief, Defendant Little Fish, Corp. has an annual gross volume of sales in excess of \$500,000.
- 6. Plaintiff Ronaldo Silva was employed by Defendant as a server within the relevant limitations periods.

#### FLSA COLLECTIVE ACTION ALLEGATIONS

- 7. Plaintiff brings the First and Second Claims for Relief as a collective action pursuant to FLSA Section 16(b), 29 U.S.C. § 216(b), on behalf of all non exempt persons employed by Defendant at any New York location in any tipped position on or after the date that is three years before the filing of the Complaint in this case as defined herein ("FLSA Collective Plaintiffs").
- 8. At all relevant times, Plaintiff and the other FLSA Collective Plaintiffs are and have been similarly situated, have had substantially similar job requirements and pay provisions, and are and have been subject to Defendant's decision, policy, plan and common policies, programs, practices, procedures, protocols, routines, and rules willfully failing and refusing to pay them at the legally required minimum wage for all hours worked and one and one half times this rate for work in excess of forty (40) hours per

workweek, and allowing non-tipped employees to share in their tips. The claims of Plaintiff stated herein are essentially the same as those of the other FLSA Collective Plaintiffs.

9. The First and Second Claims for Relief are properly brought under and maintained as an opt-in collective action pursuant to § 16(b) of the FLSA, 29 U.S.C. 216(b). The FLSA Collective Plaintiffs are readily ascertainable. For purpose of notice and other purposes related to this action, their names and addresses are readily available from the Defendant. Notice can be provided to the FLSA Collective Plaintiffs via first class mail to the last address known to Defendant.

#### RULE 23 CLASS ALLEGATIONS – NEW YORK

- 10. Plaintiff brings the state law Claims for Relief (Third, Fourth, Fifth, and Sixth Claims for Relief) pursuant to the Federal Rules of Civil Procedure ("F.R.C.P.") Rule 23, on behalf of all non exempt persons employed by Defendant at any New York location in any hourly position on or after the date that is six years before the filing of the Complaint in this case as defined herein (the "Class Period").
- 11. All said persons, including Plaintiff, are referred to herein as the "Class." The Class members are readily ascertainable. The number and identity of the Class members are determinable from the records of Defendant. The hours assigned and worked, the positions held, and the rates of pay for each Class member are also determinable from Defendant's records. For purposes of notice and other purposes related to this action, their names and addresses are readily available from Defendant. Notice can be provided by means permissible under said F.R.C.P. 23.

- 12. The proposed Class is so numerous that joinder of all members is impracticable, and the disposition of their claims as a class will benefit the parties and the court. Although the precise number of such persons is unknown, and the facts on which the calculation of that number are presently within the sole control of Defendant, upon information and belief, there are more than fifty (50) members of the Class.
- any member of the Class, and the relief sought is typical of the relief which would be sought by each member of the Class in separate actions. All the Class members were subject to the same corporate practices of Defendant, as alleged herein, of failing to pay minimum wage and overtime compensation, and illegal retention of tips. Defendant's corporate-wide policies and practices affected all Class members similarly, and Defendant benefited from the same type of unfair and/or wrongful acts as to each Class member. Plaintiff and other Class members sustained similar losses, injuries and damages arising from the same unlawful policies, practices and procedures.
- 14. Plaintiff is able to fairly and adequately protect the interests of the Class and has no interests antagonistic to the Class. Plaintiff is represented by attorneys who are experienced and competent in both class action litigation and employment litigation and have previously represented plaintiffs in wage and hour cases.
- 15. A class action is superior to other available methods for the fair and efficient adjudication of the controversy particularly in the context of wage and hour litigation where individual class members lack the financial resources to vigorously prosecute a lawsuit against corporate defendants. Class action treatment will permit a large number of similarly situated persons to prosecute their common claims in a single

forum simultaneously, efficiently, and without the unnecessary duplication of efforts and expense that numerous individual actions engender. Because the losses, injuries and damages suffered by each of the individual Class members are small in the sense pertinent to a class action analysis, the expenses and burden of individual litigation would make it extremely difficult or impossible for the individual Class members to redress the wrongs done to them. On the other hand, important public interests will be served by addressing the matter as a class action. The adjudication of individual litigation claims would result in a great expenditure of Court and public resources; however, treating the claims as a class action would result in a significant saving of these costs. The prosecution of separate actions by individual members of the Class would create a risk of inconsistent and/or varying adjudications with respect to the individual members of the Class, establishing incompatible standards of conduct for Defendant and resulting in the impairment of class members' rights and the disposition of their interests through actions to which they were not parties. The issues in this action can be decided by means of common, class-wide proof. In addition, if appropriate, the Court can, and is empowered to, fashion methods to efficiently manage this action as a class action.

16. Upon information and belief, Defendant and other employers throughout the state violate the New York Labor Law. Current employees are often afraid to assert their rights out of fear of direct or indirect retaliation. Former employees are fearful of bringing claims because doing so can harm their employment, future employment, and future efforts to secure employment. Class actions provide class members who are not named in the complaint a degree of anonymity which allows for the vindication of their rights while eliminating or reducing these risks.

- 17. There are questions of law and fact common to the Class which predominate over any questions affecting only individual class members, including:
  - a) Whether Defendant employed Plaintiff and the Class within the meaning of the New York law.
  - b) Whether Defendant paid Plaintiff and the Class members the federal and state minimum wage for all hours worked.
  - c) At what common rate, or rates subject to common methods of calculation, was and is Defendant required to pay Plaintiff and the Class members for their work.
  - d) Whether Defendant properly compensated Plaintiff and Class members for overtime.
  - e) Whether Defendant improperly retained tips belonging to Plaintiff and the Class Members.
  - f) Whether Defendant paid employees New York's "call-in pay" premium when they were summoned to work and sent home before three hours.

#### **FACTS**

- 18. Plaintiff's consent to sue form is attached hereto as Exhibit A.
- 19. Defendant committed the following alleged acts knowingly, intentionally and willfully.
- 20. Defendant knew that nonpayment of minimum wage, nonpayment of overtime, and improperly forcing and/or the Plaintiff, the FLSA Collective Plaintiffs, and

members of the Class to share their tips with Defendants' agents would economically injure Plaintiffs and violated federal and state laws.

- 21. Plaintiff routinely worked more than 40 hours per week.
- 22. Defendant unlawfully paid the Plaintiff an hourly rate below the federal and state minimum wage.
- 23. Defendant was not entitled to reduce the minimum wage by applying the tip credit allowance that is available cases under 29 U.S.C 203 (m) and 12 N.Y.C.R.R. § 137-1.5 because Defendant required the Plaintiff to share their tips with tip ineligible employees that had no customer interaction, such as coffee makers and "roll-up" employees, whose primary duties were to roll silverware inside napkins.
- 24. Plaintiff was frequently called to report to duty and sent home before completing 3 hours of work. However, for these occasions, Defendant did not pay Plaintiff New York's "call-in pay" rate, equal to three hours at the New York minimum wage.
- 25. Defendant committed the foregoing acts against the Plaintiff, the FLSA Collective Plaintiffs, and members of the Class.

#### FIRST CLAIM FOR RELIEF

(FLSA Claims, 29 U.S.C. §§ 201, et seq., Brought by Plaintiff on Behalf of Himself and the FLSA Collective Plaintiffs)

26. Plaintiff, on behalf of himself and the FLSA Collective Plaintiffs, realleges and incorporates by reference all preceding paragraphs as if they were set forth again herein.

- 27. At all relevant times, Defendant has been, and continues to be, an "employer" engaged in interstate "commerce" and/or in the production of "goods" for "commerce," within the meaning of FLSA, 29 U.S.C. § 203. At all relevant times, Defendant has employed, "employee[s]," including Plaintiff and each of the FLSA Collective Plaintiffs.
- 28. Throughout the statute of limitations period covered by these claims,

  Defendant knowingly failed to pay Plaintiff the federal minimum wage for each hour
  worked.
- 29. Plaintiff, on behalf of himself and the FLSA Collective Plaintiffs, seeks damages in the amount of their respective unpaid compensation, liquidated (double) damages as provided by the FLSA for minimum wage violations, attorneys' fees and costs, and such other legal and equitable relief as this Court deems just and proper.

# SECOND CLAIM FOR RELIEF (FLSA Overtime Violations, 29 U.S.C. §§ 201 et seq. Brought by Plaintiff on Behalf of Himself and the FLSA Collective Plaintiffs)

- 30. Plaintiff, on behalf of himself and other FLSA Collective Plaintiffs, realleges and incorporate by reference all previous paragraphs.
- 31. Throughout the statute of limitations period covered by these claims,
  Plaintiff and the other FLSA Collective Plaintiffs regularly worked in excess of forty (40)
  hours per workweek and continue to do so.
- 32. At all relevant times, Defendant had and operated under a decision, policy and plan, and under common policies, programs, practices, procedures, protocols, routines and rules of willfully failing and refusing to pay the Class members at one and one half times the minimum wage for work in excess of forty (40) hours per workweek,

and willfully failing to keep records required by the FLSA even though the FLSA Collective Plaintiffs have been and are entitled to overtime.

- 33. At all relevant times, Defendant willfully, regularly and repeatedly failed to pay Plaintiff and the FLSA Collective Plaintiffs at the required overtime rates, one and a half times the federal minimum wage for hours worked in excess of forty (40) hours per workweek.
- 34. Plaintiff, on behalf of himself and the FLSA Collective Plaintiffs, seeks damages in the amount of their respective unpaid overtime compensation, liquidated (double) damages as provided by the FLSA for overtime violations, attorneys' fees and costs, and such other legal and equitable relief as this Court deems just and proper.

#### THIRD CLAIM FOR RELIEF

(New York State Minimum Wage Act, New York Labor Law §§ 650 et seq. Brought by Plaintiff on Behalf of Himself and the Class)

- 35. Plaintiff, on behalf of himself and members of the Class, realleges and incorporates by reference all preceding paragraphs as if they were set forth again herein.
- 36. Defendant knowingly paid the Plaintiff and members of the Class less than the New York minimum wage set forth in N.Y. Lab. Law § 652 and supporting regulations of the New York State Department of Labor.
- 37. Defendant did not pay Plaintiff and members of the Class minimum wage for all hours worked.
- 38. Defendant's failure to pay Plaintiff and members the Class the minimum wage was willful within the meaning of N.Y. Lab. Law § 663.
- 39. As a result of Defendant's willful and unlawful conduct, Plaintiff and members the Class are entitled to an award of damages, including liquidated damages, in

amount to be determined at trial, pre- and post-judgment interest, and attorneys' fees, as provided by N.Y. Lab. Law § 663.

#### FOURTH CLAIM FOR RELIEF

(New York Minimum Wage Act, N.Y. Stat. § 650 et seq., Brought by Plaintiff on Behalf of Himself and the Class)

- 40. Plaintiff, on behalf of himself and the Class members, realleges and incorporates by reference all previous paragraphs.
- 41. It is unlawful under New York law for an employer to suffer or permit a non-exempt employee to work without paying overtime wages for all hours worked in excess of forty (40) hours in any workweek.
- 42. Throughout the Class Period, Defendant willfully, regularly and repeatedly failed to pay Plaintiff and the Class at the required overtime rates, one and a half times the minimum wages for hours worked in excess of forty (40) hours per workweek.
- 43. As a result of Defendant's willful and unlawful conduct, Plaintiff and members the Class are entitled to an award of damages, including liquidated damages, in amount to be determined at trial, pre- and post-judgment interest, and attorneys' fees, as provided by N.Y. Lab. Law § 663.

#### FIFTH CLAIM FOR RELIEF (Illegal Deductions from Gratuities, N.Y. Lab. L. §§ 193, 196-d and 198-b) Brought by Plaintiff on Behalf of

Himself and the Class)

44. Plaintiff, on behalf of himself and the Class members, realleges and incorporates by reference all previous paragraphs.

- 45. Defendant retained and continues to retain portions of Plaintiff's tips and Class members' tips.
- 46. As a result of Defendant's willful and unlawful conduct, Plaintiff and members the Class are entitled to an award of damages, including liquidated damages, in amount to be determined at trial, pre- and post-judgment interest, and attorneys' fees, as provided by N.Y. Lab. Law § 663.

# SIXTH CLAIM FOR RELIEF (New York Call-in Pay Provisions, N.Y. Lab. L. § 650 et seq., and N.Y. Comp. Code R. & Regs. tit. 12, § 137-1.6

Brought by Plaintiff on Behalf of
Himself and the Class)

- 47. Plaintiff, on behalf of himself and the Class members, realleges and incorporates by reference all preceding paragraphs as if they were set forth again herein.
- 48. Plaintiff and the Class members regularly were summoned to work and sent home before completing three hours of work.
- 49. Defendant willfully and intentionally failed to compensate Plaintiff and Class members three hour's pay at the basic New York minimum hourly wage rate on these occasions.
- 50. As a result of Defendant's willful and unlawful conduct, Plaintiff and members the Class are entitled to an award of damages, including liquidated damages, in amount to be determined at trial, pre- and post-judgment interest, and attorneys' fees, as provided by N.Y. Lab. Law § 663.

#### PRAYER FOR RELIEF

WHEREFORE, Plaintiff, on behalf of himself and the FLSA Collective Plaintiffs and members of the Class, prays for relief as follows:

- A. Designation of this action as a collective action on behalf of the FLSA Collective Plaintiffs (asserting FLSA claims and state claims) and prompt issuance of notice pursuant to 29 U.S.C. § 216(b) to all similarly situated members of the FLSA opt-in class, apprising them of the pendency of this action, and permitting them to assert timely FLSA claims and state claims in this action by filing individual Consent to Sue forms pursuant to 29 U.S.C. § 216(b);
- B. Designation of Plaintiff as Representative of the FLSA Collective Plaintiffs;
- C. Designation of this action as a class action pursuant to F.R.C.P. 23.
- D. Designation of Plaintiff as Representative of the Class.
- E. An award of damages, according to proof, including liquidated damages,
   to be paid by Defendant;
- F. Penalties available under applicable laws;
- G. Costs of action incurred herein, including expert fees;
- H. Attorneys' fees, including fees pursuant to 29 U.S.C. § 216, N.Y. Lab. L. § 663 and other applicable statutes;
- I. Pre-Judgment and post-judgment interest, as provided by law; and
- J. Such other and further legal and equitable relief as this Court deems necessary, just and proper.

Dated: New York, New York October 13, 2010 Respectfully submitted,

JOSEPH, HERZFELD, HESTER & KIRSCHENBAUM LLP

By:

D. Maimon Kirschenbaum

Charles E. Joseph 757 Third Avenue 25<sup>th</sup> Floor

New York, NY 10017

Tel: (212) 688-5640 Fax: (212) 688-2548

Attorneys for Named Plaintiffs, proposed FLSA Collective Plaintiffs, and proposed Class

#### **DEMAND FOR JURY TRIAL**

Plaintiff hereby demands a jury trial on all causes of action and claims with respect to which they have a right to jury trial.

### Exhibit A

#### CONSENT TO SUE UNDER FEDERAL FAIR LABOR STANDARDS ACT

I am an employee currently or formerly employed by LITTLE FISH, CORP. and/or related entities. I consent to be a plaintiff in an action to collect unpaid wages. I agree that I am bound by the terms of the Professional Services Agreement signed by the named plaintiffs in this case.

Full Legal Name (Print)

Date