1	David W. Affeld, Cal. Bar No. 123922			
2	dwa@agzlaw.com Damion D. D. Robinson, SBN 262573			
3	dr@agzlaw.com AFFELD GRIVAKES LLP			
4	2049 Century Park East, Suite 2460 Los Angeles, California 90067			
5	Tel. (310) 979-8700 Fax (310) 979-8701			
6	Attorneys for Plaintiff Sergio Giancaspro and all others similarly situated			
7	and all others similarly situated			
8	UNITED STATES DISTRICT COURT			
9	CENTRAL DISTRICT OF CALIFORNIA			
10	WESTERN DIVISION			
11	SERGIO GIANCASPRO, individually and on behalf of all others similarly situated,	Case No.		
12	Plaintiff,	CLASS AND COLLECTIVE ACTION		
13	VS.	COMPLAINT FOR DAMAGES:		
14	NETWORK TRAVEL EXPERIENCES,	1. VIOLATION OF THE WARN		
15	INC., a Delaware corporation; STREETTEAM SOFTWARE, LLC, a	ACT		
16 17	Delaware corporation; and DOES 1 through 20, inclusive,	2. VIOLATION OF THE CAL- WARN ACT		
18	Defendants.	3. FAILURE TO PAY EARNED WAGES;		
19		4. FAILURE TO REIMBURSE		
20		5. FAILURE TO PAY WAGES DUE ON TERMINATION		
21		6. VIOLATION OF THE FAIR		
22		LABOR STANDARDS ACT;		
2324		7. UNFAIR BUSINESS PRACTICES;		
2 4 25		DEMAND FOR JURY TRIAL		
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27	and all others similarly situated, alleges for his Complaint against Defendants			

Software, LLC, a Delaware corporation ("StreetTeam"); and DOES 1 through 20, inclusive (collectively with NTE and StreetTeam, "Defendants") as follows:

4 <u>NATURE OF THE ACTION</u>

- 1. NTE and StreetTeam are U.S. subsidiaries of international music and travel startup Pollen. The London-based startup, founded by two mega-wealthy brothers, throws large and lavish music festivals around the world. It touts itself as a "pair[ing] world-class entertainment with exciting destinations," and offers employees a chance to "live a bigger life." Pollen proclaims that it is "backed by prominent investors and has raised over \$200 million in VC funding."
- 2. The party ended in August 2022. Pollen's executives severely mismanaged the hundreds of millions with which they were entrusted. Shortly after completing a massive funding round, Pollen cancelled a series of widely-publicized festivals. It announced in mid-August that it was entering administration, the U.K. equivalent of bankruptcy.
- 3. This left Pollen's U.S. subsidiaries and their employees adrift. After a series of late payroll payments, the subsidiaries stopped paying employees altogether as of July 1, 2022. They then laid off all employees—without notice or warning—on August 10, 2022, effective immediately. Employees were left with millions of dollars in unpaid wages and expense reimbursements.
- 4. Giancaspro brings this action on behalf of himself and similarly situated former employees for failure to pay earned wages and reimburse expenses, and for failure to provide mandatory advanced notice of the layoffs under federal and state labor laws.

PARTIES

5. Giancaspro is a lawful permanent resident of the United States and a resident of Los Angeles, California.

- 6. NTE is a Delaware corporation with its principal place of business in Henderson, Nevada.
- 7. StreetTeam is a Delaware limited liability company with its principal place of business in Henderson, Nevada.
- 8. On information and belief, StreetTeam and NTE operate as a common enterprise. Plaintiff is informed and believes that both operate from shared offices and share officers and managers, and that both merely serve as constituent parts of a single business under the complete control of Pollen, managing the U.S. operations of Pollen. Both NTE and StreetTeam are U.S. subsidiaries of Pollen, which is formally known as StreetTeam Software Limited, a U.K. limited company.
- 9. Due to the corporate structure and lack of transparency of Defendants and their various affiliates and operations, Plaintiff is currently unaware of the names or capacities of Defendants Does 1 through 20, inclusive. Plaintiff is informed and believes that each of them is in some manner legally responsible for the acts, omissions, and damages alleged herein. On information and belief, certain of the Doe defendants maintained control over Plaintiff's and other employees' wages, hours, and working conditions, and are, thus employers and "joint employers" with the named Defendants under federal and state law. On information and belief, certain of the Does and named Defendants operated as a joint enterprise, sharing interlocking offices, officers, directors, managers, operating under common control, and serving as parts of a single business unit and concerted operation. Plaintiff is further informed and believes that certain of the Doe defendants operated as principals, agents, or alter egos of the other Defendants, failed to observe corporate formalities, commingled funds, were undercapitalized, and diverted funds with knowledge of Defendants impending insolvency. It would sanction a fraud or injustice to recognize the corporate separateness of these Defendants.

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JURISDICTION AND VENUE

- 10. This Court has federal question jurisdiction under 28 U.S.C. § 1338(a) because this action arises, in part, under federal statute including the WARN Act, 29 U.S.C. § 2102, and the Fair Labor Standards Act, 29 U.S.C. § 201, et seq. ("FLSA")
- 11. The Court has supplemental jurisdiction over Plaintiff's state-law claims under 28 U.S.C. § 1367.
- 12. Venue is proper under 28 U.S.C. § 1391(b) as a substantial part of the events giving rise to this case occurred in the Central District of California. Plaintiff was employed at all times in this District, his wages and benefits were due in this District, and he was required to receive layoff notices in this District.

FACTS COMMON TO ALL CAUSES OF ACTION

- 13. Giancaspro and hundreds of other full-time employees worked for NTE and StreetTeam in California and elsewhere in the United States.
- 14. Beginning in or about early 2022, and despite raising abundant investor capital, Pollen and its U.S. subsidiaries began facing financial difficulties. They repeatedly missed payroll to their U.S. workforce, blaming their payroll processor and "human error." Employees' pay and reimbursements were persistently late.
- 15. In April and May 2022, NTE began laying off employees without advanced notice or plausible explanation. Giancaspro is informed and believes that they laid off approximately 200 employees during this period.
- 16. Once again, NTE missed payroll due on June 30, 2022. When questioned about this missed payment and the company's financial stability, Pollen's co-founder and CEO represented on July 1 that the delay was due to Pollen "closing a transaction with a large, well-known entertainment company," and was "an isolated, one-off event." When questioned about whether Pollen could meet payroll going forward, he responded: "Yes, absolutely we can."
 - 17. These representations were false. On July 16, 2022, NTE made a

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- reserves his right to modify these class definitions as information is developed during
- The stated classes are each estimated to include well over 200 members, meaning that it is so numerous that joinder of the all members is impracticable.
- Plaintiff will fairly and adequately protect the interests of the putative classes. He has retained experienced counsel competent in the fields of employment law and class/representative litigation. Plaintiff has no interest that is contrary to the
- A class action is the superior method of adjudicating this dispute in a fair and efficient manner. Each of the members of the class and subclasses suffered the same injury by virtue of the same conduct on the part of Defendants. Due to the relatively small damages suffered by each class member, the burden of individual litigation would make it impossible or unreasonably difficult to individually seek
- Common questions of law and fact predominate because Defendants have acted in an identical manner with regard to each class member. Among other
- Whether Defendants acted as a common enterprise, alter egos, or
- Whether Defendants timely paid the earned wages of class
- Whether Defendants failed to pay earned wages of class members
- Whether Defendants failed to reimburse class members for their d. reasonable and necessary business expenses incurred or submitted after June 30, 2022;
- Whether Defendants gave appropriate WARN Act notices before e. laying off class members and whether they had any legal excuse or justification for failing to do so;

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- f. Whether Defendants gave Cal-WARN Act notices to California class members and whether they had any legal excuse or justification for failing to do so;
- Whether Defendants failed to pay laid off employees their final g. wages (inclusive of vacation and other compensable time) upon termination;
- h. Whether Defendants' failure to pay final wages was "willful" within the meaning of California Labor Code § 203, entitling class members to "waiting time" penalties;
- 25. Plaintiff is unaware of any reason why a class action would not be manageable.

FLSA Collective Action

- Plaintiff seeks to pursue claims under the FLSA as a collective action on behalf of all persons who were employees of Defendants during 2022 and who were not timely paid minimum wage and/or overtime by virtue of Defendants' failure to timely pay wages (the "Collective Action Members").
- 27. There are numerous, similarly situated, former employees of Defendants throughout the country who were not paid required minimum wage or overtime (or anything) by Defendants due to Defendants' failure to timely pay wages and ultimate failure to pay any ways after June 30, 2022. These employees would benefit from the issuance of a Court-supervised notice of this lawsuit and the opportunity to join. The similarly situated employees are known to Defendants and readily-identifiable through Defendants' records.
- 28. Plaintiff is similarly situated to the other employees as he was also employed by Defendants and Defendants failed to timely and appropriately pay him wages or overtime as described above.

1 **FIRST CLAIM** VIOLATION OF THE WARN ACT 2 3 (By Plaintiff and the Main Class Against All Defendants) 29. 4 Plaintiff repeats and realleges each of the foregoing allegations as though fully set forth herein. 5 6 30. Defendants are a qualifying employer under the WARN Act. Defendants 7 employed more than 100 full-time employees in the United States who had been 8 employed for at least six months of the 12 months preceding the layoffs. 9 31. The WARN Act, 29 U.S.C. § 2102, required Defendants to provide at least 60 days prior written notice of termination, or to provide notice as soon as 10 11 practicable, to all affected employees, explaining why 60 days' notice was not given. Defendants engaged in a series of layoffs of Plaintiff and other members 12 32. 13 of the Main Class in April, May and August 2022. 14 33. Defendants failed to provide the required WARN Act notices to Plaintiff or other members of the Main Class. Defendants also failed to pay Plaintiff or other similarly situated employees their wages, salary, benefits, and accrued vacation during the 60 working days following notice of their terminations. On information and 17 belief, Defendant also failed to give required notice to the appropriate state dislocated worker unit or other appropriate government agencies. 19 20 34. Plaintiff and other similarly situated employees have been damaged by this failure and are entitled to back pay and associated benefits for the 60-day period 21 22 following their respective terminations. 23 **SECOND CLAIM** 24 25

VIOLATION OF THE CAL-WARN ACT

(By Plaintiff and the California Layoff Subclass Against All Defendants)

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35. Plaintiff repeats and realleges each of the foregoing allegations as though fully set forth herein.

1 36. Defendants are a qualifying employer within the meaning of the Cal-WARN Act. Defendants employed more than 75 full and part-time employees within the state of California, who had been employed for at least six of the 12 months preceding the layoffs. 5 37. Defendants were required to give at least 60-days prior written notice before laying off Plaintiff and members of the California Layoff Subclass pursuant to 6 7 Cal. Lab. Code § 1401. Defendants engaged in a series of layoffs in California in April, May, and 8 38. August of 2020. 39. 10 Defendants failed to give Plaintiff or other members of the California 11 Layoff Subclass 60-days written notice of the layoffs, and also failed to pay Plaintiff 12 or other members their wages, benefits, and accrued vacation during the 60-day period 13 following their terminations. On information and belief, Defendants also failed to give notice to the appropriate state and local agencies. 15 40. Plaintiff and other similarly situated employees have been damaged by this failure and are entitled to back pay and associated benefits for the 60-day period 17 following their respective terminations. 18 19 THIRD CLAIM FAILURE TO PAY EARNED WAGES 20 21 (By Plaintiff and the California Wage Subclass Against All Defendants) 22 41. Plaintiff repeats and realleges each of the foregoing allegations as though fully set forth herein. 23 Defendants were the employer or joint employers of Plaintiff and other 24 42. 25 members of the California Wage Subclass. 26 43. Defendants were required, pursuant to California Labor Code § 204, to

pay Plaintiff and members of the California Wage Subclass all wages owed them on

regular paydays. In addition, Defendants were required by California Labor Code §§

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510, 1194, 1197, and 1198 to pay Plaintiff and other members of the California Wage Subclass at least the state minimum wage for all hours worked and overtime.

- 44. Defendants violated these provisions by repeatedly failing to pay Plaintiff and other members of the California Wage Subclasses all of their earned wages when due. Defendants consistently failed to pay employees on the regular paydays during 2022, and failed to pay employees any wages for the period after June 30, 2022 through their terminations.
- 45. As a result of these acts, Defendants also necessarily failed to pay Plaintiff and members of the California Wage Subclass minimum wage for all hours worked and appropriate overtime.
- 46. As a result of Defendants' failure to pay Plaintiff's and class members' earned wages, Plaintiff and class members have suffered damages in an amount to be proven at trial. Plaintiff and other class members are entitled to recover unpaid wages, minimum wage, and overtime, interest thereon, and liquidated damages.

FOURTH CLAIM

FAILURE TO REIMBURSE

(By Plaintiff and the California Reimbursement Subclass Against All Defendants)

- 47. Plaintiff repeats and realleges each of the foregoing allegations as though fully set forth herein.
- 48. Defendants were the employer or joint employers of Plaintiffs and other members of the California Reimbursement Subclass.
- 49. Defendants were required to reimburse Plaintiff and other members of the California Reimbursement Subclass for all "necessary expenditures or losses incurred by the employee in direct consequence of the discharge of his or her duties, or his or her obedience to the directions of the employer." Cal. Lab. Code § 2802.
 - 50. Plaintiff and other members of the California Reimbursement Subclass

Case 2:22-cv-05745 Document 1 Filed 08/12/22 Page 11 of 15 Page ID #:11 incurred reasonable and necessary expenses in direct consequence of the discharge of their duties and obedience to the directions of Defendants. 3 Defendants have failed to reimburse any such expenses after June 30, 51. 2022 if not earlier. 4 5 52. Defendants' failure to reimburse Plaintiff's and class members' reasonable and necessary expenses has harmed Plaintiff and class members in an 6 amount to be proven at trial. 8 9 FIFTH CLAIM 10

FAILURE TO PAY WAGES DUE AT TERMINATION (By Plaintiff and the California Wage Subclass Against All Defendants)

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- 53. Plaintiff repeats and realleges each of the foregoing allegations as though fully set forth herein.
- 54. Pursuant to California Labor Code § 201, Defendants were required to pay Plaintiff and other members of the California Wage Subclass all of their earned wages, accrued vacation, and other compensable time immediately upon termination.
- 55. Where the failure to pay such wages is willful, California Labor Code § 203 provides that "the wages of the employee shall continue as a penalty from the due date thereof at the same rate until paid or until an action therefor is commenced; but the wages shall not continue for more than 30 days."
- 56. Defendants terminated Plaintiff and other members of the California Wage Subclass in April, May and August 2022.
- 57. Defendants willfully failed to pay Plaintiff and other members of the California Wage Subclass all wages due at that time, inclusive of vacation and other compensable time.
- 58. As a result of Defendant's failure to timely pay Plaintiff and other class members their final wages, Plaintiff and other class members have been damaged in an amount to be proven at trial. Plaintiff and other class members are also entitled to

1 statutory penalties. 2 3 SIXTH CLAIM FAIR LABOR STANDARDS ACT 4 5 (By Plaintiff and the Collective Action Members All Defendants) Plaintiff repeats and re-alleges each of the foregoing allegations as 6 59. though fully set forth herein. 7 Plaintiff expressly consents in writing to be a party to this action pursuant 8 60. to 29 U.S.C. § 216(b). 10 61. As alleged in detail above, during 2022, Defendants repeatedly failed to 11 pay employees, including Plaintiff and Collective Action Members, in a timely manner on regular paydays. In addition, Defendants failed to pay any of the 12 Collective Action Members between July 1, 2022 and their dates of termination. 13 14 62. Defendants necessarily failed to pay Plaintiff and other Collection Action Members federally mandated minimum wage and overtime by virtue of its failure to pay their wages. Defendants' conduct violates and continues to violate the FLSA, including 29 U.S.C. §§ 206, 207 and 215. 17 18 63. The foregoing conduct constitutes a willful violation of the FLSA within the meaning of 29 U.S.C. § 255(a). 19 20 64. Due to the foregoing violations, Plaintiffs and Collective Action Members, are entitled to recover from Defendant their unpaid wages, overtime, an 21 22 additional amount equal to wages and overtime as liquidated damages, and other remedies. 23 24 SEVENTH CLAIM 25 **UNFAIR BUSINESS PRACTICES** 26 (By Plaintiff and the California Subclasses Against All Defendants) 27 Plaintiff repeats and realleges each of the foregoing allegations as though 28 65.

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fully set forth herein.

- 66. Defendants engaged in unfair and unlawful business practices against Plaintiff and other members of the California Wage Subclass, including (a) failure to pay earned wages, failure to pay minimum wage and overtime under the California Labor Code and the FLSA, (b) failure to pay wages due on termination, (c) failure to provide proper notice of layoffs under the WARN Act and Cal-WARN Act, and (d) failure to reimburse. This conduct amounts to unfair and unlawful business acts and practices under California Business & Professions Code § 17200.
- 67. Plaintiff and other members of the California Wage Subclass have lost money or property by virtue of Defendant's unlawful business acts and practices, including vested and earned wages and reimbursement of expenses, as required under California Business & Professions Code § 17204.
- 68. Accordingly, Plaintiff and other members of the California Wage Subclass are entitled to restitution of the vested and earned wages, minimum wage, final wages, and overtime which Defendants have unlawfully failed to pay them.

PRAYER

WHEREFORE, Plaintiff prays for relief on behalf of himself, similarly situated employees, as follows:

- 1. That the Court determine that this action is maintainable as a class action pursuant to Federal Rule of Civil Procedure 23 and a collective action under the FLSA, and certify it as a class and collective action;
- 2. For damages according to proof a trial, including earned and unpaid wages, minimum wage, overtime, vacation time, and reimbursement of expenses;
- 3. For pay and benefits for the 60 days following Plaintiff and other employees' layoffs, and associated penalties, as provided in 29 U.S.C. § 2104 and California Labor Code §§ 1402 and 1403;
 - 4. For penalties pursuant to Cal. Lab. Code § 203.

1	5.	For actual and liquidated damages pursuant to the FLSA;	
2	6.	For attorney's fees and costs including, without limitation, under 29	
3	U.S.C. §§ 216 and 2104, and California Labor Code §§ 218.5, 1194, 1404;		
4	7.	For costs as provided by law;	
5	8.	For prejudgment interest; and	
6	9.	For such other and further relief as the Court deems just and proper.	
7	Datad: Aug		
8	Dated. Aug	gust 12, 2022 Respectfully submitted,	
9		<u>/s/ Damion Robinson</u> David W. Affeld	
10		dwa@agzlaw.com	
11		Damion D. D. Robinson	
12		dr@agzlaw.com AFFELD GRIVAKES LLP	
13		2049 Century Park East, Suite 2460	
14		Los Angeles, CA 90067 Tel. (310) 979-8700	
15		Attomora for Plaintiff Consis Cianoganno	
16		Attorneys for Plaintiff Sergio Giancaspro and all others similarly situated	
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1	DEMAND FOR JURY TRIAL		
2	Plaintiff demands a jury trial on all matters so triable.		
3	Dated: August 12, 2022	Respectfully submitted,	
4		/s/ Damion Robinson	
5		David W. Affeld	
6		dwa@agzlaw.com Damion D. D. Robinson	
7		dr@agzlaw.com	
8		AFFELD GRIVAKES LLP	
9		2049 Century Park East, Suite 2460 Los Angeles, CA 90067	
10		Tel. (310) 979-8700	
11		Attorneys for Plaintiff Sergio Giancaspro	
12		and all others similarly situated	
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COMPLAINT