

UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF
CALIFORNIA

Hill v. Pacific Maritime Association

Hill · No. 24-cv-00336-JSC · Decided May 2, 2025

SUMMARY

The United States District Court for the Northern District of California rules on Defendants’ motion to dismiss and motion to strike in an employment action concerning sick pay, leave, retaliation, wage statements, waiting-time penalties, and related claims. The court dismisses most claims with leave to amend, allows a whistleblower-retaliation claim to proceed against Pacific Maritime Association, and denies the motion to strike the Watchmen class allegations.

CASE DETAILS

COURT	United States District Court for the Northern District of California
WRITING FOR THE COURT	Jacqueline Scott Corley
JURISDICTION	United States District Court for the Northern District of California
DECIDED	May 2, 2025
DOCKET	24-cv-00336-JSC
DISPOSITION	other
PROCEDURAL POSTURE	Defendants moved under Federal Rules of Civil Procedure 12(b)(6) to dismiss the Third Amended Complaint and under Rule 12(f) to strike class allegations.
STANDARD OF REVIEW	On a Rule 12(b)(6) motion, the court accepts well-pleaded factual allegations as true and determines whether the complaint states a plausible claim for relief. On a Rule 12(f) motion, striking allegations is disfavored and appropriate only where the challenged matter has no possible bearing on the litigation or cannot succeed under any set of circumstances.
PRECEDENTIAL VALUE	unknown
PARTIES	Pamela Hill, et al. v. Pacific Maritime Association, et al.

TOPICS

- motions to dismiss
- whistleblower
- retaliation
- wage and hour
- class actions

PRACTICE AREAS

employment law

civil procedure

wage and hour

class actions

remedies

QUESTIONS PRESENTED

1. Whether the Third Amended Complaint plausibly alleged PAGA and municipal sick-leave violations.
2. Whether the complaint plausibly alleged whistleblower retaliation against PMA and the other defendants.
3. Whether the wage-statement, waiting-time, and untimely-payment claims were adequately pleaded.
4. Whether the Unfair Competition Law claim stated a claim for equitable relief.
5. Whether the Watchmen class allegations should be stricken at the pleading stage.

HOLDINGS

1. The PAGA sick-leave claim was not plausibly pleaded because no named plaintiff alleged facts showing that she requested sick leave or otherwise alleged a violation of the statutory sick-pay provisions.
2. The municipal sick-leave claims were not plausibly pleaded because the complaint did not allege facts showing that a named plaintiff was absent from work for a qualifying reason and should have been paid under the applicable ordinance.
3. Plaintiffs Hill, Stewart, and R. Johnson plausibly stated a California Labor Code section 1102.5 retaliation claim against PMA, but not against the other defendants.
4. The wage-statement claim was not plausibly pleaded because Plaintiffs did not allege a cognizable injury resulting from inaccurate or incomplete wage statements beyond the alleged underlying wage-and-hour violation.
5. The waiting-time claim was not plausibly pleaded because Plaintiffs did not adequately allege that they were entitled to sick-pay wages during employment and therefore did not establish a willful refusal to pay wages after termination.
6. The section 204 claim was dismissed because it alleged only underpayment of wages, not a failure to pay wages at the required times; leave to amend was limited to alleging an injury separate from the underpayment of wages.
7. The Unfair Competition Law claim was dismissed because the demand for Pandemic Appreciation Pay sought legal relief rather than restitution, and Plaintiffs did not plausibly allege standing for injunctive relief.
8. The motion to strike the Watchmen class allegations was denied because the allegations were not clearly incapable of succeeding and the parties presented unresolved legal and factual issues concerning the proposed class.

KEY QUOTATIONS

“Having carefully reviewed the parties’ briefing and with the benefit of oral argument on May 1, 2025, the Court GRANTS in part the motion to dismiss and DENIES the motion to strike.” (at 1)

“Drawing all reasonable inferences in Plaintiffs’ favor, the TAC sufficiently alleges a causal link between the protected activity and PMA’s adverse employment action.” (at 5)

“Motions to strike are generally disfavored” (at 13)

FACTUAL BACKGROUND

Plaintiffs alleged that Defendants failed to provide sick pay and leave required by California law and municipal ordinances. Plaintiffs also alleged that Watchmen employees or other plaintiffs complained to the Labor Commissioner about the lack of sick leave and that PMA thereafter excluded Watchmen from Pandemic Appreciation Pay. The complaint asserted PAGA, municipal sick-leave, whistleblower-retaliation, wage-statement, waiting-time, untimely-payment, and Unfair Competition Law claims, along with class allegations.

PROCEDURAL HISTORY

Plaintiffs filed a Third Amended Complaint alleging failures to provide sick pay and leave and retaliation under California state and municipal laws. Defendants moved to dismiss and to strike the Watchmen class allegations. The court granted the motion to dismiss in part, denied the motion to strike, and granted leave to amend the dismissed claims.

DISPOSITION

other

REMAND INSTRUCTIONS

No remand. Plaintiffs may file an amended complaint by June 2, 2025. The amendment may not add new claims or defendants without separate leave of court. The section 204 claim may be amended only to allege an injury separate from underpayment of wages.

CASES CITED

- Bell Atl. Corp. v. Twombly, 550 U.S. 544, 570 (2007)
- Ashcroft v. Iqbal, 556 U.S. 662, 678, 681 (2009)
- Starr v. Baca, 652 F.3d 1202, 1216 (9th Cir. 2011)
- Colopy v. Uber Techs. Inc., No. 19-cv-06462-EMC, 2020 WL 3544982, at *3 (N.D. Cal. June 30, 2020)
- Hassell v. Uber Techs., Inc., No. 20-cv-04062-PJH, 2021 WL 2531076, at *23 (N.D. Cal. June 21, 2021)
- Soukup v. Law Offs. of Herbert Hafif, 39 Cal. 4th 260, 287-88 (2006)
- Morgan v. Regents of Univ. of Cal., 88 Cal. App. 4th 52, 69 (2000)
- Canupp v. Children’s Receiving Home of Sacramento, 181 F. Supp. 3d 767, 793 (E.D. Cal. 2016)
- Villiarimo v. Aloha Island Air, Inc., 281 F.3d 1054, 1065 (9th Cir. 2002)
- Naranjo v. Spectrum Sec. Servs., Inc., 15 Cal. 5th 1056, 1064 (2024)
- Maldonado v. Epsilon Plastics, Inc., 22 Cal. App. 5th 1308, 1334, 1336-37 (2018)
- Price v. Starbucks Corp., 192 Cal. App. 4th 1136, 1142 (2011)

- *Jaimez v. Daiohs USA, Inc.*, 181 Cal. App. 4th 1286, 1306 (2010)
- *Rubalcaba v. R&L Carriers Shared Servs., L.L.C.*, No. 23-cv-06581-HSG, 2025 WL 722442, at *3 (N.D. Cal. Mar. 6, 2025)
- *Maui v. Petrochem Insulation, Inc.*, No. 18-cv-01815-MEJ, 2018 WL 3241049, at *10 (N.D. Cal. July 3, 2018)
- *Huynh v. Jabil Inc.*, No. 22-cv-07460-WHO, 2023 WL 1802417, at *4 (N.D. Cal. Feb. 7, 2023)
- *Carter v. Jai-Put Enter. Inc.*, No. 18-cv-06313-DMR, 2020 WL 3545094, at *10 (N.D. Cal. June 30, 2020)
- *Frausto v. Bank of Am., Nat’l Ass’n*, No. 18-cv-01983-MEJ, 2018 WL 3659251, at *10 (N.D. Cal. Aug. 2, 2018)
- *Scott v. Cintas Corp.*, No. 23-cv-05764-JSC, 2024 WL 1421277, at *5 (N.D. Cal. Apr. 2, 2024)
- *Mish v. TForce Freight, Inc.*, No. 21-cv-049094-EMC, 2021 WL 4592124, at *5 (N.D. Cal. Oct. 6, 2021)
- *Nationwide Biweekly Admin., Inc. v. Superior Ct.*, 9 Cal. 5th 279, 292 (2020)
- *Carvalho v. Equifax Info. Servs., LLC*, 629 F.3d 876, 892 (9th Cir. 2010)
- *Foman v. Davis*, 371 U.S. 178, 182 (1962)
- *Whittlestone, Inc. v. Handi-Craft Co.*, 618 F.3d 970, 973 (9th Cir. 2010)
- *Gutzalenko v. City of Richmond*, 723 F. Supp. 3d 748, 755 (N.D. Cal. 2024)
- *Fukaya v. Daiso California LLC*, No. 23-cv-00099-JSC, 2023 WL 3436092, at *4 (N.D. Cal. May 11, 2023)
- *In re Nexus 6P Prod. Liab. Litig.*, 293 F. Supp. 3d 888, 960-61 (N.D. Cal. 2018)
- *T. K. v. Adobe Sys. Inc.*, No. 17-cv-04595-LHK, 2018 WL 1812200, at *13 (N.D. Cal. Apr. 17, 2018)

OPINION

Hill v. Pacific Maritime Association

PER CURIAM.

1 2 3

4 UNITED STATES DISTRICT COURT

5 NORTHERN DISTRICT OF CALIFORNIA

6 7 PAMELA HILL, et al., Case No. 24-cv-00336-JSC 8 Plaintiffs,

ORDER RE DEFENDANTS’ MOTION

9 v. TO DISMISS AND STRIKE

PLAINTIFFS’ THIRD AMENDED

10 PACIFIC MARITIME ASSOCIATION, et COMPLAINT

al., 11 Re: Dkt. No. 115 Defendants. 12 13 Plaintiffs allege Defendants failed to provide them sick pay and leave and retaliated against 14 a subset of them in violation of California state and municipal laws. (Dkt. No. 110.)¹ Defendants 15 move to dismiss the complaint for failure to state a claim under Federal Rule of Civil Procedure 16 12(b)(6) and move to strike certain class allegations under Federal Rule of Civil Procedure 12(f). 17 (Dkt. No. 115.) Having carefully reviewed the parties’ briefing and with the benefit of oral 18 argument on May 1, 2025, the Court GRANTS in part the motion to dismiss and DENIES the 19 motion to strike.

20 LEGAL STANDARD

21 A complaint must contain a “short and plain statement of the claim showing that the 22 pleader is entitled to relief.” Fed. R. Civ. P. 8(a)(2). To meet this requirement, the complaint 23 must provide “enough facts to state a claim to relief that is plausible on its face.” Bell Atl. Corp. v. 24 Twombly, 550 U.S. 544, 570 (2007). A claim is facially plausible when the plaintiff pleads 25 enough factual content to justify the reasonable inference the defendant is liable for the 26 misconduct alleged. Ashcroft v. Iqbal, 556 U.S. 662, 678 (2009). However, “bare assertions” 27 1 which amount to a “‘formulaic recitation of the elements’ of a [] claim” are “conclusory and not 2 entitled to be assumed true.” Id. at 681 (citing Twombly, 550 U.S. at 551, 555). 3 So, although Federal Rule of Civil Procedure 8 only requires a “short and plain statement 4 of the claim showing that the pleader is entitled to relief,” a plaintiff’s allegations “may not simply 5 recite the elements of a cause of action, but must contain sufficient allegations of underlying facts 6 to give fair notice and to enable the opposing party to defend itself effectively.” Starr v. Baca, 7 652 F.3d 1202, 1216 (9th Cir. 2011). In Starr, the Ninth Circuit reversed dismissal of a complaint 8 because the plaintiff had made “detailed factual allegations that [went] well beyond reciting the 9 elements of a claim of deliberate indifference.” Id. Specifically, that plaintiff alleged (1) 10 “numerous incidents in which inmates in Los Angeles County jails have been killed or injured 11 because of the culpable actions of the subordinates of” the defendant; (2) “that [the defendant] was 12 given notice, in several reports, of systematic problems in the county jails under his supervision;” 13 and (3) that the defendant “did not take action to protect inmates under his care despite the 14 dangers, created by the actions of his subordinates, of which he had been made aware.” Id. So, 15 the plaintiff’s allegations were “sufficiently detailed to give notice to [the defendant] of the nature 16 of [the plaintiff’s] claim against him and to give him a fair opportunity to defend against it.” Id.

17 ANALYSIS

18 1. PAGA Claim (First Claim) 19 The PAGA claim predicated on a violation of California Labor Code §§ 246 and 246.5 is 20 DISMISSED. Under § 246, California employees who work “for the same employer for 30 or 21 more days within a year from the commencement of employment [are] entitled to sick days” 22 accruing “at a rate of not less than one hour per every 30 hours worked.” And under § 246.5, 23 employers must “[u]pon the oral or written request of an employee” provide sick days for “(1) 24 Diagnosis, care, or treatment of an existing health condition of, or preventive care for, an 25 employee or an employee’s family member[] (2) For an employee who is a victim or whose family 26 member is a victim [of domestic abuse].” (emphasis added). The Third Amended Complaint 27 (“TAC”) does not allege any facts that plausibly support an inference any named plaintiff made an 1 allege a violation of the Labor Code sick pay provisions. 2 Colopy v. Uber Techs. Inc., No. 19-cv-06462-EMC, 2020 WL 3544982, at *3 (N.D. Cal.

3 June 30, 2020), does not persuade the Court otherwise. First, here, unlike in Colopy, Defendants 4 have not conceded that requesting sick pay would have been futile nor that they lacked a sick 5

leave policy. Second, the Colopy court “does not cite any authority” for its holding that the 6 expressed statutory language can be skirted when a company lacks a formal sick leave policy. See 7 *Hassell v. Uber Techs., Inc.*, No. 20-cv-04062-PJH, 2021 WL 2531076, at *23 (N.D. Cal. June 21, 8 2021) (holding it would not accept the plaintiff’s citation to Colopy in dismissing his PAGA claim 9 based on unpaid sick leave wages). 10 2. Municipal Sick Leave Claims (Second, Third, Fourth, and Fifth Claims) 11 The Los Angeles Municipal Code claim is DISMISSED for the reasons stated above: the 12 Code requires employers provide sick leave “upon the oral or written request” of the employee 13 and no named plaintiff alleges such a request was made. Los Angeles Municipal Code § 14 187.04(G). The Oakland, San Diego, and San Francisco municipal codes, in contrast, do not limit 15 their sick leave requirements to when an employee requests paid sick leave. See Oakland 16 Municipal Code §§ 5.92, et seq.; San Diego Municipal Code §§ 39.0101, et seq.; San Francisco 17 Labor & Employment Code § 11.4. 18 But Plaintiffs have still not pled a plausible violation of any of these codes because no 19 named plaintiff plausibly alleges she was absent from work for a qualifying reason and should 20 have—but was not—paid in violation of the relevant municipal code. Instead, each named 21 plaintiff makes the identical boilerplate allegation: named plaintiff “had to take time off from work 22 without pay for diagnosis, care and treatment of a health condition, for preventive care, and/or 23 another reason set forth in the law.” (Dkt. No. 110 ¶¶ 6-21.) These allegations merely recite the 24 laws’ elements rather than allege facts specific to each plaintiff. See *Starr*, 652 F.3d at 1216 25 (“[A]llegations in a complaint or counterclaim may not simply recite the elements of a cause of 26 action, but must contain sufficient allegations of underlying facts to give fair notice and to enable 27 the opposing party to defend itself effectively.”). So, these claims are also DISMISSED. 1 To state a prima facie whistleblower retaliation claim under California Labor Code § 2 1102.5, “a plaintiff must show that she engaged in protected activity, that she was thereafter 3 subjected to adverse employment action by her employer, and there was a causal link between the 4 two.” *Soukup v. Law Offs. of Herbert Hafif*, 39 Cal. 4th 260, 287-88 (2006) (quoting *Morgan v. 5 Regents of Univ. of Cal.*, 88 Cal. App. 4th 52, 69 (2000)). “The retaliatory motive is proved by 6 showing that plaintiff engaged in protected activities, that his employer was aware of the protected 7 activities, and that the adverse action followed within a relatively short time thereafter.” *Morgan*, 8 88 Cal. App. 4th at 69 (cleaned up). 9 Plaintiffs Hill, Stewart and R. Johnson state a prima facie whistleblower retaliation claim 10 against PMA. They allege PMA received Labor Commissioner complaints from Watchmen 11 Plaintiffs and other Watchmen complaining about the lack of sick leave, and received letters from 12 Plaintiffs’ counsel advising it of the contents of these complaints.² After receiving this 13 information, in and around July 2023 through November 2023, PMA excluded all Watchmen from 14 receiving Pandemic Appreciation Pay. (Dkt. No. 110 ¶¶ 70-73.) 15 Defendants argue the time between the adverse employment action and the protected 16 activity is too great to support an inference of causation. (Dkt. No. 125 at 12.) But the cases 17 Defendants cite were decided at summary judgment with the benefit of fact discovery. *Canupp v. 18 Children’s*

Receiving Home of Sacramento, 181 F. Supp. 3d 767, 793 (E.D. Cal. 2016); Villiarimo 19 v. Aloha Island Air, Inc., 281 F.3d 1054, 1065 (9th Cir. 2002). Further, Plaintiffs allege the letter 20 confirming Watchmen would not receive Pandemic Appreciation Pay was dated July 1, 2023, and 21 payment would be made by November 2023. (Dkt. No. 110 ¶ 76(e).) And while Plaintiffs allege 22 they sent their counsel letter in July 2022, they also allege the Labor Commissioner complaints 23 remained unresolved by the time PMA announced the Pandemic Appreciation Pay. (Id. ¶ 178.) 24 2 The parties seek judicial notice or incorporation by reference of two different letters sent by 25 Plaintiffs' counsel to certain Defendants in July of 2022, each claiming their attached letter is the one referenced in the TAC. (Dkt. Nos. 115-1, 119, 120.) The July 19 letter enumerated which 26 Plaintiffs did not receive sick pay wages and which Defendants they worked for (Dkt. No. 119 at 8-9), while the July 20th letter does not. (Dkt. No. 115-1 at 18-19.) As Plaintiffs are "master[s] of 27 [their] complaint," the Court considers only the July 19th letter as the letter Plaintiffs incorporated 1 Additionally, this is not a case where causation is inferred from "timing alone," Villiarimo, 281 2 F.3d at 1065; here, a reasonable inference can be drawn from Plaintiffs' counsel identifying 3 complaints as coming from "Watchmen," and that Watchmen Plaintiffs were both filing 4 complaints with the Labor Commissioner and seeking to settle with Defendants as to each 5 Plaintiff. (Dkt. No. 119 at 8-10.) Further, the TAC does not plead any other plausible explanation 6 for not sharing Pandemic Appreciation Pay with Watchmen. Drawing all reasonable inferences in 7 Plaintiffs' favor, the TAC sufficiently alleges a causal link between the protected activity and 8 PMA's adverse employment action. 9 But Plaintiffs fail to make similar allegations as to other Defendants. Plaintiffs allege their 10 attorneys notified PMA's representative of the complaints, (Dkt. No. 110 ¶ 73), that PMA 11 "determined Plaintiffs' wages" and "manages the workforce for each of its member companies," 12 (Id. ¶ 24) and that PMA's CEO announced Watchmen were excluded from the Pandemic 13 Appreciation Payment. (Id. ¶ 76(e).) They do not allege any facts that plausibly support an 14 inference any other defendant is liable for the withholding of Pandemic Appreciation Pay. As 15 such, Plaintiffs fail to state this claim as to the other Defendants, but successfully plead a 16 retaliation claim against PMA. 17 Accordingly, the Court DENIES Defendants' motion as to PMA, but GRANTS dismissal 18 of the Whistleblower Retaliation claim as to all other Defendants. 19 5. Wage Statement Claim (Seventh Claim) 20 Under California Labor Code § 226, employers must itemize certain information in their 21 employees' wage statements. Failure to comply entitles employees "to an injunction compelling 22 compliance and an award of costs and reasonable attorney's fees," and employees who suffer 23 injury "as a result of a knowing and intentional failure by an employer to comply with" these 24 requirements are entitled to statutory penalties. Naranjo v. Spectrum Sec. Servs., Inc., 15 Cal. 5th 25 1056, 1064 (2024); Cal. Labor Code § 226(e)(1). But "inaccurate wage statements alone do not 26 justify penalties; the plaintiffs must establish injury flowing from the inaccuracy." Maldonado v. 27 Epsilon Plastics, Inc., 22 Cal. App. 5th 1308, 1334 (2018). In Maldonado, the California court 1 [W]hen there is a wage and hour violation, the hours worked will differ from what was

truly earned. But only the absence of the hours 2 worked will give rise to an inference of injury; the absence of accurate wages earned will be remedied by the violated wage and hour law 3 itself ...

4 Id. at 1336-37. So, when an employer underpays employees, the employees are entitled to their 5 pay, as well as interest and attorney's fees. Id. at 1337 (citing Cal. Labor Code § 1194(a)). But in 6 such circumstances, the law "does not mandate that they also receive penalties for the wage 7 statements which accurately reflected their compensation under the rates at which they had 8 worked at the time." Id. 9 Here, Plaintiffs have not alleged something more than their wage-and-hour claim, so 10 Plaintiffs fail to plausibly plead injury stemming from failure to provide accurate wage statements. 11 And "[t]he injury requirement in section 226, subdivision (e), cannot be satisfied simply because 12 one of the nine itemized requirements in section 226, subdivision (a) is missing from a wage 13 statement." *Price v. Starbucks Corp.*, 192 Cal. App. 4th 1136, 1142, (2011) (citing *Jaimez v. 14 Daiohs USA, Inc.*, 181 Cal. App. 4th 1286, 1306 (2010)). 15 Plaintiffs contend they suffered an injury in that they were unable "to verify, solely from 16 information on the wage statements themselves, the accurate sick pay gross wages earned, ... the 17 corresponding number of hours accrued in sick pay ... and that they were paid correctly and in 18 full" and that this failure "come[s] at great expense to Plaintiffs and their counsel in terms of both 19 time and money." (Dkt. No. 110 ¶ 155.) But in *Price*, the court held this is precisely the kind of 20 injury that is insufficient to meet the requirements of § 226. *Price*, 192 Cal. App. 4th at 1142 21 (upholding demurrer to § 226 claim for failing to allege a cognizable injury when the plaintiff 22 alleged he was deprived of information that "'caused confusion and possible underpayment of 23 wages due,'" and "forced the putative class to attempt to reconstruct their time and pay records.")). 24 The claim also fails for the additional reason Plaintiffs fail to adequately allege underlying sick 25 pay claims. 26 Accordingly, this claim is DISMISSED as well. 27 6. Waiting Time Penalties (Eighth Claim) 1 upon termination. Plaintiffs allege certain Defendants willfully deprived three named Plaintiffs of 2 sick pay wages at the time of their departure. To adequately allege a § 203 claim, "Plaintiff[s] 3 must allege facts showing a willful refusal to pay wages after [their] termination." *Rubalcaba v. 4 R&L Carriers Shared Servs., L.L.C.*, No. 23-cv-06581-HSG, 2025 WL 722442, at *3 (N.D. Cal.

5 Mar. 6, 2025) (collecting cases). "Examples of such facts might include 'what wages were due, 6 when they were due, and when, if at all, they were paid, alongside allegations sufficient to show 7 Defendant's willful intent.'" Id. (quoting *Mauia v. Petrochem Insulation, Inc.*, No. 18-cv-01815- 8 MEJ, 2018 WL 3241049, at *10 (N.D. Cal. July 3, 2018) (internal citation omitted)). 9 But Plaintiffs have failed to plausibly allege they were entitled to sick pay wages during 10 their employment for the reasons stated above. As such, Plaintiffs' Eighth Cause of Action for 11 violations of California Labor Code §§ 201-203 is DISMISSED. 12 9. Untimely Payment of Wages During Employment (Ninth Claim) 13 California Labor Code § 204 requires employers pay wages twice a month. Section 210 14 provides a private right of action to enforce violations of

§ 204. Cal. Labor Code § 210. But 15 courts regularly hold the mere underpayment of wages is insufficient to support a § 204 claim. 16 See *Huynh v. Jabil Inc.*, No. 22-cv-07460-WHO, 2023 WL 1802417, at *4 (N.D. Cal. Feb. 7, 17 2023) (dismissing § 204 claim, citing “decisions of other judges in this District for the proposition 18 that a plaintiff cannot assert a section 204 claim based only on alleged ‘underpaid wages.’”) (citing 19 *Carter v. Jai-Put Enter. Inc.*, No. 18-cv-06313-DMR, 2020 WL 3545094, at *10 (N.D. Cal. June 20 30, 2020) (rejecting § 204 claim because “a violation of section 204 cannot be premised solely on 21 the claim that an employer underpaid wages”); *Frausto v. Bank of Am., Nat’l Ass’n*, No. 18-cv- 22 01983-MEJ, 2018 WL 3659251, at *10 (N.D. Cal. Aug. 2, 2018) (explaining § 204 “simply 23 regulates the timing of wage payments and does not provide for the payment of any particular type 24 of wages or create any substantive right to wages”)); *Scott v. Cintas Corp.*, No. 23-cv-05764-JSC, 25 2024 WL 1421277, at *5 (N.D. Cal. Apr. 2, 2024) (dismissing § 204 claim because the plaintiff 26 did not allege the defendant failed to timely pay wages, only that it underpaid his wages). 27 Plaintiffs allege Defendants underpaid their wages by failing to provide sick pay, so they 1 Period, Defendants maintain weekly regular paydays. However, Defendants willfully failed to 2 timely pay Plaintiffs and other similarly situated employees all sick pay wages due to them on a 3 weekly basis, in violation of Labor Code §204. In fact, Defendants failed to timely pay any sick 4 pay wages to Plaintiffs and other similarly situated employees.”.) 5 As such, Plaintiffs’ Ninth Cause of Action for violations of § 204 is DISMISSED. 6 10. Unlawful Business Practices (Tenth Claim) 7 Plaintiffs’ UCL claim is predicated on violations of Labor Code § 246, the municipal sick 8 law ordinances, violations of Labor Code §§ 201-204, and failing to pay Pandemic Appreciation 9 Pay. (Dkt. No. 88 ¶ 177.) As discussed previously, the Court dismisses all predicate claims 10 except the failure to pay the Pandemic Appreciation Pay in retaliation for sick pay complaints. 11 “The UCL provides only equitable remedies.” *Mish v. TForce Freight, Inc.*, 21-cv- 12 049094-EMC, 2021 WL 4592124, at *5 (N.D. Cal. Oct. 6, 2021) (citing *Nationwide Biweekly 13 Admin., Inc. v. Superior Ct.*, 9 Cal. 5th 279, 292 (2020)). Plaintiffs’ demand for pandemic pay is 14 not restitution, it is a legal claim; so the UCL does not provide such relief. And, Plaintiffs have 15 not alleged facts that support a plausible inference of standing to obtain injunctive relief on this 16 particular claim. 17 So, the Court DISMISSES Plaintiffs’ UCL claim. 18 11. Leave to Amend 19 “The court should freely give leave [to amend] when justice so requires.” Fed. R. Civ.

20 Proc. 15(a)(2). “However, the district court may exercise its discretion to deny leave to amend 21 due to ‘undue delay, bad faith or dilatory motive on part of the movant, repeated failure to cure 22 deficiencies by amendments previously allowed, undue prejudice to the opposing party ..., [and] 23 futility of amendment.’” *Carvalho v. Equifax Info. Servs., LLC*, 629 F.3d 876, 892 (9th Cir. 2010) 24 (quoting *Foman v. Davis*, 371 U.S. 178, 182 (1962)). 25 Defendants argue Plaintiffs should not be granted leave to amend because they have had 26 ample opportunity to state viable claims and failed to cure their pleading defects. (Dkt. No. 115 at 27 24-25.) Though Plaintiffs have filed four different complaints, the Court has only ruled on the 1 pleading defects with Plaintiffs,

to which Plaintiffs responded by stipulating to amendments, thus 2 saving the Court and parties from costly motion practice. (See Dkt. No. 73 at 3-4.) Finally, 3 Defendants have not demonstrated further amendments would be futile. Accordingly, where 4 Plaintiffs' claims are dismissed, they are DISMISSED WITH LEAVE TO AMEND. 5 12. Motion to Strike 6 The court may strike from a pleading an insufficient defense or any redundant, immaterial, 7 impertinent, or scandalous matter." Fed. R. Civ. P. 12(f). The Rule functions to "avoid the 8 expenditure of time and money that must arise from litigating spurious issues by dispensing with 9 those issues prior to trial." *Whittlestone, Inc. v. Handi-Craft Co.*, 618 F.3d 970, 973 (9th Cir. 10 2010) (citation omitted). "Motions to strike are generally disfavored" and "should only be granted 11 if the matter sought to be stricken clearly has no possible bearing on the subject matter of the 12 litigation." *Gutzalenko v. City of Richmond*, 723 F. Supp. 3d 748, 755 (N.D. Cal. 2024) (citations 13 omitted). Additionally, Federal Rule of Civil Procedure 23 permits a court to "require that the 14 pleadings be amended to eliminate allegations about representation of absent persons and that the 15 action proceed accordingly." However, courts in this District do not generally consider motions to 16 strike class allegations at the pleading stage. See *Fukaya v. Daiso California LLC*, 23-cv-00099-17 JSC, 2023 WL 3436092, at *4 (N.D. Cal. May 11, 2023); see also *In re Nexus 6P Prod. Liab.* 18 Litig., 293 F. Supp. 3d 888, 960-61 (N.D. Cal. 2018) ("Even courts that have been willing to 19 entertain such a motion early in the proceedings have applied a very strict standard to motions to 20 strike class allegations on the pleadings. Only if the court is convinced that any questions of law 21 are clear and not in dispute, and that under no set of circumstances could the claim or defense 22 succeed may the allegations be stricken.") (cleaned up). 23 Here, Defendants seek to strike only the class allegations for the Watchmen class as 24 overbroad and unascertainable. But Plaintiffs successfully plead a retaliation claim as to the 25 Watchmen Plaintiffs against PMA. And the parties here raise a dispute of law and fact as to 26 whether the claim may succeed as to any Watchmen who meet the class definition but who did not 27 themselves file Labor Commission complaints. These "arguments may be properly considered at 1 *T. K. v. Adobe Sys. Inc.*, No. 17-cv-04595-LHK, 2018 WL 1812200, at *13 (N.D. Cal. Apr. 17, 2 2018) ("[C]ourts in this district have similarly declined to address challenges to a putative class's 3 ability to satisfy Rule 23 at the pleading stage."); see also *In re Nexus 6P Prod. Liab. Litig.*, 293 F.

4 Supp. 3d at 960–61 (noting the high standard courts apply at the pleading stage for motions to 5 strike class allegations). 6 So, Defendants' motion to strike the Watchmen class allegations is DENIED.

7 CONCLUSION

8 For the reasons stated above, the Court rules as follows: 9 • Plaintiffs' PAGA claim for failure to pay sick leave is DISMISSED as to all 10 Defendants with leave to amend. 11 • Plaintiffs' municipal law claims are DISMISSED as to all Defendants with leave to 12 amend. 13 • Defendants' motion to dismiss Plaintiffs' unlawful retaliation claim under California 14 Labor Code §§ 1102.5, 98.6 and Los Angeles Municipal Code § 187.06, is GRANTED 15 as to all

Defendants except PMA. 16 • Plaintiffs' claim under California Labor Code § 226 for noncompliant wage statements 17 is DISMISSED as to all Defendants with leave to amend. 18 • Plaintiffs' claim under California Labor Code §§ 201-203 for untimely payment of 19 wages upon termination is DISMISSED as to all Defendants with leave to amend. 20 • Plaintiffs' claim under California Labor Code § 204 for untimely payment of wages is 21 DISMISSED as to all Defendants, with leave to amend, but only to the extent Plaintiffs 22 can allege an injury separate from the underpayment of wages. 23 • Plaintiff's UCL claim is DISMISSED as to all Defendants, with leave to amend. 24 • Defendants' motion to strike the Watchmen Class allegations is DENIED. 25 Plaintiffs must file any amended complaint no later than June 2, 2025. The amended 26 complaint may not include new claims or defendants; separate leave to amend must be sought and 27 granted before new claims or defendants can be added. 1 IT IS SO ORDERED. 2 Dated: May 2, 2025 3 4 ne

CQUYELINE SCOTT CORLEY

5 United States District Judge 6 7 8 9 10 11 12 13 15 16 17 Z 18 19 20 21 22 23 24 25 26 27 28