Miles E. Locker, CSB #103510 1 DIVISION OF LABOR STANDARDS ENFORCEMENT 2 Department of Industrial Relations State of California 455 Golden Gate Avenue, 9th Floor San Francisco, California 94102 Telephone: (415) 703-4863 4 (415) 703-4806 5 Attorney for State Labor Commissioner 6 7 8 BEFORE THE LABOR COMMISSIONER 9 STATE OF CALIFORNIA 10 JOYCE SALEH, guardian ad litem ) No. TAC 35-02 11 for ASHFORD KNEITEL, a minor, 12 Petitioner, 1.3 vs. 14 ALBERTA SELLERS and BYRON GARRETT, both ) DETERMINATION OF 15 individually and dba CMT TALENT AGENCY; CONTROVERSY GEORGIA TRIPLETT, an individual; COLOURS MODEL AND TALENT AGENCY, INC., 17 Respondents. 18 19 The above-captioned matter, a petition to determine 20 controversy under Labor Code §1700.44, came on regularly for hearing on January 14, 2003, in Los Angeles, California, before 21 22 the Labor Commissioner's undersigned hearing officer. Petitioner appeared in propria persona; none of the respondents appeared. 23 24 Based on the evidence presented at this hearing and on the other papers on file in this mater, the Labor Commissioner hereby 25

## FINDINGS OF FACT

1. CMT TALENT AGENCY (hereinafter "CMT") was most recently

adopts the following decision.

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- 2. COLOURS MODEL & TALENT MANAGEMENT AGENCY, INC., (hereinafter "COLOURS") was most recently licensed by the Labor Commissioner as a talent agency from June 9, 2000 to March 26, 2001. It was licensed as a corporation, and ALBERTA SELLERS and BYRON GARRETT were listed on the license application form as corporate officers, with a business address at 8344 % W. 3rd Street, Los Angeles, California.
- 3. By letter dated December 11, 2001 to Labor Commissioner attorney David Gurley, GEORGIA TRIPLETT stated that COLOURS ceased operations in September 2001 and that she had assumed all debts incurred by COLOURS prior to its closing.
- 4. On November 11, 2001, petitioner JOYCE SALEH, as guardian ad litem for her minor daughter, ASHFORD KNEITEL, executed a written "General Contract and Model Representation Agreement" with "COLOURS INTERNATIONAL MODEL AND TALENT AGENCY", the name that CMT was then using, under which she engaged the services of CMT as a talent agency for a period of one year, to negotiate contracts for the petitioner in the rendition of professional services as a model and in all other fields in the entertainment industry, for which CMT would be entitled to commissions.

  Petitioner was also asked to sign a "payment authorization request", authorizing COLOURS MODEL & TALENT MANAGEMENT AGENCY to accept checks which are payable from employers to the petitioner,

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so that the agency could bill employers directly for petitioner's modeling services, deposit checks received, and then forward amounts owed tom petitioner while retaining the commissions owed to the agency. Petitioner signed this authorization on or about November 27, 2001, and it was also signed by BYRON GARRETT on behalf of the agency.

- 5. In April 2002 petitioner received a telephone call from Nicole Connor, a CMT agent, informing petitioner about an acting or modeling job on a WB Television Network promotional commercial. ASHFORD KNEITEL performed acting or modeling work in connection with the filming of this commercial on April 13 and April 14, 2002, for which CMT (using an invoice bearing the name COLOURS MODEL & TALENT MANAGEMENT AGENCY) billed \$2,152.50 to WB Television Network for petitioner's services, plus an additional \$400 for CMT's commissions. WB paid the entire invoiced amount to CMT (or COLOURS) on or about June 19, 2002.
- 6. Starting in August 2002, Neil Kneitel, Ashford Kneitel's father, made various telephone calls to CMT, and to CMT's accountant, Philip Johnson, seeking payment of the amount owed to Ashford for her work on the WB commercial. First, Kneitel was told that "we are getting the check out". Next, he was told the "check must have been lost" but that "it is being processed". Finally, on December 5, 2002, Philip Johnson told Kneitel, "Since you have filed with the State, we have decided not to pay you." Petitioner still has not been paid any amount for the work she performed on this commercial.
- 7. This petition was filed on October 15, 2002, and served on CMT at its business address in Los Angeles on November 13,

2002. Notices of the hearing were sent to the parties on December 19, 2002.

## LEGAL ANALYSIS

- 1. Petitioner is an "artist" within the meaning of Labor Code section 1700.4(b). The Labor Commissioner has jurisdiction to issue this determination pursuant to Labor Code section 1700.44.
- 2. Labor Code section 1700.25 provides that a licensed talent agency that receives any payment of funds on behalf of an artist shall immediately deposit that amount in a trust fund account maintained by him or her in a bank, and shall disburse those funds, less the agent's commission, to the artist within 30 days after receipt. Section 1700.25 further provides that if, in a hearing before the Labor Commissioner on a petition to determine controversy, the Commissioner finds that the talent agency willfully failed to disburse these amounts within the required time, the Commissioner may award interest on the wrongfully withheld funds at the rate of 10% per annum.
- 3. Petitioner was entitled to payment of \$2,152.50 no later than July 19, 2002, thirty days after it was paid to CMT (or COLOURS). The failure to disburse this amount to petitioner was willful, therefore entitling the petitioner to interest on this amount at the rate of 10% per annum, commencing on July 19, 2002.
- 4. The parties who are liable for the amounts owed to petitioner include CMT TALENT AGENCY, a partnership, and its owners, ALBERTA SELLERS and BYRON GARRETT. These owners were also the corporate officers of COLOURS, and although COLOURS was no longer licensed by the Labor Commissioner, and allegedly out

of business by September 2001, the evidence reveals that SELLERS and GARRETT were continuing to operate COLOURS as an alter ego of CMT. Consequently, we conclude that COLOURS is jointly liable with CMT and SELLERS and GARRETT for the amounts owed. As to the remaining respondent, GEORGIA TRIPLETT, no evidence was presented that she had any involvement with CMT, or with COLOURS after December 2001, or that she had any involvement whatsoever with the petitioner. Consequently, we conclude that TRIPLETT is not liable for any amount owed to petitioner.

## ORDER

For the reasons set forth above, IT IS HEREBY ORDERED that:

- 1. Respondents CMT TALENT AGENCY, a partnership; ALBERTA SELLERS; BYRON GARRETT; and COLOURS MODEL & TALENT AGENCY, INC., are jointly and severally liable for \$2.152.50 owed to petitioner, plus interest in the amount of \$130.92, for a total of \$2,283.42. For each additional day after February 26, 2003 until payment is made, additional interest shall accrue at the rate of 59 cents per day;
- 2. The petition is dismissed as to respondent GEORGIA TRIPLETT.

Dated: 2/26/03

MILES E. LOCKER

Attorney for the Labor Commissioner

ADOPTED AS THE DETERMINATION OF THE LABOR COMMISSIONER:

Dated: 2/26/03

ARTHUR S. LUJAN State Labor Commissioner

TAC 35-02 Decision