DIVISION OF LABOR STANDARDS ENFORCEMENT 1 Department of Industrial Relations 2 THOMAS S. KERRIGAN, State Bar No. 36003 107 South Broadway, Room 5022 Los Angeles, California 90012 (213) 897-1511 4 5 BEFORE THE LABOR COMMISSIONER 6 STATE OF CALIFORNIA 7 8

HEATHER SUTHERLAND WILSON,

) CASE NO. TAC 13-96

CASE NO. TAC 14-96

Petitioner,

) DETERMINATIONS

vs.

ERIK J. RHULEN, and SIRENS MODEL

MANAGEMENT, 12

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vs. 17

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LORA-LYN PETERSON,

Petitioner,

Respondents.

ERIK J. RHULEN, and SIRENS MODEL MANAGEMENT,

Respondents.

The above-entitled controversies came on regularly for a consolidated hearing on September 19, 1996, Thomas S. Kerrigan presiding as Special Hearing Officer for and on behalf of the Labor Commissioner of the State of California. Petitioners appeared in propria persona. Trope and Trope appeared on behalf of respondents.

Evidence, both oral and documentary, having been introduced by the respective parties, and the matter having been duly submitted, the Labor

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Commissioner makes the following Determinations.

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## PRELIMINARY MOTIONS

Petitioners made motions at the beginning of the hearing to amend their petitions to include Femme Fatal, Inc. as a respondent. Respondents having conceded that this is the correct corporate name of the talent agency and that Sirens Model Management is merely a fictitious name, these motions were granted and the petitions were so amended.

In addition, respondents made a motion to strike Erik J. Rhulen from the petitions on the ground that he is not a talent agency within the meaning of section 1700.4 of the Labor Code and that he conducted his affairs through Femme Fatal, Inc., the corporation holding the license under the Talent Agency law. No evidence having been presented by petitioners to show why this respondent should be held personally liable, this motion is granted and Erik J. Rhulen is stricken from the petitions.

# FINDINGS OF FACT

- 1. Petitioners were and are artists within the meaning of the provisions of Labor Code Section 1700.4 (b)
- 2. Femme Fatal, Inc. was and is a licensee within the meaning of the provisions of Labor Code Section 1700.3 (b).
- 3. Femme Fatal, Inc. and Lora-Lyn Peterson entered into a one-year written contract on March 30, 1995, whereby said respondent was retained and appointed as Peterson's sole and exclusive agent regarding employment opportunities in the entertainment industry. The parties also entered into a letter agreement concerning employment with TV Azteca of Mexico, specifying a 20 percent commission, on October 13, 1995.
- 4. Femme Fatal, Inc. and Heather Sutherland Wilson entered into a similar letter agreement on October 13, 1995.
- 5. Neither of the two written agreements with Peterson nor the letter

- 6. Femme Fatal, Inc. secured employment for petitioners with TV Azteca in Mexico during the latter part of 1995. After traveling to Mexico to undertake that employment, both petitioners repeatedly complained to Femme Fatal, Inc. about the conditions of employment on location. Both petitioners became sick during that employment and Sutherland suffered a miscarriage shortly thereafter.
- 7. Petitioners visited the offices of Femme Fatal on several occasions and observed no posting of the agency's fee schedule as required by Section 1700.24 and no posting of the provisions of the Talent Agency law as required by Section 1700.28.

## CONCLUSIONS OF LAW

- 1. The written agreements between Femme Fatal, Inc. and petitioners are void and unenforceable because they fail to comply with the mandatory provisions of the Talent Agency law. <u>Buchwald v. Superior Court</u> (1967) 254 Cal. App. 3d 347, 351, 62 Cal. Rptr. 364.
- 21 2. Femme Fatal, Inc. violated Labor Code Section 1700.24 by failing and refusing to post its fee schedule in its offices.
  - 3. Femme Fatal, Inc. violated Labor Code Section 1700.28 by failing and refusing to post the provisions of the Talent Agency law in its offices.

#### OTHER ISSUES

Much of the evidence adduced at the hearing concerned the allegations of the petitioners that Femme Fatal, Inc. violated Labor Code Section 1700.33 by sending them to Mexico to work under conditions of exceedingly

long work days, missed meals, bad food and other adversities. reflects a certain amount of callousness on the part of the employees of Femme Fatal, Inc., and especially on the part of Mr. Rhulen. Mr. Rhulen testified at one point that, even though he vacationed in Mexico near the location of the work, he made no effort to ascertain whether there was any merit to petitioners' complaints, taking the position "that as long as they were not in the hospital, it was not a major concern." His omissions, however, though egregious in themselves, do not, standing alone, constitute a violation of Section 1700.33. Mr. Rhulen testified as well and without contradiction that he made early inquiries to certain agencies concerning the general reputability and safety of TV Azteca prior to sending these petitioners to Mexico. There is, more importantly, no evidence in the record that Mr. Rhulen or any of the other employees of Femme Fatal, Inc. had or could have had foreknowledge of the conditions that developed on location in that country. Accordingly, no violation of Section 1700.33 is found.

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Petitioners also complain that they were assured they would be paid overtime on this job. The record is in conflict on this point. Moreover, Mr. Rhulen testified that he tried to negotiate overtime for petitioners and failed. As a talent agent, Femme Fatal, Inc. was not an insurer of the wages of petitioners under the circumstances revealed in the record and cannot be held accountable for TV Azteca's failure to pay this additional compensation.

After the matter was submitted, Petitioner Sutherland moved to reopen the hearing with respect to allegedly newly discovered charges that Femme Fatal, Inc. had withheld additional monies from her, representing earnings from an advertisement campaign for Wanker Beer. In view of the ultimate decision reached in this case, however, it is unnecessary to consider that

evidence.

DATED:

#### **DETERMINATIONS**

- 1. All written or other agreements entered into between Femme Fatal,
  Inc. and petitioners are hereby declared null and void and unenforceable
  for all purposes.
- 2. Femme Fatal, Inc. is hereby ordered to render an accounting to Petitioner Peterson forthwith for all monies received which are directly or indirectly attributable to the sale or marketing of her artistic endeavors since May 30, 1995, and to pay all such sums to Petitioner Peterson by November 15, 1996.
- 3. Femme Fatal, Inc. is hereby ordered to render an accounting to Petitioner Wilson forthwith for all monies received which are directly or indirectly attributable to the sale or marketing of her artistic endeavors since October 13, 1995, and to pay all such sums to Petitioner Wilson by December 15, 1996.
- 4. Femme Fatal, Inc. is hereby ordered to post forthwith:
  - a. its schedule of fees; and
  - b. a printed copy of the Talent Agency law.

Such postings shall be in a conspicuous place at each of its business premises.

6. Femme Fatal, Inc. shall submit a verified report of compliance with these Determinations no later than December 20, 1996.

DATED: November 13, 1996

THOMAS S. KERRIGAN
Special Hearing Office

The above Determinations are adopted by the Labor Commissioner in their entirety.

ROBERTA MENDONCA

State Labor Commissioner