1 2 3 4 5 6	STATE OF CALIFORNIA DEPARTMENT OF INDUSTRIAL RELATIONS DIVISION OF LABOR STANDARDS ENFORCEMENT David L. Gurley, Esq. (194298) 300 Oceangate, Suite 850 Long Beach, California 90802-4339 Telephone No.: (562) 590-5461 Facsimile No.: (562) 499-6438 Attorney for the Labor Commissioner	
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8	BEFORE THE LABOR COMMISSIONER	
9	STATE OF CALIFORNIA	
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11	LISA RENEE CONTRERAS,	CASE NO.: TAC-52672
12	Petitioner,	DETERMINATION OF CONTROVERSY
13	VS.	DETERMINATION OF CONTROVERS
14	DODNEY CHECTED ALC THE TALENT	
15	RODNEY CHESTER dba TRIO TALENT AGENCY,	
16	Respondents.	
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19	I. INTRODUCTION	
20	The above-captioned petition was filed by Lisa Renee Contreras on March 23, 2017,	
21	amended on September 11, 2018, (hereinafter "Petitioner"), alleging RODNEY CHESTER dba	
22	TRIO TALENT AGENCY, (hereinafter "Respondent"), failed to pay Petitioner's wages for	
23	acting services earned in connection with Respondent's representation of Petitioner as her talent	
24	agent in violation of Labor Code Section1700.25(a) ¹ .	
25	The hearing was scheduled and commenced on October 24, 2019, in the Long Beach	
26	office of the Labor Commissioner. Petitioner represented herself. Respondent was properly	
27	¹ All statutory citations will refer to the California Labor Code unless otherwise indicated.	
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served with Petition. Respondent failed to answer the petition or appear at the hearing. Based upon the testimony and evidence presented at this hearing, the Labor Commissioner adopts the following Determination of Controversy.

II. FINDINGS OF FACT

- 1. Respondent operated as a California licensed talent agency under the name Rodney J. Chester dba Trio Talent Agency, license no. TA000212778. Respondent's license expired on December 28, 2016.
- 2. In 2015, Respondent agreed to represent Petitioner and procure her employment opportunities in the entertainment industry in exchange for 20% of Petitioner's earnings.
- 3. In 2016, Respondent procured Petitioner a commercial for advertiser, Tommy Cooper. The commercial was produced and filmed by advertising agency, Helio Collective LLC, (Helio) and was filmed over a three-day period from April 12 through April 14, 2016.
- 4. On Petitioner's behalf, Respondent negotiated a \$2,000.00 per day rate, for a total payment to Petitioner of \$6,000.00. In addition, the contract required Helio to pay a separate 20% fee of \$1,200.00 directly to the Respondent as an "agency fee" for a total payment by Helio of \$7,200.00.
- 5. The oral contract between the parties required Helio to pay the \$7,200.00 directly to Respondent. The parties agreed the Respondent would retain the \$1,200.00 "agency fee" and remit the \$6,000.00 back to the Petitioner within 30 days of receipt of funds as required by California law. Petitioner performed her contractual obligations as an actor. The commercial completed production on April 14, 2016 and the Petitioner awaited receipt of her earnings.
- 6. Petitioner did not receive the \$6,000.00 within 30 days. In or around July 2018, Petitioner directly asked the Respondent where her money was. The Respondent stated Helio had not paid him and therefore he could not pay the Petitioner. Respondent stated he would follow up with Helio and then advise the Petitioner as to the status of her unpaid earnings.
- 7. In August of 2016, Petitioner remained unpaid. Petitioner again demanded payment from the Respondent. Respondent again maintained Helio had not paid him but he

would send her some money while he investigated the situation. On September 16, 2016, Respondent sent Petitioner a \$500.00 check.

- 8. In December 2016, Petitioner remained unpaid. In response, she went to Respondent's office, confronted him and demanded payment. During this confrontation, Respondent acknowledged he had received the payment from Helio and admitted he spent the money. Respondent assured Petitioner he would pay her after the New Year. On December 28, 2016, Respondent sent Petitioner another \$500.00 check. Petitioner never received any additional funds from the Respondent after December 28, 2016.
- 9. On or around March 23, 2017, Petitioner filed a claim against the Respondent for her unpaid \$5,000.00 with the California Labor Commissioner's office.
- 10. While Petitioner's claim was pending, she reached out directly to Helio and inquired about Helio's payment to the Respondent. Helio sent Petitioner a copy of a cashed \$7,200.00 check paid to Trio Talent Agency. Respondent had cashed the check on July 5, 2016.
- 11. For five months, Respondent deceived the Petitioner with utter fabrications and blatant misrepresentations for his own financial gain. In deceiving Petitioner, who entrusted the Respondent as her representative, he breached his fiduciary responsibility owed to the Petitioner.

III. LEGAL ANALYSIS

- 12. Labor Code Section 1700.4(b) includes "actor" in the definition of "artist" Petitioner is therefore an "artist" within the meaning of Labor Code Section 1700.4(b).
- 13. Respondent was a licensed California talent agency during the relevant time period, conducting talent agency activities under License No. TA 000212778. Respondent's license expired on December 28, 2016.
- 14. Labor Code Section 1700.44 provides that "[i]n cases of controversy arising under this chapter, the parties involved shall refer matters in dispute to the Labor Commissioner, who shall hear and determine the same." Therefore, the Labor Commissioner has jurisdiction to hear and determine this matter.

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15. Labor Code Section 1700.40 states:

In the event that a talent agency shall collect from an a artist a fee or expenses for obtaining employment for the artist ..., and the artist shall fail to be paid for the employment, that agency shall, upon demand therefor, repay to the artist the fee and expenses so collected. Unless repayment thereof is made within 48 hours after demand thereof, the talent agency shall pay to the artist an additional sum equal to the amount of that fee.

Petitioner performed her contractual obligations and the Respondent collected a fee for those services within the meaning of Labor Code Section 1700.2(a)(3)². The Respondent failed to remit the fee to the artist (Petitioner) within 48 hours. Consequently, Petitioner is entitled to a penalty equal to the amount of monies improperly withheld.

16. Labor Code 1700.25 states in pertinent part:

(a) A licensee who 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 or other recognized depository. The funds, less the licensee's commission, shall be disbursed to the artist within 30 days after receipt.

Respondent failed to disburse Petitioner's earnings within 30 days of receipt and he is therefore in violation of Labor Code section 1700.25(a).

17. Labor Code section 1700.25(e) states,

If the Labor Commissioner finds, in proceedings under Section 1700.44, that the licensee's failure to disburse funds to an artist within the time required by subdivision (a) was a willful violation, the Labor Commissioner may, in addition to other relief under Section 1700.44, order the following:

(1) Award reasonable attorney's fees to the prevailing artist.

(2) Award interest to the prevailing artist on the funds wrongfully withheld at the rate of 10 percent per annum during the period of the violation.

Respondent's misrepresentations regarding the alleged nonpayment by Helio, violates Respondent's fiduciary duty toward the petitioner, and establishes a willful violation within the meaning of Labor Code section 1700.25(e). Therefore, the petitioner is entitled to interest on her award.

² Labor Code section 1700.2(a)(3) states, "fee means ... the difference between the amount of money received by any person who furnished employees ... for other entertainments, exhibitions, or performances, and the amount paid by him or her to the employee, performer, or entertainer.