# STATE OF CALIFORNIA DEPARTMENT OF INDUSTRIAL RELATIONS DIVISION OF LABOR STANDARDS ENFORCEMENT

## CERTIFICATION OF SERVICE BY MAIL (C.C.P. 1013A) OR CERTIFIED MAIL

I, <u>Carrie Williams</u> , do hereby certify that I am a of <u>San Francisco</u> , over 18 years of age, not a pa	resident of or employed in the County
employed at and my business address is:	, and the same of
LABOR COMMISSIONER, STATE 455 Golden Gate Ave 10th San Francisco, CA 9 Tel: (415)703-5300 Fax: (4	floor East 4102
I am readily familiar with the business practice of my place of correspondence for mailing with the United States Postal S and processed is deposited with the United States Postal Serv of business.	Service. Correspondence so collected
On August 2, 2012 at my place of business, a	a copy of the following document(s):
	Award
was(were) placed for deposit in the United States Positirst class mail , with postage ful NOTICE TO: UBER Technologies, Inc.  Jesse Lucas, Finance Manager  800 Market St., 7th Floor San Francisco, CA 94102	tal Service in a scaled envelope, by ly prepaid, addressed to:
and that envelope was placed for collection and mailing business practices.	ng on that date following ordinary
I certify under penalty of perjury that the foregoin	ig is true and correct.
Executed on:August 2, 2012 atSa	n Francisco, California
STATE CASE NUMBER: 11-42020 CT	Carrie Williams
	Carrie Williams
E 544/DEF. #1 (3/06) CERTIFICATION OF MAILING	L.C. 98

LABOR COMMISSION Department of Industria Division of Labor Standa 455 Golden Gate Ave 1 San Francisco, CA 9411 Tel: (415)703-5300 Fax	ords Enforcement Oth floor East 12	For Court Use Only:	<u>.</u>
Plaimiff: Rashid Alatragehi	atragchi	and the state of t	
		Court Number	
Defendant: UBER Tec	elmologies, Inc., Delaware corporat	ion	
State Case Number 11 - 42020 CT	ORDER, DECISION OR AW	ARD OF THE LABOR CO	OMMISSIONER
1. The above-entitled matter DATE; July 19, 201	came on for hearing before the Labor Cot  CONTIN	numissioner of the State of Californ	via us follows:
	Gate Ave 10th floor East, San F		
2. ITIS ORDERED THAT	Plaintiff take nothing by virtue	rancisco, UA s of his/hor complaint	
	or wages (with lawful deductions)	or morner companie.	
	or liquidated damages pursuant to Labor C	lode Section 1194.2	
- >-	Reimbursable business expenses		
	or interest pursuant to Labor Code Section	Set 08 1/a) 1104 2 and an 2002/b	•
ACTION CONTROL OF THE	or additional wages accrued pursuant to La	• • • •	
\$ 0.00	and that same shall not be subject to payro	oll or other deductions.	,
S	or penalties pursuant to Labor Code Section	on 203.1 which <i>shall not be subjec</i>	to payroll or other deduction
\$0	ther (specify):		
	OTAL AMOUNT OF AWARD		
. The herein Order, Decis	sion or Award is based upon the Finding	s of Fact, Legal Analysis and Co	nelusions attached bereto and
corporated horein by refere . The parties herein are no	mee. utified and advised that this Order, Decision	on or Award of the Labor Commis	sioner shall become final and
nforceable as a judgment in an (10) days of service of the elivery and is effective upon popeal period shall be extend f. Civil Procedure Section munediately upon tiling an appeal is filed by a corporation must be reproceed to 98.2(c) provides that etermine the costs and reason 98.2(c) provides that etermine the costs and reason filing the appeal. An electronic the Labor Commisse employer shall provide woode Section 98.2(b) also recovered to the Labor Commisse employer shall provide woode Section 98.2(b) also recovered address within 10 days appear of SF - Limited Civil Joo McAllister, Room 103	an court of law unless either or both particulars document. Service of this document in mailing or at the time of personal delivited by five (5) days. For parties served or 1013). In case of appeal, the necessary ppeal with the appropriate court, serve a cion, a non-lawyer agent of the corporation esented in any subsequent trial by an attor if the party seeking review by filing an aromable attorney's fees incurred by the other mployee is successful if the court awards a Labor Code Section 98.2(b) requires the sioner, the employer shall first post a bon written notice to the other parties and the quires the undertaking contain other special ioner, you are required to notify the Labor coria.	es exercise their right to appeal to can be accomplished either by fory. If service on the parties is mutside of California, the period of filing fee must be paid by the accepy of the appeal request upon the may file the Notice of Appeal wheney, licensed to practice in the Stappeal to the court is unsuccessful or party to the appeal and assess so an amount greater than zero, at as a condition to filing an apped or undertaking with the court in Labor Commissioner of the postific conditions for distribution under	the appropriate court* within irst class mail or by personal adde by mail, the ten (10) day extension is longer (See Code appellant and appellant must, e Labor Commissioner. If any with the appropriate court, but all of California. Labor Code in such appeal, the court shall ach amount as a cost upon the ceal of an Order, Decision or the amount of the ODA; and ag of the undertaking. Labor or the bond. While this claim of changes in your business or TE OF CALIFORNIA
an Francisco, Ca. 94102		Kegina Pagalilawan	HEARING OFFICER
ATED: August 1, 201	2		

DLSE 535 (Rev. 1/12)

### BEFORE THE LABOR COMMISSIONER OF THE STATE OF CALIFORNIA

RASHID ALATRAQCHI,	<b>)</b>
Plaintiff,	) CASE NO. 11-42020 CT )
UBER TECHNOLOGIES, INC., a Delaware corporation,	ORDER DECISION OR AWARD OF THE LABOR COMMISSIONER )
Defendant	t, )

#### BACKGROUND

Plaintiff filed an initial claim with the Labor Commissioner's office on January 17, 2012. The complaint alleges Plaintiff is owed the following:

- 1. Commission wages the period December 29, 2011 to January 8, 2012, in the total amount of \$1,420.00;
- 2. Claiming four adjustments per invoice on January 8, 2012, in the amount of \$80.00 and four adjustments per invoices #1, #16 and #12, in the amount of \$33.60;
- 3. Reimbursement for Iphone deposit in the amount of \$300.00; and
- 4. Penalties pursuant to Labor Code §§ 201 and 203 at the daily rate of \$200.00.

A hearing was conducted in San Francisco, California, on July 19, 2012, before the undersigned hearing officer designated by the Labor Commissioner to hear this matter. Plaintiff appeared in pro per. Jesse Lucas appeared for Defendant.

Due consideration having been given to the testimony, documentary evidence, and arguments presented, the Labor Commissioner hereby adopts the following Order, Decision or Award.

#### **FINDINGS OF FACT**

Plaintiff contracted with Defendant Uber Technologies, Inc., a Delaware corporation, under the terms of a written agreement, to provide limousine services to third parties from December 29, 2011 to January 12, 2012. Plaintiff agreed to Defendant's "Partner/Driver Terms and Conditions" when he downloaded the application on his lphone. Plaintiff acknowledged that Defendant was not a transportation carrier but merely provided the software which connects limousine drivers with parties seeking transportation services. Plaintiff agreed to receive 80% of the charge and Defendant takes the remaining 20%. Plaintiff is a licensed limousine operator and also worked with other companies. Defendant had no control on Plaintiff's working hours. Expenses such as gasoline costs and maintenance of the vehicle were paid by Plaintiff.

Plaintiff claimed that Defendant failed to pay his commissions in the total amount of \$1,420.00 from December 29, 2011 to January 8, 2012. Plaintiff also claimed that there were invoice adjustments in the total amount of \$113.60 in January 2012. Plaintiff had not presented any contemporaneous documents that would substantiate his contentions. Defendant's representative, Jesse Lucas, provided Plaintiff's Driver Detail record which showed Plaintiff's trips from December 30, 2011 to January 9, 2012 and Plaintiff had received payment in the amount of \$3,009.60 on January 19, 2012. Defendant also added the reimbursement of \$300.00 in that check for Iphone deposit.

#### LEGAL ANALYSIS

Defendant contends Plaintiff is an independent contractor. In determining whether an individual providing service to another is an employee or an independent contractor, there is no single determinative factor. Prior to 1970, the principle test was whether the person to whom the service was rendered had the right to control the manner and means of accomplishing the result desired. S.G. Borello & Sons, Inc. v. Dept. of Industrial Relations (1989) brought a departure from the focus on control over the work details. The court identified the following additional factors that must be considered:

- Whether the person performing services is engaged in an occupation or business distinct from that of the principal
- U Whether the work is a part of the regular business of the principal
- Whether the principal or the worker supplies the instrumentalities, tools, and the place for the person doing the work
- The alleged employee's investment in the equipment or materials required by the task
- □ The skill required in the particular occupation
- The kind of occupation, with reference to whether, in the locality, the work usually is done under the direction of the principal or by a specialist without supervision
- The alleged employee's opportunity for profit or loss depending on his managerial skill
- u The length of time for which the services are to be performed
- The degree of permanence of the working relationship
- ☐ The method of payment, whether by time or by the job
- Whether the parties believe they are creating an employer-employee relationship

California courts have established a series of definitive tests for determining whether one is an employee or an independent contractor. Even if the parties expressly agree in writing that an independent contractor relationship exists, under the tests, the one performing services may still be considered an employee.

In the instant matter, Defendant's business was engaged in technology and not in the transportation industry. The services Plaintiff provided were not part of the business operated by Defendant, and the evidence did indicate that Plaintiff provided similar services for others during the time of his employment with Defendant. The work arrangement was paid at a perjob rate. Plaintiff provided the means to complete the job. Plaintiff set his own hours, and controlled the manner in which he completed the job. Defendant did not supervise or direct his work and only paid him when Plaintiff invoiced Defendant. Based on the testimonies and evidence presented, Plaintiff performed services as an independent contractor of Defendant, and not as a bona fide employee.

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The Labor Commissioner lacks jurisdiction over disputes arising from bona fide independent contractor, rather than employment, relationships. Plaintiff's claim, therefore, is dismissed for lack of jurisdiction on the part of the Labor Commissioner.

#### **CONCLUSION**

For all of the reasons set forth above, IT IS HEREBY ORDERED that Plaintiff take nothing by virtue of his complaint.

Dated: <u>August 1, 2012</u>

 Regina C. Pagalilauan, Hearing Officer