## **CPA**

## Practice **Advisor**

Hello. It looks like you're using an ad blocker that may prevent our website from working properly. To receive the best experience possible, please make sure any blockers are switched off and refresh the page.

If you have any questions or need help you can email us

Corp., more than \$7 million for not paying employee wages and bouncing payroll checks.

Mar. 18, 2013

California labor officials have fined a Southern California hospital chain, Pacific Health Corp., more than \$7 million for not paying employee wages and bouncing payroll checks.

The company operates the Los Angeles Metropolitan Medical Center, Tustin Hospital, Newport Specialty Hospital, Bellflower Medical Center and Anaheim General Hospital.

All of the locations were cited except the Newport Beach facility.

"Employers have an obligation to pay workers the wages they've earned," said Christine Baker, director of the California Department of Industrial Relations. "Forcing employees to wait for payment or depriving them of promised benefits are illegal acts and cause unacceptable hardship."

Calls for comment to Pacific Health's corporate office were not answered or returned.

The company was fined \$524,300 for late payments and payments with checks from accounts with insufficient funds. An additional \$6.5 million in penalties was for failing to provide complete and accurate itemized wage statements to workers.

State Labor Commissioner Julie A. Su said her staff began an investigation of Pacific Health in September when an anonymous caller said Bellflower Medical Center had been bouncing checks. The labor commissioner's office received similar complaints last month. A subsequent probe revealed that the employer was deducting premiums

for benefits from employees' paychecks but not passing the funds along to insurance

Hello. It looks like you're using an ad blocker that may prevent our website from working properly. To receive the best experience possible, please make sure any blockers are switched off and refresh the page.

If you have any questions or need help you can email us

The government charged the company with paying recruiters to deliver homeless Medicare or Medi-Cal patients by ambulance from skid row in Los Angeles to the hospitals for medical treatment that often was unneeded.

Los Angeles Doctors Hospital Inc., a Pacific Health subsidiary, agreed to plead guilty to a federal conspiracy charge related to the kickbacks, according to the U.S. attorney's office in Los Angeles.

Copyright 2013 – Los Angeles Times

Firm Management • Payroll • Payroll Taxes • Taxes

CPA Practice Advisor is registered with the National Association of State Boards of Accountancy (NASBA) as a sponsor of continuing professional education on the National Registry of CPE Sponsors.

© 2024 Firmworks, LLC. All rights reserved