

# LEGAL HOTSPOTS

The Essentials Every Hotelier Should Know Meet the Money 2019

## Hotel Unions Looking for New Organizing Tools

Marta M. Fernandez, JMBM

- UNITE HERE continues to look for new and creative ways to expand its membership
- Neutrality Agreements Imposing all-encompassing "Labor Peace" requirements through friends in government
- Expanding accretion and successorship clauses with long-arm reach
- Local Ordinances to entice workers and threaten hospitality industry employers: Living Wage, Panic Buttons, Housekeeping Quotas
- Joint Employer status between Owner/Management/Franchise



## New NLRB Rules Ripe for Union Organizing

Marta M. Fernandez, JMBM

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# Boeing Company Ruling makes basic seemingly neutral work rules unlawful as interfering with employees' right to organize

- Prohibiting use of confidential company information such as salaries and payroll information: unlawful
- Prohibiting the sharing of employee handbook with 3<sup>rd</sup> parties: **unlawful**
- Prohibiting use of company computers to disseminate information that is not in support of company objectives: unlawful
- Prohibiting access to premises on off hours: unlawful

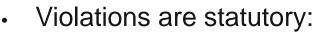


## **Easy Save: Room Rate Posting Violations**

Mark S. Adams, JMBM

#### **Key Points:**

- California (and most other states) requires that a statement of the room rate or range of room rates be posted
- In California, Civil Code §1863 requires both the rate and the code section to be posted:
  - By "every keeper of a hotel, inn, boardinghouse, or lodginghouse"
  - In "a conspicuous place in the office or public room" and
  - In "every bedroom"
- Cannot charge more than the posted rate



- \$100, or
- 3 times the amount of the sum charged in excess of what he is entitled to, whichever is greater
- Guest must give notice within 30 days of charge
- Class Actions:
  - Plaintiff's trolls are looking for violations
  - They seek to form a class of all revenue received by the hotel within the 30 day notice period
  - Attorneys' fees



## **California Consumer Privacy Act of 2018**

Robert E. Braun, JMBM

#### **Key Points:**

- Authorizes enforcement actions by the California Attorney General
- Authorizes private rights of action if data is compromised, with statutory damages
- You probably need to comply with CCPA even if you're not subject to it

#### Consumer Rights:

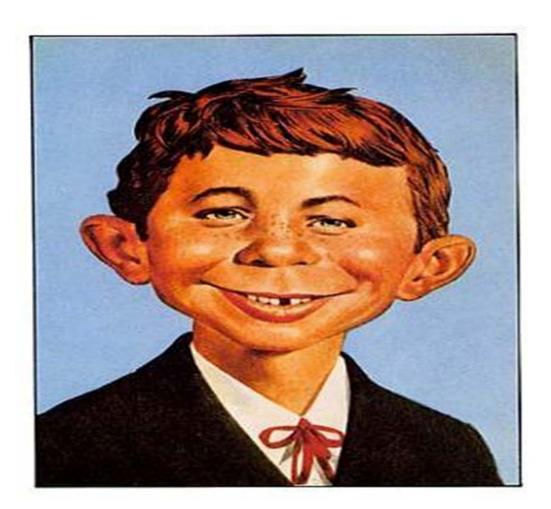
- 1. The right to know what personal information is being collected, what it is being used for, whether it is being disclosed or sold
- 2. The right to "Opt-Out" of allowing a business to sell their personal information
- 3. The right to have a business delete their personal information



#### Title III of the Americans with Disabilities Act: What Places of Lodging Need to Know

Martin H. Orlick, JMBM

What – me worry? Alfred E. Neuman Mad Magazine





#### Title III of the Americans with Disabilities Act: What Places of Lodging Need to Know

Martin H. Orlick, JMBM

Over <u>26,000</u> ADA lawsuits have been filed in the U.S. Federal Courts since 2000

- ADA Litigation hotspots: California, Florida, Pennsylvania, New Jersey, and Texas account for more than 80% of all lawsuits
- Over 11,000 cases in California federal courts
- Private, serial, hotel litigant has earned approximately <u>\$2.8 million in</u>
  <u>damages</u>, tax-free by filing hundreds of complaints over several years, often many in a single day

There is currently ADA litigation focused on websites, in two distinct categories:

- Access to websites & mobile applications by the visually impaired
- Information & reservations systems provided by places of lodging
- Many plaintiffs file these lawsuits without ever visiting the hotel property, from the comfort of their own couch



#### Title III of the Americans with Disabilities Act: What Places of Lodging Need to Know

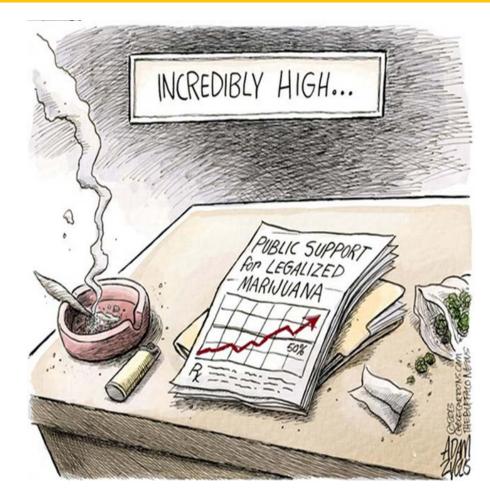
Martin H. Orlick, JMBM

#### **Accessibility Litigation**

- 28 CFR § 36.302(e)(1) requires places of lodging to:
  - 1. Ensure individuals with mobility disabilities can reserve accessible guest rooms during the same hours and the **same manner** as individuals who do not need accessible rooms
  - 2. Identify and **describe accessible features** in the hotel and guest rooms on their systems of reservation
  - 3. Ensure accessible guest rooms are **held** for use by individuals with disabilities, and are the **last** of the specific room type rented
  - 4. Hard block accessible rooms, and
  - 5. Guarantee that accessible guest rooms reserved are held for reserving customer



Seena Max Samimi, JMBM



#### **Contents: Top 3 Things to Know**

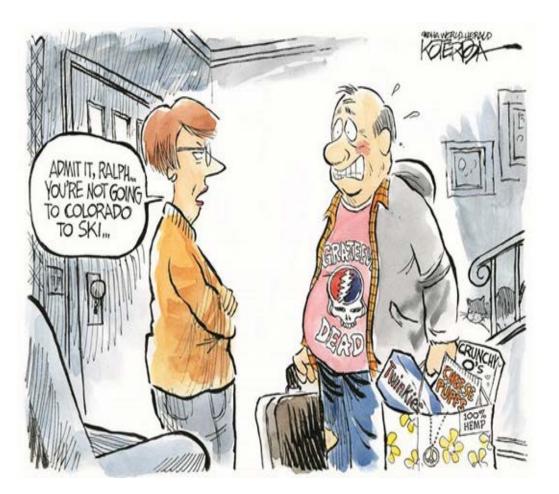
- 1. What is Marijuana Tourism?
- 2. Know How Government Regulations Work:
  - a. Federal
  - b. State
  - c. Local
- 3. Specific Things To Be Aware Of in the Industry



Seena Max Samimi, JMBM

#### Marijuana Tourism

- 1. **Demographics**: Cannabis will attract a certain demographic *(maybe not who you think)*, but may repel others
- 2. Boutique vs. Chain: A branded property that allows the use of marijuana may cost their sister hotels business from more conservative guests





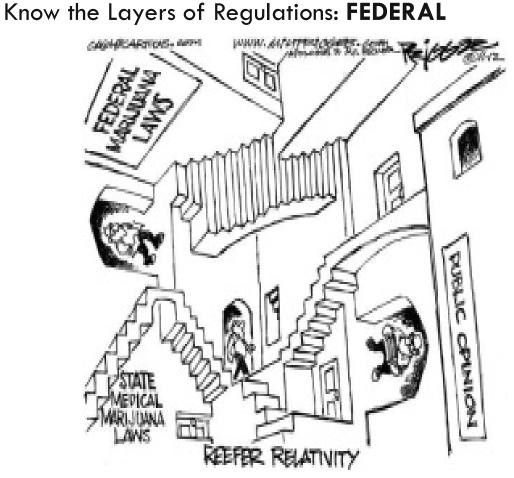
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#### Marijuana Tourism





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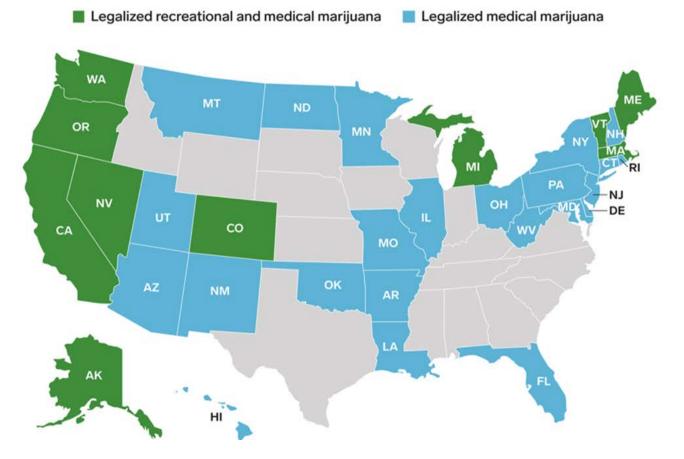


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#### Know the Layers of Regulations: **STATE**

#### States where marijuana is legal

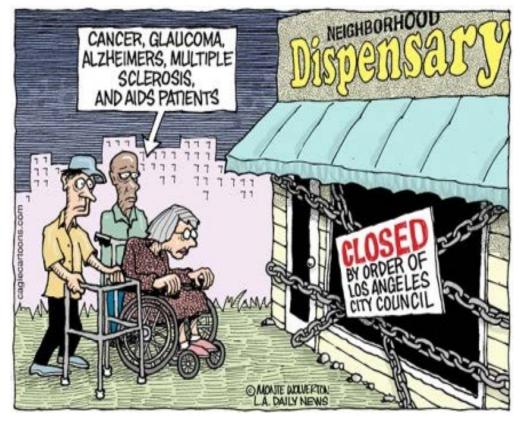




Seena Max Samimi, JMBM

#### Know the Layers of Regulations: LOCAL

Practically speaking, local regulations are the most important & relevant for your business







Seena Max Samimi, JMBM

**Cannabis-Specific things to be aware of:** 

- 1. **Specific Rules:** Even cannabis-friendly hotels often have strict rules about where you can use (no rooms, rooftop only, balconies only, etc.)
- 2. Ancillary Costs: Insurance premiums, compliance/permitting, cleaning/odor problems, liabilities
- 3. **Insurance Issues:** Something to triple-check and see the effects on coverage
- 4. Money Issues: How to take payment from cannabis lessees; banking effects
- 5. **CBD:** Some hotels are offering CBD spa treatments & CBD infused drinks
- 6. Cannabis vs. Alcohol: Cannot sell both on the same premises





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