FILED
SUPERIOR COURT OF CALIFORNIA
COUNTY OF SAN BERNARDINO
DISTRICT
SAN BERNARDINO DISTRICT AUG 3 0 2023

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## SUPERIOR COURT OF THE STATE OF CALIFORNIA FOR THE COUNTY OF SAN BERNARDINO

ANGEL GARCIA, individually, and on behalf of other members of the public similarly situated;

Plaintiff,

VS.

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INVESTMENTS, INC. dba J&B MATERIALS, INC., a California corporation; PACIFIC GYPSUM SUPPLY, INC., a Georgia Corporation; GYPSUM MANAGEMENT AND SUPPLY, INC., a Georgia Corporation; and DOES 1 through 25, inclusive.

Defendants.

Case No. CIVSB2208601

Honorable Joseph T. Ortiz Department 17

[PROPOSED] **FINAL ORDER** APPROVING CLASS ACTION AND PAGA SETTLEMENT AND JUDGMENT

Date: August 16, 2023

Time: 1:30 p.m. Dept.: 17

[PROPOSED] FINAL ORDER APPROVING CLASS ACTION AND PAGA SETTLEMENT AND JUDGMENT

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[PROPOSED] FINAL ORDER APPROVING CLASS ACTION AND PAGA SETTLEMENT AND JUDGMENT

Plaintiffs Angel Garcia, Christian Melendez, Jack Mahan, Athena Neri, and Eduardo Lopez Lopez's (collectively, "Plaintiffs") Motion for Final Approval of Class Action and PAGA Settlement came before this Court on **August 16, 2023** at **1:30 p.m.** in Department 17 of the above-captioned Court located at 247 West 3rd Street, San Bernardino, California 92415.

Having received and considered the Joint Stipulation and Settlement Agreement of Class Action and Representative Action Claims ("Settlement Agreement" or "Settlement"), Plaintiffs' Motion for Final Approval of Class Action and PAGA Settlement and Motion for Approval of Attorneys' Fees and Costs, Administration Costs, and Incentive Awards, the supporting papers filed by the Parties, the Declarations of Jonathan M. Genish, Jordan S. Esensten, Ian M. Silvers, Antonia McKee, Angel Garcia, Christian Melendez, Jack Mahan, Athena Neri, Eduardo Lopez Lopez, and Kaylie O'Connor on behalf of CPT Group, Inc., and the evidence and argument received by the Court in conjunction with the Amended Unopposed Motion for Preliminary Approval of Class Action, Representative Action and Collective Action Settlement and documents thereto, the Court grants final approval of the Settlement and HEREBY ORDERS AND MAKES THE FOLLOWING DETERMINATION:

- 1. This Court has jurisdiction over the subject matter of the above-captioned action and over Plaintiffs and Defendants J&B Investments, Inc. d/b/a J&B Materials, Inc., Pacific Gypsum Supply, Inc., and Gypsum Management and Supply, Inc. (collectively, "Defendants") (collectively, with Plaintiffs, the "Parties"), including all members of the Class.
- 2. The Court finds that the Class, defined as "All current and former non-exempt, hourly-paid employees of Defendants employed in California at any time during the Class Period," is properly certified as a class for settlement purposes only. The "Class Period" is defined as April 5, 2014 through April 18, 2023.
- 3. The Court appoints Plaintiffs Angel Garcia, Christian Melendez, Jack Mahan, Athena Neri, and Eduardo Lopez Lopez as the Class Representatives for settlement purposes only.
- 4. The Court appoints Jonathan M. Genish of Blackstone Law, APC, Jordan S. Esensten of Esensten Law, Ian Silvers of Bisnar | Chase, and Joseph Lavi of Lavi & Ebrahimian, LLP as Class Counsel for settlement purposes only.

- 5. The Notice of Pendency of Class Action ("Notice") provided to the Class conforms with the requirements of California Code of Civil Procedure section 382, California Civil Code section 1781, California Rules of Court 3.766 and 3.769, the California and United States Constitutions, and any other applicable law, and constitutes the best notice practicable under the circumstances, by providing individual notice to all Class Members who could be identified through reasonable effort, and by providing due and adequate notice of the proceedings and of the matters set forth therein to the other Class Members. The Notice fully satisfied the requirements of due process.
- 6. The Court finds the Settlement was entered into in good faith, that the Settlement is fair, reasonable, and adequate, and that the Settlement satisfies the standards and applicable requirements for final approval of this class action settlement under California law, including the provisions of California Code of Civil Procedure section 382 and California Rules of Court, Rule 3.769.
- 7. The Settlement Agreement is not an admission by Defendants, or by any other Released Party, nor is this Order a finding of the validity of any allegations or of any wrongdoing by Defendants or any other Released Party. Neither this Order, the Settlement, nor any document referred to herein, nor any action taken to carry out the Settlement, may be construed as, or may be used as, an admission of any fault, wrongdoing, omission, concession, or liability whatsoever by or against Defendants or any of the other Released Parties.
  - 8. No Settlement Class Members have objected to the terms of the Settlement.
- 9. Upon entry of this Order, compensation to the Settlement Class Members and PAGA Employees as those terms are defined in the Settlement Agreement shall be paid pursuant to the terms of the Settlement.
- 10. In addition to any recovery that Plaintiffs may receive under the Settlement, and in recognition of the Plaintiffs' efforts on behalf of the Class, the Court hereby approves the payments from the Gross Settlement Amount of Incentive Awards to Plaintiffs in the amounts of \$7,500.00 to Plaintiff Christian Melendez and \$5,000.00 each (total, \$20,000.00) to Plaintiffs Athena Neri, Jack Mahan, Angel Garcia, and Eduardo Lopez Lopez.

11. The Court approves the payment from the Gross Settlement Amount of attorneys' fees to Class Counsel in the sum of \$583,333.33 (one-third of the Gross Settlement Amount), which shall be divided amongst Class Counsel pursuant to the Joint Prosecution Agreement.

- 12. The Court approves the payment from the Gross Settlement Amount of reimbursement of actual litigation expenses to Class Counsel in the sum of \$84,633.60, which shall be divided amongst Class Counsel pursuant to the Joint Prosecution Agreement.
- 13. The attorneys' fees and reimbursement of litigation costs and expenses to Class Counsel are reasonable amounts. The reasonableness of the fee award is determined based on a reasonable percentage of the common fund obtained for the Class. Awarding fees on a percentage basis encourages efficient litigation practices and reflects the actual benefit obtained for the Class.
- 14. The Court approves and orders payment from the Gross Settlement Amount in the amount of \$11,500.00 to CPT Group, Inc. for performance of settlement administration services.
- 15. The Court approves and orders payment in the amount of \$150,000.00 to the Labor Workforce and Development Agency as 75% of the payment allocated toward PAGA penalties.
- 16. The Parties are ordered to give notice of the judgment to all Class Members in accordance with California Rules of Court, rule 3.771(b).
- 17. Funds from any settlement checks remaining uncashed after one hundred and eighty (180) days will be distributed pursuant to the Code of Civil Procedure section 384, to the Controller of the State of California to be held pursuant to the Unclaimed Property Law, California Civil Code § 1500 et seq., for the benefit of those Settlement Class Members and PAGA Employees who did not cash their checks until such time that they claim their property.
- 18. The "Released Parties" are defined as J&B Investments, Inc. d/b/a J&B Materials, Inc., Pacific Gypsum Supply, Inc., and Gypsum Management and Supply, Inc., and any of their past, present and future direct or indirect parents, subsidiaries, predecessors, successors and affiliates, as well as each of their past, present and future officers, directors, employees, partners, members, shareholders and agents, attorneys, insurers, reinsurers and any individual or entity which could be jointly liable with Defendants.

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19. Upon the date the Settlement is funded, the Settlement Class Members and Plaintiffs release all claims pleaded in the Operative Complaint and which could have been alleged based upon the facts, allegations and/or claims pleaded in the Operative Complaint against the Released Parties for work performed during the Class Period.

## The "Class Released Claims" include:

- a. The claims set forth in the Operative Complaint, specifically, (1) failure to pay and/or accurately calculate minimum, regular, overtime, double time, prevailing and vacation wages (Violations of Labor Code §§ 227.3, 510, 1194, 1194.2, 1197, 1197.1, 1198, 1770); (2) failure to provide meal periods or pay premiums in lieu thereof (Violations of Labor Code §§ 512, 226.7, and the applicable Wage Orders); (3) failure to provide rest periods or pay premiums in lieu thereof (Violation of Labor Code § 226.7 and the applicable Wage Order); (4) failure to reimburse and indemnify expenses (Violation of Labor Code §§ 2800 and 2802); (5) failure to timely pay wages during and upon termination of employment (Violation of Labor Code §§ 201-204); (6) failure to furnish and/or keep timely and accurate wage statements and employment records (Violation of Labor Code §§ 226, 1174, 1174.5); violation of California Unfair Competition Law (Violation of Business & Professions Code § 17200 et seq.); (8) Violation of the California Private Attorneys General Act of 2004 (Labor Code § 2698 et seq.); (9) violation of the Fair Labor Standards Act (29 U.S.C. § 201 et seq.);
- b. Any claims predicated on the same or similar facts and/or claims alleged in the Operative Complaint and/or PAGA letter or amended PAGA letter sent to the LWDA by Plaintiffs during the pendency or prior to the Actions and incorporated therein, as well as any claims that could have been pled which arise from the facts alleged in the Operative Complaint concerning Plaintiffs or the Class Members, including any claims for unpaid wages (including minimum, regular, vacation, prevailing and overtime wages), unlawful rounding of employee time punches, untimely wage payments both during and at the end of employment, noncompliant meal periods, noncompliant rest periods, noncompliant wage statements, failure to reimburse and indemnify business expenses, failure to correctly calculate the regular rate of pay, and claims for interest, penalties (including, but not limited to, waiting time penalties), or premiums in connection therewith, as well as any claims under the California Labor Code and California Industrial Welfare Commission Wage Orders that were alleged or which could have been alleged under the facts, allegations and/or claims pleaded in the Operative Complaint;
- c. Any claims for injunctive relief, declaratory relief, restitution, fraudulent business practices or punitive damages alleged or which could have been alleged under the facts, allegations and/or claims pleaded in the Operative Complaint;
- d. In addition, to the extent required by law, the cashing of the settlement check by the Settlement Class Member shall be deemed to be an opt-in for purposes of releasing Released Parties from any claims under the Fair Labor Standards Act ("FLSA") that were alleged or could have been alleged under the facts, allegations and/or claims pleaded in the Operative Complaint consistent with *Rangel v. PLS Check Cashers of Cal., Inc.*, 899 F.3d 1106,

1110-11 (9th Cir. 2018) (holding opt-out release of California state law claims was *res judicata* against FLSA claims "which were direct federal law counterparts to the state law claims settled").

- 20. Upon the date the Settlement is funded, Plaintiffs and the PAGA Employees hereby do and shall be deemed to have fully, finally, and forever released, settled, compromised, relinquished and discharged any and all of the Released Parties of and from any and all claims for violation of the California Private Attorneys General Act of 2004 (Labor Code § 2698 et seq.), ("PAGA claims") as alleged in the Operative Complaint, which includes those alleged in the PAGA letter(s) sent to the LWDA by Plaintiffs that arose at any time during the PAGA Period. The PAGA Employees will be issued a check for their share of the PAGA Payment and will not have the opportunity to opt out of, or object to, the PAGA Payment and release of the PAGA Claims.
- 21. This Court shall retain jurisdiction with respect to all matters related to the administration and consummation of the Settlement, and any and all claims, asserted in, arising out of, or related to the subject matter of the lawsuit, including but not limited to all matters related to the Settlement and the determination of all controversies relating thereto.

22. A non-appearance	ease review te Comphance of Distribution is set for
5/24/24 at_	in Department 7 of this Courthouse located at
247 West 3rd Street, San Bernardin	no, California 92415. The Settlement Administrator shall file a final
Settlement. No pearon	indicating that the disbursements were made pursuant to the
IT IS SO ORDERED.	

Dated: 8/30/23

Honorable Joseph T. Ortiz

Judge of the Superior Court