COURT APPROVED NOTICE OF CLASS ACTION SETTLEMENT AND HEARING DATE FOR FINAL COURT APPROVAL

DiMalanta, et al. v. North Plaza Restaurant Partners LLC, et al., Case No. BC695657

The Superior Court for the State of California authorized this Notice. Read it carefully! It's not junk mail, spam, an advertisement, or solicitation by a lawyer. You are not being sued.

You may be eligible to receive money from an employee class action lawsuit ("Action") against North Plaza Restaurant Partners LLC ("NPRP") and Celestino Drago Enterprises, Inc. ("CDE") for alleged wage and hour violations. The Action was filed by former NPRP employee Kimberly DiMalanta ("DiMalanta") and former CDE Employee Alma Cruz ("Cruz"). DiMalanta and Cruz ("Plaintiffs") seek payment of (1) back wages, (2) statutory penalties, and (3) expense reimbursements for a class of non-exempt employees ("Class Members") who worked for NPRP or CDE ("Defendants") during the Class Period (February 28, 2014 to January 3, 2024).

The proposed Settlement is a Class Settlement requiring Defendants to fund Individual Class Payments.

Based on Defendants' records, and the Parties' current assumptions, your Individual Class Payment is estimated to be <<estAmount>> (less withholding). The actual amount you may receive likely will be different and will depend on a number of factors.

The above estimates are based on Defendants' records showing that **you worked** <**Workweeks>> workweeks** during the Class Period. If you believe that you worked more workweeks during this period, you can submit a challenge by the deadline date. See Section 4 of this Notice.

The Court has already preliminarily approved the proposed Settlement and approved this Notice. The Court has not yet decided whether to grant final approval. Your legal rights are affected whether you act or not act. Read this Notice carefully. You will be deemed to have carefully read and understood it. At the Final Approval Hearing, the Court will decide whether to finally approve the Settlement and how much of the Settlement will be paid to Plaintiffs and Plaintiffs' attorneys ("Class Counsel"). The Court will also decide whether to enter a judgment that requires Defendants to make payments under the Settlement and requires Class Members and Aggrieved Employees to give up their rights to assert certain claims against Defendants.

If you worked for Defendants during the Class Period, you have two basic options under the Settlement:

- (1) Do Nothing. You don't have to do anything to participate in the proposed Settlement and be eligible for an Individual Class Payment. As a Participating Class Member, though, you will give up your right to assert Class Period wage claims against Defendants.
- (2) Opt-Out of the Class Settlement. You can exclude yourself from the Class Settlement (opt-out) by submitting the written Request for Exclusion or otherwise notifying the Administrator in writing. If you opt-out of the Settlement, you will not receive an Individual Class Payment. You will, however, preserve your right to personally pursue Class Period wage claims against Defendants.

Defendants will not retaliate against you for any actions you take with respect to the proposed Settlement.

SUMMARY OF YOUR LEGAL RIGHTS AND OPTIONS IN THIS SETTLEMENT

You Don't Have to Do	If you do nothing, you will be a Participating Class Member, eligible for an Individual Class
Anything to Participate	Payment. In exchange, you will give up your right to assert the wage claims against
in the Settlement	Defendants that are covered by this Settlement ("Released Claims).

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You Can Opt-out of the	If you don't want to fully participate in the proposed Settlement, you can opt-out of the Class
Class Settlement	Settlement by sending the Administrator a written Request for Exclusion. Once excluded,
	you will be a Non-Participating Class Member and no longer eligible for an Individual Class
The Opt-out Deadline is	Payment. Non-Participating Class Members cannot object to any portion of the proposed
April 30, 2024	Settlement. See Section 6 of this Notice.
Participating Class	All Class Members who do not opt-out ("Participating Class Members") can object to any
Members Can Object to	aspect of the proposed Settlement. The Court's decision whether to finally approve the
the Class Settlement	Settlement will include a determination of how much will be paid to Class Counsel and
	Plaintiffs who pursued the Action on behalf of the Class. You are not personally responsible
Written Objections Must	for any payments to Class Counsel or Plaintiffs, but every dollar paid to Class Counsel and
be Submitted by April 30,	Plaintiffs reduces the overall amount paid to Participating Class Members. You can object to
2024	the amounts requested by Class Counsel or Plaintiffs if you think they are unreasonable. See
	Section 7 of this Notice.
You Can Participate in	The Court's Final Approval Hearing is scheduled to take place on July 10, 2024 at 8:30 a.m.
the July 10, 2024 Final	You don't have to attend but you do have the right to appear (or hire an attorney to appear on
Approval Hearing	your behalf at your own cost), in person, by telephone or by using the Court's virtual
	appearance platform. Participating Class Members can verbally object to the Settlement at
	the Final Approval Hearing. See Section 8 of this Notice.
You Can Challenge the	The amount of your Individual Class Payment depends on how many workweeks you worked
Calculation of Your	at least one day during the Class Period. The number Class Period Workweeks you worked
Workweeks	according to Defendants' records is stated on the first page of this Notice. If you disagree with
	this number, you must challenge it by April 30, 2024. See Section 4 of this Notice.
Written Challenges Must	
be Submitted by April	
30, 2024	

1. WHAT IS THE ACTION ABOUT?

Plaintiff DiMalanta is a former NPRP employee and Plaintiff Cruz is a former CDE employee. The Action alleges that Defendants violated California labor laws by failing to pay minimum wage, overtime wages, wages due upon termination, and reimbursable expenses, and failing to provide meal periods, rest breaks and accurate itemized wage statements. Plaintiffs are represented by attorneys in the Action: Matern Law Group, PC ("Class Counsel").

Defendants strongly deny violating any laws or failing to pay any wages and contend they complied with all applicable laws.

2. WHAT DOES IT MEAN THAT THE ACTION HAS SETTLED?

So far, the Court has made no determination whether Defendants or Plaintiffs are correct on the merits. In the meantime, Plaintiffs and Defendants hired an experienced, neutral mediator in an effort to resolve the Action by negotiating to end the case by agreement (settle the case) rather than continuing the expensive and time-consuming process of litigation. The negotiations were successful. By signing a lengthy written settlement agreement ("Agreement") and agreeing to jointly ask the Court to enter a judgment ending the Action and enforcing the Agreement, Plaintiffs and Defendants have negotiated a proposed Settlement that is subject to the Court's Final Approval. Both sides agree the proposed Settlement is a fair, reasonable and adequate compromise of disputed claims. By agreeing to settle, Defendants do not admit any violations or concede the merit of any claims.

Plaintiffs and Class Counsel strongly believe the Settlement is a good deal for you because they believe that: (1) Defendants have agreed to pay a fair, reasonable and adequate amount considering the strength of the claims and the risks and uncertainties of continued litigation; and (2) Settlement is in the best interests of the Class Members. The Court preliminarily approved the proposed Settlement as fair, reasonable and adequate, authorized this Notice, and scheduled a hearing to determine Final Approval.

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3. WHAT ARE THE IMPORTANT TERMS OF THE PROPOSED SETTLEMENT?

- <u>Defendants Will Pay \$645,000 as the Gross Settlement Amount (Gross Settlement)</u>. Defendants have agreed to deposit the Gross Settlement into an account controlled by the Administrator of the Settlement. The Administrator will use the Gross Settlement to pay the Individual Class Payments, Class Representative Service Payments, Class Counsel's attorney's fees and expenses, and the Administrator's expenses. Assuming the Court grants Final Approval, Defendants will begin to fund the Gross Settlement with a \$356,250 payment not more than 10 days after the Judgment entered by the Court becomes final and will continue to make additional monthly installment payments of \$8,250 for the next 35 months until the Gross Settlement Amount is fully funded. The Judgment will be final on the date the Court enters Judgment, or a later date if Participating Class Members object to the proposed Settlement or the Judgment is appealed.
- 2. <u>Court Approved Deductions from Gross Settlement.</u> At the Final Approval Hearing, Plaintiffs and/or Class Counsel will ask the Court to approve the following deductions from the Gross Settlement, the amounts of which will be decided by the Court at the Final Approval Hearing:
 - A. Up to \$215,000 (33 1/3% of the Gross Settlement) to Class Counsel for attorneys' fees and up to \$70,000 for their litigation expenses. To date, Class Counsel have worked and incurred expenses on the Action without payment.
 - B. Up to \$15,000 total as Class Representative Awards to Plaintiffs (\$7,500 each) for filing the Action, working with Class Counsel and representing the Class. A Class Representative Award will be the only monies Plaintiffs will receive other than Plaintiffs' Individual Class Payment.
 - C. Up to \$11,500.00 to the Administrator for services administering the Settlement.
 - D. An estimated amount of \$10,238.45 as employer payroll taxes.

Participating Class Members have the right to object to any of these deductions. The Court will consider all objections.

- 3. <u>Net Settlement Distributed to Class Members</u>. After making the above deductions in amounts approved by the Court, the Administrator will distribute the rest of the Gross Settlement (the "Net Settlement") by making Individual Class Payments to Participating Class Members based on their Class Period Workweeks.
- 4. <u>Taxes Owed on Payments to Class Members.</u> Plaintiffs and Defendants are asking the Court to approve an allocation of 20% of each Individual Class Payment to taxable wages ("Wage Portion") and 80% to penalties and interest ("Non-Wage Portion.). The Wage Portion is subject to withholdings and will be reported on IRS W-2 Forms. The Administrator will report the Non-Wage Portions of the Individual Class Payments on IRS 1099 Forms.

Although Plaintiffs and Defendants have agreed to these allocations, neither side is giving you any advice on whether your Payments are taxable or how much you might owe in taxes. You are responsible for paying all taxes (including penalties and interest on back taxes) on any Payments received from the proposed Settlement. You should consult a tax advisor if you have any questions about the tax consequences of the proposed Settlement.

5. <u>Need to Promptly Cash Payment Checks.</u> The front of every check issued for Individual Class Payments will show the date when the check expires (the void date). If you don't cash it by the void date, your check will be automatically cancelled, and the monies will be deposited with the California Controller's Unclaimed Property Fund in your name.

If the monies represented by your check is sent to the Controller's Unclaimed Property, you should consult the rules of the Fund for instructions on how to retrieve your money.

6. <u>Requests for Exclusion from the Class Settlement (Opt-Outs).</u> You will be treated as a Participating Class Member, participating fully in the Class Settlement, unless you notify the Administrator in writing, not later than April 30,

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2024, that you wish to opt-out. The easiest way to notify the Administrator is to send a written and signed Request for Exclusion by the April 30, 2024 Response Deadline. The Request for Exclusion should be a letter from a Class Member or his/her representative setting forth a Class Member's name, present address, telephone number, and a simple statement electing to be excluded from the Settlement. Excluded Class Members (i.e., Non-Participating Class Members) will not receive Individual Class Payments, but will preserve their rights to personally pursue wage and hour claims against Defendants.

- 7. <u>The Proposed Settlement Will be Void if the Court Denies Final Approval.</u> It is possible the Court will decline to grant Final Approval of the Settlement or decline enter a Judgment. It is also possible the Court will enter a Judgment that is reversed on appeal. Plaintiffs and Defendants have agreed that, in either case, the Settlement will be void: Defendants will not pay any money and Class Members will not release any claims against Defendants.
- 8. <u>Administrator</u>. The Court has appointed a neutral company, CPT Group, Inc. (the "Administrator") to send this Notice, calculate and make payments, and process Class Members' Requests for Exclusion. The Administrator will also decide Class Member Challenges over Workweeks, mail and re-mail settlement checks and tax forms, and perform other tasks necessary to administer the Settlement. The Administrator's contact information is contained in Section 9 of this Notice.
- 9. <u>Participating Class Members' Release.</u> After the Judgment is final and Defendants have fully funded the Gross Settlement, Participating Class Members will be legally barred from asserting any of the claims released under the Settlement. This means that unless you opted out by validly excluding yourself from the Class Settlement, you cannot sue, continue to sue, or be part of any other lawsuit against Defendants or related entities or individuals for wages based on the Class Period facts, as alleged in the Action and resolved by this Settlement.

The Participating Class Members will be bound by the following release:

All Participating Class Members, on behalf of themselves and their respective former and present representatives, agents, attorneys, heirs, administrators, successors, and assigns, release Released Parties from all claims that were alleged, or reasonably could have been alleged, based on the Class Period facts stated in the Operative Complaint and ascertained in the course of the Action including, but not limited to any claims for: (i) failure to provide meal periods; (ii) failure to provide rest periods; (iii) failure to pay overtime wages; (iv) failure to pay minimum wages; (v) failure to pay all wages due to discharged and quitting employees; (vi) failure to maintain required records; (vii) failure to furnish accurate itemized wage statements; (viii) failure to indemnify employees for necessary expenditures incurred in discharge of duties; (ix) unfair and unlawful business practices and all other alleged violations of the California Business and Professions Code section 17200, *et seq.*; (x) injunctive relief; (xi) liquidated damages; (xii) statutory penalties; (xiii) interest; (xiv) fees, including fees under California Code of Civil Procedure section 1021.5; and (xv) costs. Participating Class Members do not release any other claims, including claims for vested benefits, wrongful termination, violation of the Fair Employment and Housing Act, unemployment insurance, disability, social security, workers' compensation, or claims based on facts occurring outside the Class Period.

4. HOW WILL THE ADMINISTRATOR CALCULATE MY PAYMENT?

- 1. <u>Individual Class Payments.</u> The Administrator will calculate Individual Class Payments by (a) dividing the Net Settlement Amount by the total number of Workweeks worked by all Participating Class Members, and (b) multiplying the result by the number of Workweeks worked by each individual Participating Class Member.
- 2. <u>Workweek Challenges</u>. The number of Class Workweeks you worked during the Class Period, as recorded in Defendants' records, are stated in the first page of this Notice. You have until April 30, 2024 to challenge the number of Workweeks. You can submit your challenge by signing and sending a letter to the Administrator via mail, email or fax. Section 9 of this Notice has the Administrator's contact information.
- 3. You need to support your challenge by sending copies of pay stubs or other records. The Administrator will accept Defendants' calculation of Workweeks based on Defendants' records as accurate unless you send copies of records

containing contrary information. You should send copies rather than originals because the documents will not be returned to you. The Administrator will resolve Workweek challenges based on your submission and on input from Class Counsel (who will advocate on behalf of Participating Class Members) and Defendants' Counsel. The Administrator's decision is final. You can't appeal or otherwise challenge its final decision.

5. HOW WILL I GET PAID?

<u>Participating Class Members</u>. The Administrator will send, by U.S. mail, a single check to every Participating Class Member (i.e., every Class Member who doesn't opt-out).

Your check will be sent to the same address as this Notice. If you change your address, be sure to notify the Administrator as soon as possible. Section 9 of this Notice has the Administrator's contact information.

6. HOW DO I OPT OUT OF THE CLASS SETTLEMENT?

Submit a written and signed letter with your name, present address, telephone number, and a simple statement that you do not want to participate in the Settlement. The Administrator will exclude you based on any writing communicating your request be excluded. Be sure to personally sign your request, identify the Action as "DiMalanta v. North Plaza Restaurant Partners LLC, Case No. BC695657," and include your identifying information (full name, address, telephone number, approximate dates of employment, and social security number for verification purposes). You must make the request yourself. If someone else makes the request for you, it will not be valid. **The Administrator must be sent your request to be excluded by April 30, 2024, or it will be invalid.** Section 9 of the Notice has the Administrator's contact information.

7. HOW DO I OBJECT TO THE SETTLEMENT?

Only Participating Class Members have the right to object to the Settlement. Before deciding whether to object, you may wish to see what Plaintiffs and Defendants are asking the Court to approve. At least 16 days before the July 10, 2024 Final Approval Hearing, Class Counsel and/or Plaintiffs will file in Court (1) a Motion for Final Approval that includes, among other things, the reasons why the proposed Settlement is fair, and (2) a Motion for Fees, Litigation Expenses and Service Award stating (i) the amount Class Counsel is requesting for attorneys' fees and litigation expenses; and (ii) the amount Plaintiffs are requesting as a Class Representative Service Award. Upon reasonable request, Class Counsel (whose contact information is in Section 9 of this Notice) will send you copies of these documents at no cost to you. You can also view them on the Administrator's Website at www.cptgroupcaseinfo.com/NorthPlazaSettlement or the Court's website at http://www.lacourt.org/casesummary/ui/index.aspx.

A Participating Class Member who disagrees with any aspect of the Agreement, the Motion for Final Approval and/or Motion for Fees, Litigation Expenses and Service Award may wish to object, for example, that the proposed Settlement is unfair, or that the amounts requested by Class Counsel or Plaintiffs are too high or too low. **The deadline for sending written objections to the Administrator is April 30, 2024.** Be sure to tell the Administrator what you object to, why you object, and any facts that support your objection. Make sure you identify the Action "DiMalanta v. North Plaza Restaurant Partners LLC, Case No. BC695657," and include your name, current address, telephone number, and approximate dates of employment for NPRP or CDE and sign the objection. Section 9 of this Notice has the Administrator's contact information.

Alternatively, a Participating Class Member can object (or personally retain a lawyer to object at your own cost) by attending the Final Approval Hearing. You (or your attorney) should be ready to tell the Court what you object to, why you object, and any facts that support your objection. See Section 8 of this Notice (immediately below) for specifics regarding the Final Approval Hearing.

8. CAN I ATTEND THE FINAL APPROVAL HEARING?

You can, but don't have to, attend the Final Approval Hearing on July 10, 2024 at 8:30 a.m. in Department 9 of the Los Angeles Superior Court, located at 312 North Spring Street, Los Angeles, CA 90012. At the Hearing, the judge will decide whether to grant Final Approval of the Settlement and how much of the Gross Settlement will be paid to Class Counsel, Plaintiff, and the Administrator. The Court will invite comment from objectors, Class Counsel and Defense Counsel before

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making a decision. You can attend (or hire a lawyer to attend) either personally or virtually via LACourtConnect (<u>https://www.lacourt.org/lacc/</u>). Check the Court's website for the most current information.

It's possible the Court will reschedule the Final Approval Hearing. You should check the Administrator's website www.cptgroupcaseinfo.com/NorthPlazaSettlement beforehand or contact Class Counsel to verify the date and time of the Final Approval Hearing.

9. HOW CAN I GET MORE INFORMATION?

The Agreement sets forth everything Defendants and Plaintiffs have promised to do under the proposed Settlement. The easiest way to read the Agreement, the Judgment or any other Settlement documents is to go to the Administrator's website at www.cptgroupcaseinfo.com/NorthPlazaSettlement. You can also telephone or send an email to Class Counsel or the Administrator using the contact information listed below, or consult the Superior Court website by going to (<u>http://www.lacourt.org/casesummary/ui/index.aspx</u>) and entering the Case Number for the Action, Case No. BC695657. You can also make an appointment to personally review court documents in the Clerk's Office at the Stanley Mosk Courthouse by calling (213) 830-0800.

DO NOT TELEPHONE THE SUPERIOR COURT TO OBTAIN INFORMATION ABOUT THE SETTLEMENT.

<u>Class Counsel</u> :	
Name of Attorney:	Mikael H. Stahle, Irina A. Kirnosova
Email Address:	mstahle@maternlawgroup.com, ikirnosova@maternlawgroup.com
Name of Firm:	Matern Law Group, PC
Mailing Address:	1230 Rosecrans Avenue, Suite 200
	Manhattan Beach, California 90266
Telephone:	(310) 531-1900
Settlement Administrat	<u>or</u> :
Name of Company:	CPT Group, Inc.
Email Address:	NorthPlazaSettlement@cptgroup.com
Mailing Address:	50 Corporate Park, Irvine, CA 92606
Tel. / Fax:	1-(888) 529-0460 / 1-949-419-3446
Website:	www.cptgroupcaseinfo.com/NorthPlazaSettlement
Defendants' Counsel:	
Name of Attorney:	Michael D. Thomas, Eric J. Gitig
Email Address:	Michael.Thomas@jacksonlewis.com, Eric.Gitig@jacksonlewis.com
Name of Firm:	Jackson Lewis PC
Mailing Address:	725 South Figueroa Street, Suite 2500
	Los Angeles, California 90017
Telephone:	(213) 689-0404

10. WHAT IF I LOSE MY SETTLEMENT CHECK?

If you lose or misplace your settlement check before cashing it, the Administrator will replace it as long as you request a replacement before the void date on the face of the original check. If your check is already void you should consult the Unclaimed Property Fund for instructions on how to retrieve the funds.

11. WHAT IF I CHANGE MY ADDRESS?

To receive your check, you should immediately notify the Administrator if you move or otherwise change your mailing address.