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1	FILED KERN COUNTY SUPERIOR COURT 11/03/2023			
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8	SUPERIOR COURT OF THE STATE OF CALIFORNIA FOR THE COUNTY OF KERN			
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10	TRAVONN HALEY, on behalf of himself and others similarly situated,	Case No.: BCV-19-101679 [Consolidated with Case Nos. BCV-19-100374 and BCV-20- 100609]		
11	Plaintiff,	-		
12	v.	Assigned for All Purposes to: Honorable David Zulfa		
13	JOHASEE REBAR, LP, a Delaware limited liability company; and DOES 1 through 50,	Division J		
14	inclusive;	CLASS ACTION		
15 16	Defendants.	[PROPOSED] ORDER OF FINAL APPROVAL AND JUDGMENT		
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18	RAFAEL MARTINEZ, individually, and on behalf of other members of the general public similarly situated;	Hearing Date: Hearing Time: Hearing Place:	November 3, 2023 8:30 a.m. Division J	
19		_	Neverther 10, 2019	
20	Plaintiff,	Trial Date:	November 19, 2018 None Set	
21	v.			
22	LMS REINFORCING STEEL, an unknown entity; and DOES 2 through 100, inclusive;			
23	Defendants.			
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	[PROPOSED] ORDER OF FINAL APPROVAL AND JUDGMENT			

The Court, having read the papers filed regarding Plaintiff Travonn Haley and Rafael Martinez's ("Plaintiffs") Motion for Final Approval of Class Action Settlement, Attorneys' Fees and Costs, and Class Representative Enhancement Payments, and after considering the papers submitted in support of the motion, including the Joint Stipulation of Class Action and PAGA Settlement and Release ("Settlement Agreement," "Settlement," or "Agreement"), hereby FINDS AND ORDERS as follows:

Plaintiffs and Defendant LMS Reinforcing Steel ("Defendant") entered a Settlement Agreement on or about March 24, 2023 to settle this lawsuit.

The Court entered an Order dated June 21, 2023, preliminarily approving the settlement of this lawsuit ("Preliminary Approval Order"), consistent with the Code of Civil Procedure section 382 and California Rule of Court 3.769, ordering notice to be sent to Class Members, scheduling a Final Approval Hearing, and providing Class Members with an opportunity to object, request exclusion, or submit a Claim Form.

1. <u>Incorporation of Other Documents</u>. This Order of Final Approval and Judgment ("Order and Judgment") incorporates the Agreement. Unless otherwise provided, all capitalized terms in this Order and Judgment shall have the same meaning as set forth in the Agreement.

2. <u>Jurisdiction</u>. Because adequate notice was disseminated, and all Class Members were given the opportunity to request exclusion, the Court has personal jurisdiction over the Class Members' claims. The Court has subject matter jurisdiction over this matter, including jurisdiction to approve the settlement and grant final certification.

21 3. The Court finds the Class satisfies all applicable Final Class Certification. 22 requirements of Code of Civil Procedure section 382, California Rule of Court 3.769, and due 23 process. The Court certifies a Class consisting of all current and former hourly, non-exempt 24 employees of Defendant in the State of California at any time from May 1, 2016 to June 21, 2023 ("Class," "Class Members," and "Class Period"). There are two hundred ninety-six (296) Class 25 Members who submitted timely and valid Claim Forms for participation in the Class Action 26 27 Settlement ("Claimants") who will receive their share of the Net Settlement Amount.

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[PROPOSED] ORDER OF FINAL APPROVAL AND JUDGMENT

4. <u>Adequacy of Representation</u>. As Class Counsel (composed of Justice Law Corporation and David Yeremian & Associates, Inc.) have fully and adequately represented the Class for purposes of entering and implementing the Settlement and have satisfied the requirements of Code of Civil Procedure section 382.

5. <u>Notice Packet</u>. The Court finds the Notice of Class Action Settlement and Claim Form (collectively, the "Notice Packet") and its distribution to Class Members have been implemented pursuant to the Settlement Agreement and this Court's Preliminary Approval Order. The Court also finds the Notice Packet:

- a. constitutes notice reasonably calculated, under the circumstances, to apprise Class Members of: (i) pendency of this lawsuit; (ii) material terms and provisions of the Settlement and their rights under the Settlement; (iii) their right to object to any aspect of the Settlement; (iv) their right to exclude themselves from the Settlement; (v) their right to claim a settlement payment by submitting a Claim Form; (vi) their right to appear at the Final Approval Hearing; and (vii) binding effect of the orders and judgment, whether favorable or unfavorable, on Class Members who do not opt out of the Settlement by submitting timely and valid Requests for Exclusion ("Settlement Class Members");
 - b. constitutes notice fully satisfying the requirements of Code of Civil Procedure section 382, Rule of Court 3.769, and due process;

c. constitutes notice reasonable, adequate, and sufficient to the Class; and

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d. constitutes the best practicable notice to Class Members.

6. <u>Final Settlement Approval</u>. The terms and provisions of the Settlement were entered in good faith and are the product of arm's-length negotiations by experienced counsel who have done a meaningful investigation of the claims in the dispute. The Settlement and all its terms and provisions are fully and finally approved as fair, reasonable, and adequate and in the best interests of the Parties. The Parties are hereby directed to implement the Settlement according to its terms and provisions.

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[PROPOSED].ORDER OF FINAL APPROVAL AND JUDGMENT

7. <u>Binding Effect</u>. The terms and provisions of Agreement and this Order and Judgment are binding on the Settlement Class Members, as well as their heirs, executors and administrators, successors, and assigns. In addition, those terms shall have res judicata and other preclusive effect in all pending and future claims, lawsuits, or other proceedings maintained by or on behalf of any such persons to the extent those claims, lawsuits, or other proceedings involve matters that were or could have been raised in this matter and are encompassed by the Released Claims and Private Attorneys General Act of 2004 ("PAGA") Released Claims. The Agreement will have no binding effect upon, and provide no res judicata preclusion to, Class Members who opted out.

8. <u>Enforcement of Settlement</u>. Nothing in this Order and Judgment shall preclude any action to enforce the terms and provisions of the Settlement Agreement.

9. <u>Release of Claims by All Settlement Class Members</u>. Upon the Effective Date and upon fully funding the Total Settlement Payment, in exchange for the consideration set forth in the Settlement, Plaintiffs and Settlement Class Members (whether or not they submitted timely and valid Claim Forms), will be deemed to have and by operation of the Final Approval Order and Judgment, will expressly have fully, finally, and forever released, settled, compromised, relinquished, and discharged all of the Released Parties of all Released Claims for any period of time during the Released Claims Period to the fullest extent permitted by law.

a. <u>PAGA Released Claims Released by All PAGA Aggrieved Employees</u>. Upon the Effective Date and upon fully funding the Total Settlement Payment, in exchange for the consideration set forth in the Settlement, Plaintiffs and all PAGA Aggrieved Employees, regardless of whether or not they have submitted valid and timely Requests for Exclusion, will be deemed to have and by operation of the Final Approval Order and Judgment, will expressly have fully, finally, and forever released, settled, compromised, relinquished, and discharged all of the Released Parties of all PAGA Released Claims for any period of time during the Released PAGA Period to the fullest extent permitted by law.

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[PROPOSED] ORDER OF FINAL APPROVAL AND JUDGMENT

b. <u>General Release by Class Representatives</u>. As a condition of the class action Settlement, in consideration for the consideration set forth in the Settlement, as of the Effective Date, Plaintiffs, as the Class Representatives, for themselves and their heirs, successors, and assigns provide a general release to the Released Parties. Moreover, as of the Effective Date, Plaintiffs expressly waive and relinquishes any and all rights or benefits that they may have under the provisions of section 1542 of the Civil Code.

c. <u>Released Parties</u>. The Released Parties include Defendant, and its former, present, and future parent companies, subsidiaries, and affiliates, and their current, former and future, direct or indirect, officers, directors, employees, partners, members, managers, representatives, attorneys, insurers, administrators, shareholders and agents, and the predecessors and successors, assigns, and legal representatives of all such entities and individuals, as well as any entities or individuals with whom Defendant shared a Joint Employer relationship or who might otherwise be jointly liable with Defendant for any of the Released Claims or PAGA Released Claims.

10. <u>Class Representative Enhancement Payments</u>. The Court finds the Class Representative Enhancement Payments of \$10,000, to be paid out of the Maximum Settlement Amount by Defendant to each Plaintiff (totaling \$20,000), to be reasonable and appropriate. The Class Representative Enhancement Payments are to be paid pursuant to the terms and provisions of the Settlement Agreement.

a. The rationale for making enhancement payments is that the class representatives should be compensated for the expense and risk incurred in conferring a benefit on other class members. Such enhancement payments are appropriate if they are necessary to induce individuals to participate in the suit. Criteria courts may consider include the: (1) risk in commencing this suit; (2) notoriety and personal difficulties encountered; (3) amount of time and effort spent; (4) duration of the litigation; and (5) personal benefit (or lack thereof) enjoyed.

b. The Court reviewed Plaintiffs' declarations outlining their involvement in the case. Given the risks inherent in the services as the class representatives, the duration of the case and time involved, and the benefits created for the Class, the Court approves the Class Representative Enhancement Payments of \$10,000 to each Plaintiff.

11. <u>Attorneys' Fees and Costs</u>. The Court finds an award of attorneys' fees of \$385,000, to be paid out of the Maximum Settlement Amount by Defendant to Class Counsel, to be reasonable and appropriate. The Court also finds an award for attorneys' actual costs of litigation of \$20,645.77, to be paid out of the Maximum Settlement Amount by Defendant to Class Counsel, to be reasonable and appropriate. Such fees and costs are to be paid pursuant to the terms and provisions of the Settlement. Defendant shall not be required to pay for any other attorneys' fees, costs, or disbursements incurred by Class Counsel or any other counsel representing Plaintiffs or Class Members. Defendant shall also not be required to pay for any other attorneys' fees, costs, or disbursements incurred by Plaintiffs or Class Members in connection with or related to this matter, Settlement, administration of the Settlement, and/or Released Claims and PAGA Released Claims.

a. The Court has an independent right and responsibility to review the requested attorneys' fees and only award so much as it determines reasonable. (See *Garabedian v. Los Angeles Cellular Telephone Co.* (2004) 118 Cal.App.4th 123, 127-28.) The attorneys' fees by Class Counsel of \$385,000 is thirty-five percent (35%) of the common fund created for the benefit of the Class Members and is supported by use of the percentage-fee method. (See *Laffitte v. Robert Half International, Inc.* (2016) 1 Cal.5th 480, 504.) Considering the results achieved for the Class, financial risk undertaken, novel and difficult nature of this litigation, skill required to deal with these issues, percentage fees award in other cases, and contingent fees charged in private marketplace, the Court finds the request for the attorneys' fees is consistent with the legal marketplace, is reasonable, and is approved.

b. The Court reviewed Class Counsel's declarations regarding the costs expended in the prosecution of this case. Under the terms of the Settlement, Class Counsel may seek reimbursement of up to \$50,000 in litigation costs. The Court finds Class Counsel collectively expended \$20,645.77 in litigation costs and that such costs were reasonable. The Court approves the payment of attorneys' costs of \$20,645.77 for the reimbursement of the costs and expenses collectively incurred by Class Counsel.

12. <u>Claims Administration Costs</u>. The Court finds the Claims Administration Costs of \$15,000, to be paid out of the Maximum Settlement Amount by Defendant to the Claims Administrator, to be reasonable and appropriate.¹ The Claims Administration Costs are to be paid pursuant to terms and provisions set forth in the Settlement Agreement.

 a. The Court reviewed the declaration of Chantal Soto-Najera from CPT Group, Inc., the Court-approved Claims Administrator. The Court finds notice was provided to the Class pursuant to the Preliminary Approval Order, constitutes the best practicable notice to the Class, and satisfied due process. Thus, the Court approves the payment of the Claims Administration Costs of \$15,000 to the Claims Administrator for its services in administering the Settlement.

13. <u>PAGA Payment</u>. The Court finds the PAGA Payment of \$50,000, seventy-five percent (75%) of which (\$37,500) will be paid out of the Maximum Settlement Amount by Defendant to the California Labor and Workforce Development Agency and twenty-five percent (25%) of which (\$12,500) will be distributed, pro rata, based on weeks worked to all PAGA Aggrieved Employees, to be reasonable and appropriate. The PAGA Payment is to be paid pursuant to the terms of the Settlement Agreement.

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The Claims Administration Costs of \$15,000 exceeded the originally estimated Claims Administration Costs of \$14,000 set forth in the Settlement Agreement. In paragraph 69 of the Settlement Agreement, the Parties acknowledged the Claims Administration Costs may increase above the estimate of \$14,000 and that any such additional Claims Administration Costs will be taken out of the Maximum Settlement Amount. Thus, the Parties are requesting the Court grant the Claims Administration Costs of \$15,000.

14. Funding of the Settlement. Within ten (10) calendar days after the Effective Date, the Claims Administrator will provide the Parties with an accounting of the Total Settlement Payment and employer portion of payroll taxes to be paid by Defendant pursuant to the terms of the Settlement. Within twenty (20) calendar days of the Effective Date, Defendant will deposit the Total Settlement Payment and employer-side payroll taxes, as determined by the Claims Administrator, into a Qualified Settlement Fund account to be established by the Claims Administrator. Within twenty (20) days of the Claims Administrator's receipt of the Total Settlement Payment, the Claims Administrator will disburse the settlement payments.

9 15. Fairness of the Settlement. As noted in the Preliminary Approval Order, the Settlement is entitled to a presumption of fairness. In their moving papers, Plaintiffs contend the 10 proposed Settlement was the product of arm's-length negotiations following litigation, discovery, 12 and exchange of documentation. The negotiations were facilitated with the help of mediator 13 David Phillips, an experienced and well-respected mediator.

- a. With respect to the fairness of the Settlement, there were no Notices of Objection to and only one (1) Request for Exclusion from the Settlement.
- b. With respect to the benefit to the Class, the gross average Individual Settlement Payment is about \$1,025.85, and the gross *highest* Individual Settlement Share is around \$5,121.29 under the proposed allocation.

16. Uncashed Settlement Checks. Any checks issued by the Claims Administrator to Claimants and PAGA Aggrieved Employees will be negotiable for at least one hundred eighty (180) calendar days. Uncashed settlement checks will be paid to the cy pres recipient Chrysalis, a nonprofit organization Changing Lives Through Jobs.

23 17. Modification of Settlement Agreement. The Settlement Class Members are 24 hereby authorized to agree to and adopt amendments to or modifications of the Settlement by a 25 written instrument signed by the named Parties and counsel for all Parties or their successors-ininterest. Such amendments or modifications shall be consistent with this Order and Judgment and 26 27 cannot limit the rights of Settlement Class Members under the Settlement.

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FPROPOSED ORDER OF FINAL APPROVAL AND JUDGMENT

18. Retention of Jurisdiction. The Court has jurisdiction to enter this Order and 1 Judgment. This Court expressly retains jurisdiction for the administration, interpretation, 2 3 effectuation, and/or enforcement of the Agreement and of this Order and Judgment, and for any other necessary purpose, including, without limitation: 4 5 a. enforcing the terms and provisions of the Agreement and resolving any disputes, claims, or causes of action in this matter that, in whole or in part, are related to or 6 7 arise out of the Agreement or this Order and Judgment; 8 b. entering such additional orders as may be necessary or appropriate to protect or 9 effectuate this Order and Judgment approving the Agreement, and permanently 10 enjoining Plaintiffs from initiating or pursuing related proceedings, or to ensure 11 the fair and orderly administration of the Agreement; and c. entering any other necessary or appropriate orders to protect and effectuate this 12 13 Court's retention of continuing jurisdiction. 14 The Motion for Final Approval of Class Action Settlement, Attorneys' Fees and Costs, 15 and Class Representative Enhancement Payments is GRANTED. The Claims Administrator is 16 directed to carry out the terms of the Settlement Agreement forthwith. 17 THE PARTIES ARE HEREBY ORDERED TO COMPLY WITH THE TERMS OF 18 THE SETTLEMENT AGREEMENT. PURSUANT TO CALIFORNIA RULES OF COURT 19 3.769, THE COURT HEREBY ENTERS FINAL JUDGMENT BASED UPON THE TERMS OF THIS ORDER AND SETTLEMENT AGREEMENT AND, WITHOUT AFFECTING THE 20 21 FINALITY OF THIS MATTER. RETAINS EXCLUSIVE AND CONTINUING JURISDICTION TO ENFORCE THIS ORDER, THE SETTLEMENT AGREEMENT, AND 22 THE JUDGMENT THEREON. Final Compliance Hearing: October 3, 2024, 8:30, Div. J 23 Administrator Declaration Due: September 23, 2024 24 IT IS SO ORDERED. 25 DATED: Signed: 11/3/2023 02:14 PM 26 HONORABLE DAVID ZULFA 27 SUPERIOR COURT JUDGE 28