1 2 3 4 5 6 7 8	Alan Harris (SBN 146079) David Garrett (SBN 160274) Min Ji Gal (SBN 311963) HARRIS & RUBLE 655 North Central Avenue 17 th Floor Glendale, California 91203 Telephone: 323.962.3777 Facsimile: 323.962.3004 aharris@harrisandruble.com dgarrett@harrisandruble.com mgal@harrisandruble.com Attorneys for Plaintiffs Divinity and Wilson	
9	SUPERIOR COURT OF THE	E STATE OF CALIFORNIA
10	COUNTY OF L	OS ANGELES
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12	JEROME DIVINITY and GREGORY WILSON, individually and on behalf of all	Case No. 20STCV37526 Assigned to Hon. Elihu M. Berle, Dept. 6
13	others similarly situated,	PLAINTIFFS' NOTICE OF MOTION
14	Plaintiffs,	AND MOTION FOR FINAL APPROVAL OF CLASS ACTION SETTLEMENT;
15	v.	MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT
16	WB STUDIO ENTERPRISES INC., a Delaware Corporation, et al.; JERRY BRUCKHEIMER	THEREOF
17	TELEVISION, INC., a California Corporation,	Date: June 21, 2023 Time: 10:00 a.m.
18	Defendants.	Dept: 6
19		Place: Spring Street Courthouse 312 N. Spring Street
		Los Angeles, CA 90012
2021		Second Amended Complaint Filed: February 2, 2023
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TO ALL PARTIES AND THEIR ATTORNEYS OF RECORD:

PLEASE TAKE NOTICE that on June 21, 2023 at 10:00 a.m., or as soon thereafter as the matter may be heard in Department 6 of the Los Angeles Superior Court located at 312 N. Spring Street, Los Angeles, CA 90012, Plaintiffs Jerome Divinity and Gregory Wilson will and hereby do move for entry of an Order:

- 1. Confirming the certification of the Settlement Class for settlement purposes pursuant to Code of Civil Procedure section 382;
- 2. Finally approving the Class Action and PAGA Settlement Agreement and Class Notice (the "Settlement") between Plaintiffs and Defendant WB Studio Enterprises, Inc.;
- 3. Confirming the appointment of Alan Harris, David Garrett, Min Ji Gal of Harris & Ruble as Class Counsel; and Plaintiffs as Class Representative for the Settlement Class;
- 4. Finally approving Class Counsel's application for Class Counsel Fees in the amount of 1/3 of the Gross Settlement Amount (i.e. \$446,658.33) as authorized under the Settlement;
- 5. Finally approving Class Counsel's application for litigation costs of \$14,945.16 as authorized under the Settlement;
- 6. Finally approving payment of settlement administration costs to CPT Group, Inc. in the amount of \$53,250 as authorized under the Settlement;
- 7. Finally approving an incentive award of \$10,000 to Plaintiffs Jerome Divinity and Gregory Wilson (\$5,000, each), as authorized under the Settlement; and
- 8. Directing that the [Proposed] Order and [Proposed] Judgment be entered to give finality to the Settlement.

This Motion is made on the following grounds: (1) the Settlement meets all the requirements for class certification for settlement purposes under Code of Civil Procedure section 382; (2) Plaintiffs and their counsel are adequate to represent the Settlement Class; (3) the terms of the Settlement are fair, adequate and reasonable; and (4) the notice process performed by the Settlement Administrator comports with all applicable due process requirements. In view of the foregoing, the [Proposed] Order Granting Final Approval of Class Action Settlement and [Proposed] Judgment submitted with this Motion should be entered.

Good cause exists for the granting of this Motion as the proposed Settlement is fair, adequate and reasonable. Plaintiffs' Motion for Final Approval of this \$1,339,975.00, non-reversionary, common fund class action settlement should be granted. The gross average estimated recovery for each class member is \$155 and the net average estimated recovery per class member is \$91.04 (including the PAGA payment to Aggrieved Employees). The recovery for the class members represents a reasonable portion of the realistic defense exposure in this case. The deadline for Class Members to submit an objection or to opt out is May 22, 2023, and has not yet passed. As of the filing of this Motion, there are no objections and only one opt out. (April 21, 2023, Declaration of Laura Singh for CPT Group, Inc. ("CPT Decl.")) at ¶ 7.) Plaintiffs will file supplemental papers along with the Declaration of the Settlement Administrator on June 9, 2023.

This Motion is based on this Notice, the attached Memorandum of Points and Authorities, the Motion for Award of Attorney's Fees, Reimbursement of Costs, and Incentive Award, the Declaration of Alan Harris, filed in support of preliminary approval and herewith, the Declarations of Jerome Divinity and Gregory Wilson, the Declaration of CPT Group, Inc., as well as the complete files and records of this case and any other evidence or oral argument which may be considered by the Court at the time of the hearing.

Dated: April 21, 2023

Respectfully submitted, HARRIS & RUBLE

Alon Horris

Attorneys for Plaintiffs

TABLE OF CONTENTS

า	
4	

3				
4	I.	INTRODUCTION		
	II.	PROCEDURAL HISTORY AND RELEVANT BACKGROUND		
5	III.	THE SETTLEMENT		
6	IV.	THE COURT SHOULD GRANT FINAL APPROVAL OF THE SETTLEMENT		
7		A.	The Proposed Settlement Is Entitled to a Presumption of Fairness	
8		В.	The Proposed Settlement Was Reached Through Arm's Length Bargaining	
9		C.	Plaintiffs Conducted Sufficient Investigation and Discovery to Allow the Court and the Parties to Act Intelligently	
10		D.	Class Counsel Has Extensive Experience in Class Action Litigation	
11		E.	The Proposed Settlement Is Fair, Adequate, and Reasonable	
		F.	Class Counsel's Requested Fees and Costs Are Reasonable	
12		G.	The Requested Incentive Awards to Plaintiffs are Reasonable 1	
13		H.	The Class Notice Satisfied Due Process	
14	V.	THE	CLASS SHOULD BE CERTIFIED FOR SETTLEMENT PURPOSES 1	
15		A.	The Settlement Class Are Ascertainable and Numerous	
15		В.	The Proposed Class Shares a Well-Defined Community of Interest	
16	VI.	CON	CLUSION1	
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				

1	Table of Authorities
2	Cases
3	Armstrong v. Bd. of Sch. Directors of City of Milwaukee, 616 F.2d 305 (7th Cir. 1980)
4	Boeing Co. v. Van Germet,
5	444 U.S. 472 (1980)
6	50 Cal. App. 3d 960 (1975)
7	175 Cal. App. 4th 785 (2009)
8	<u>Clothesrigger, Inc. V. GTE Corp.,</u> 191 Cal. App. 3d 605 (1987)
9	<u>Dunk v. Ford Motor Co.,</u> 48 Cal. App. 4th 1794 (1996)
10	<u>Eisen v. Carlisle & Jacquelin,</u> 417 U.S. 156 (1974)
11	Fireside Bank v. Superior Court,
12	40 Cal. 4th 1069 (2007)
13	169 Cal. App. 4th 1524 (2008)
14	186 Cal. App. 4th 1380 (2010) In re Microsoft I-V Cases,
15	135 Cal. App. 4th 706 (2006)
16	<u>Kullar v. Foot Locker Retail, Inc.,</u> 168 Cal. App. 4th 116 (2008)
17	<u>Linder v. Thrifty Oil Co.,</u> 23 Cal. 4th 429 (2000)
18	McGhee v. Bank of America, 60 Cal.App.3d 442 (1976)
19	Munoz v. BCI Coca-Cola Bottling Company of Los Angeles,
20	186 Cal. App. 4th 399 (2010)
21	29 Cal. 3d 462–75 (1981)
22	126 Cal. App. 3d 926 (1981)
23	34 Cal. 4th 319 (2004)
24	149 Cal. App. 4th 1496 (2007)
25	<u>Sevidal v. Target Corp.,</u> 189 Cal. App. 4th 905 (2010)
26	<u>Staton v. Boeing Co.,</u> 327 F.3d 938 (9th Cir. 2003)
27	Wershba v. Apple Computer, Inc., 91 Cal. App. 4th 224 (2001)
28	71 Cut. 1 spp. 711 227 (2001)

I. INTRODUCTION

grant final approval of the Class Action and PAGA Settlement Agreement and Class Notice (the "Settlement") entered between Plaintiffs, on behalf of the absent class members Plaintiffs seek to represent, and Defendant WB Studio Enterprises, Inc. ("Defendant").¹ This Motion requests that the Court grant final approval of the \$1,339,975 Settlement, finding that it is fair, adequate, and reasonable.

MEMORANDUM OF POINTS AND AUTHORITIES

Plaintiffs Jerome Divinity and Gregory Wilson ("Plaintiffs") respectfully request that the Court

The deadline for Class Members to submit an objection or to opt out is May 22, 2023, and has not yet passed. As of the filing of this Motion, there are no objections and but a single opt out. (April 21, 2023, Declaration of Laura Singh for CPT Group, Inc. ("CPT Decl.")) at ¶ 8.) Plaintiffs will file supplemental papers along with the Declaration of the Settlement Administrator on June 9, 2023 to address the final participation rate and feedback.

When the Court granted preliminary approval, the Gross Settlement Amount was \$1,248,680 based on an estimated Class size of 8,056 persons. The final Class has 8,645 persons – an increase of 589. Accordingly, pursuant to the settlement agreement, the Gross Settlement Amount was increased by \$155 per person, resulting in a final Gross Settlement Amoutn of \$1,339,680. (CPT Decl. ¶8.)

Assuming the Court awards the requested attorney's fees and costs, and after payment of administrative expenses, the requested incentive awards to Plaintiffs, and the PAGA payment to the LWDA, the Net Settlement Amount is approximately \$777,661.11 resulting in a net average, estimated recovery of \$91.04 (which includes the PAGA payment to Aggrieved Employees). (See CPT Decl. at ¶¶ 6-7.) The proposed Settlement represents a reasonable recovery of the realistic defense exposure in this case. The proposed Settlement for wages, penalties and civil penalties is fair, adequate, and reasonable. (April 21, 2023, Declaration of Alan Harris ("Harris Decl.") ¶¶ 6-7, 14-18.)

No class member will have to make a claim in order to recover; instead class members will be mailed their share of the settlement directly.

While Plaintiffs and Class Counsel remain confident in the merits of Plaintiffs' case, a

¹ A true and correct copy of the fully executed Class Action and PAGA Settlement Agreement and Class Notice, preliminarily approved by the Court, is attached as **Exhibit 1** to the April 21, 2023, Declaration of Alan Harris ("Harris Decl.") filed herewith.

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substantial, legitimate controversy exists as to each cause of action. The October 31, 2023, Declaration of Alan Harris filed in support of preliminary approval reflects counsel's detailed analysis of the factors described in <u>Kullar v. Foot Locker Retail, Inc.</u>, 168 Cal. App. 4th 116 (2008). Given the uncertainty and risks faced by the parties to this litigation, Plaintiffs have determined that the \$1,339,975 settlement is fair and the Settlement should be approved.

It is respectfully requested that the \$1,339,975.00 Gross Settlement Amount be divided, as follows: \$777,661.11 to Class Members; attorneys' fees of \$446,658.33 and reimbursement of counsel's costs of \$14,945.16, Incentive Awards of \$5,000 for each Plaintiff, the PAGA payment of \$28,095.30 to the LWDA (and \$9,365.10 to the Class Members), and the cost for settlement administration by CPT Group, Inc. of \$53,250.

II. PROCEDURAL HISTORY AND RELEVANT BACKGROUND

On September 30, 2020, Divinity filed this case (the "Action") in the Superior Court of the State of California, County of Los Angeles. Divinity alleges that Class Members and he experienced various payroll issues, including: (1) WB paid Plaintiff and the Class Members their final wages late; (2) WB failed to provide the information required by Code § 226(a); (3) WB failed to reimburse Plaintiff and Class Members for necessary business expenses incurred such as for the use of a personal cell phone and for motion picture production equipment and supplies; and (4) WB failed to provide meal and rest breaks because Plaintiff and others were required to monitor and respond to their walkie talkies or cell phones throughout the work day. (Harris Decl. ¶ 11.)

Divinity sought recovery on behalf of himself and all other similarly situated persons employed by WB for alleged failure to provide compliant wage statements, failure to provide meal and rest breaks, failure to pay timely wages, failure to pay minimum wages, failure to pay overtime wages, failure to reimburse expenses, and failure to provide employment records. Divinity also asserted claims for unfair business practices in violation of Business and Professions Code section 17200, *et seq.* and civil penalties under the Labor Code Private Attorneys General Act of 2004 ("PAGA"). On December 15, 2020, Divinity filed a First Amended Complaint, including his PAGA allegations. (<u>Id.</u> ¶ 12.)

On December 13, 2021, Wilson filed a Complaint in the Central District of California, Case No. 2:21-cv-09632-SSS-KKx ("Wilson Complaint"). In the Wilson Complaint, Wilson sought recovery on

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behalf of himself and all other similarly situated persons employed by WB for alleged failure to provide compliant wage statements, failure to timely pay wages, failure to pay minimum and overtime wages, and failure to provide proper meal and rest breaks. Wilson also asserted claims under the FLSA and for unfair business practices in violation of Business and Professions Code section 17200, et seq. The Second Amended Complaint consolidates the Divinity and Wilson cases for the purposes of settlement. (<u>Id.</u> ¶ 13.)

The Parties engaged in informal discovery as well as formal discovery, which included WB's production of payroll data for Class Members and the alleged Aggrieved Employees under the PAGA claim during the relevant time period (the "Class Period" and "PAGA Period," respectively). The Parties thereafter sought resolution before a respected and experienced wage and hour class action mediator, Lisa Klerman. After the mediation concluded, with her further assistance, the Parties continued to negotiate and they have been successful in reaching resolution, memorialized in the Settlement Agreement, one largely tracking this Court's June 2022 Model Agreement and Class Notice. (Id. ¶ 15.)

III. THE SETTLEMENT

There are eight thousand, six hundred and forty-five (8,645) individuals in the Class, consisting of:

[A]ll below-the-line non-union production employees Defendant payrolled through Cast & Crew or Entertainment Partners from April 5, 2016 through the date of Preliminary Approval (February 23, 2023) and all below-the-line union production employees Defendant payrolled through Cast & Crew or Entertainment Partners who received a final check dated after the anticipated payday from April 5, 2017 through the date of Preliminary Approval (February 23, 2023). Such persons are referred to as "Class Members," and such period is referred to hereafter as the "Class Period".

(Harris Decl. Ex. 1 at pp. 2-3, ¶ 1.5.)

The Settlement Class will not include any person who timely opted out of the Settlement. On March 21, 2023, Notice was mailed to 8,645 Class Members. (CPT Decl. ¶ 4.) As of the date of this filing, there has been 1 opt-out and no objections. (Id. at \P 6-7.)

Under the Settlement, the "Net Settlement Amount" shall be the Gross Settlement Amount minus attorneys' fees of Class Counsel (\$446,658.33), costs incurred by Class Counsel (requested in the amount of \$14,945.16), the PAGA payment to the State of California (\$28,095.30), an Incentive Award to the Class Representatives (\$5,000 to each Plaintiff), and administration costs (\$53,250). (Harris Decl.

¶ 11.) Assuming all requested amounts are approved by the Court, the Net Settlement Amount available for distribution to participating Class Members is \$777,661.11. This amount is slightly larger than the net settlement amount in the CPT Declaration as the Class Counsel cost figure was not updated there. Although Class Counsel may claim up to \$20,000 in reimbursement of costs, the amount requested is \$14,945.16

<u>Class Representative Incentive Award</u>. Under the terms of the Settlement, Class Counsel may apply for an Incentive Award of up to Five Thousand Dollars (\$5,000) for each Plaintiff in recognition of their efforts and risk in prosecuting this matter. (Harris Decl. Ex. 1, ¶ 3.2.1.) Plaintiffs have also released all known and unknown claims against Defendants. (<u>Id.</u> at ¶ 5.1) Concurrently with the filing of this Motion, Plaintiffs have also filed a Motion for Award of Attorney's Fees and Reimbursement of Costs in support of Plaintiffs' request for the Incentive Awards.

Attorneys' Fees and Costs. Pursuant to the terms of the Settlement, Class Counsel has applied for an award of attorney's fees in the amount of \$446,658.33, representing one-third of the Settlement Amount, and reimbursement of actual, out-of-pocket costs in an amount of \$14,945.16. (Id. at ¶ 3.2.2.) The concurrently filed Motion for Attorney's Fees and Reimbursement of Costs sets forth the basis for Plaintiffs' requested award of fees and costs.

Claims Administration Costs and Expenses. The Settlement calls for the appointment of a Settlement Administrator for purposes of, *inter alia*, notifying the Class of the Class Settlement, overseeing the claims-administration process, calculating each Class Member's Settlement Award, and making all the payments under the Settlement. The Settlement provides that the Administration Costs associated with this process, in an amount not to exceed \$53,250, be deducted from the Settlement Amount. (Id. at ¶ 3.2.3.) The Court approved the appointment of CPT Group, Inc. to be the settlement administrator. The costs associated with settlement administration are \$53,250. (CPT Decl., ¶ 11.) As noted above, the expenses associated with claims administration will come from the Common Fund. This is appropriate, as principles of equity permit fees and costs associated with a common-fund settlement to come from the fund itself. See, e.g., Boeing Co. v. Van Germet, 444 U.S. 472, 478 (1980) (explaining that the common-fund doctrine "allows a court to assess attorney's fees against the entire fund, thus spreading fees proportionately among those benefited"). This principle extends to the fees and

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costs of claims administration. See Staton v. Boeing Co., 327 F.3d 938, 975 (9th Cir. 2003) (stating that "[t]he postsettlement cost of providing notice to the class can reasonably be considered a benefit to the class").

PAGA Payment. Thirty seven thousand, four hundred sixty dollars and forty cents (\$37,460.40) of the Settlement Amount has been allocated towards the payment of PAGA penalties. Of this amount, seventy-five percent (75%), or \$28,095.30, will be paid to the California Labor and Workforce Development Agency ("LWDA") and \$9,365.10 will be distributed to the Aggrieved Employees. (Harris Decl., Ex. 1 at ¶ 3.2.7.)

Estimated Payments to Participating Class Members. The Net Settlement Amount, less required tax withholdings and deductions from the wage portion of the settlement payments will be distributed to the Participating Class Members. The average net settlement amount for each Participating Class Member who is also an Aggrieved Employee is approximately \$91.04 (=[\$777,661.11/8,645]+\$1.74 [PAGA payment]). (CPT Decl. ¶¶ 9-10.)

The Net Settlement Amount of \$777,661.11 shall be distributed equally to Participating Class Members on a pro rata basis. The employee portion of the LWDA penalties of \$9,365.10 will be distributed equally to Aggrieved Employees on a pro rata basis. The payments to Class Members represent a substantial recovery of the realistic exposure in this case. (October 31, 2022, Harris Declaration in Support of Motion for Preliminary Apporval at 13:5-14:26.)

As the payments to the Class Members constitute wages, penalties and interest, the Settlement Administrator shall issue Form W-2's and 1099s to each participating Class Member for the year in which payments are made. Each payment shall be allocated as follows for tax purposes:

- i. 25% wages;
- ii. 75% as penalties and interest.
- (Harris Decl., Ex. 1 \P 3.2.5.) The PAGA payment will be reported on IRS 1099 forms. (<u>Id.</u> \P 3.2.9.) The Defendant is paying the employer's share of taxes, in addition to the payment of \$1,339,975.00. (<u>Id.</u> \P

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The Release. Effective on the date when Defendant fully funds the entire Gross Settlement Amount, Plaintiff, Class Members, and Class Counsel will release claims against all Released Parties as

[A]ll 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 any and all claims, debts, liabilities, demands, obligations, penalties, premium pay, guarantees, costs, expenses, attorney's fees, damages, actions or causes of action of whatever kind or nature, contingent or accrued, that have been asserted or that could have been asserted in the Operative Complaint based on the facts, claims and/or allegations therein, including under any legal theory that was alleged or that could have been alleged for any failure to pay all wages due (including minimum wage and overtime wages), failure to pay for all hours worked, failure to provide meal or rest periods, failure to timely pay wages and final wages, failure to furnish accurate wage statements including claims derivative and/or related to these claims, failure to provide expense reimbursements, and failure to provide personnel and payroll records. This Release shall include all claims and theories arising under the California Labor Code, the Fair Labor Standards Act, California wage orders, and applicable regulations, including Labor Code Sections 201, 201.5, 202, 203, 204, 210, 226, 226.7, 510, 512, 515, 558, 558.1, 1174, 1174.5, 1194, 1194.2, 1197, 1197.1, 1198, 1198.5, 2802, as well as claims under Business and Professions Code section 17200 et seq., and/or Labor Code Section 2698 et seq. based on alleged violations of the above Labor Code provisions, as alleged in the Operative Complaint. Except as set forth in Section 5.3 of this Agreement, 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. The release shall run through the date of Preliminary Approval. Moreover, only those who cash their Individual Class Payment checks will be deemed to have released claims under the Fair Labor Standards Act. The following language will be printed on the reverse of each Individual Class Payment check, or words to this effect: "By endorsing or otherwise negotiating this check, I acknowledge that I read, understood, and agree to the terms set forth in the Notice of Class Action Settlement and I consent to join in the Fair Labor Standards Act ("FLSA") portion of the Action, elect to participate in the settlement of the FLSA claims, and agree to release all of my FLSA claims that are covered by the Settlement.

(Harris Decl., Ex. 1 at 10, ¶ 5.2.) Released Parties are defined as:

Defendant and Jerry Bruckheimer Television, Inc., and each and all of their present and former partners, parents, subsidiaries, affiliates, and related entities and all of their officers, directors, employees, agents, servants, registered representatives, attorneys, insurers, payroll companies, successors and assigns, and any other persons acting by through, under or in concert with any of them (including any alleged joint employers.

(<u>Id.</u> at p. 4, ¶ 1.40.) Moreover, all the Aggrieved Employees are defined as:

[A]ll below-the-line non-union production employees Defendant payrolled through Cast & Crew or Entertainment Partners from April 5, 2019 through the date of Preliminary Approval and all below-the-line union production employees Defendant payrolled through Cast & Crew or Entertainment Partners who received a final check dated after the anticipated payday from April 5, 2019 through the date of Preliminary Approval.

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(Settlement, at p. 1, \P 1.4.) Aggrieved Employees shall be deemed conclusively to have made the following release set forth in Paragraph in \P 5.3. of the Settlement, which shall have the force and effect of res judicata as to each of them:

[A]ll Aggrieved Employees (regardless of whether they are Participating Class Members) are deemed to release, on behalf of themselves and their respective former and present representatives, agents, attorneys, heirs, administrators, successors, and assigns, the Released Parties from all claims for PAGA penalties that were alleged, or reasonably could have been alleged, based on the PAGA Period facts stated in the Operative Complaint or PAGA Notices including under any legal theory that was alleged or that could have been alleged for any failure to pay all wages due (including minimum wage and overtime wages), failure to pay for all hours worked, failure to provide meal or rest periods, failure to timely pay wages and final wages, failure to furnish accurate wage statements including claims derivative and/or related to these claims, failure to provide expense reimbursements, and failure to provide personnel and payroll records. This Release shall include all claims and theories arising under the California Labor Code, the Fair Labor Standards Act, California wage orders, and applicable regulations, including Labor Code Sections 201, 201.5, 202, 203, 204, 210, 226, 226.7, 510, 512, 515, 558, 558.1, 1174, 1174.5, 1194, 1194.2, 1197, 1197.1, 1198, 1198.5, 2802, as well as claims under Business and Professions Code section 17200 et seq., and/or Labor Code Section 2698 et seq. based on alleged violations of the above Labor Code provisions, as alleged in the Operative Complaint and/or PAGA Notices. The release shall run through the date of Preliminary Approval.

(Settlement, at pp. 10-11, ¶ 5.3.)

Class Notice and Settlement Administration. Pursuant to the Preliminary Approval Order, Class Notice was mailed to the Class Members on March 21, 2023. (CPT Decl. ¶ 4.) As of the date of filing of this Motion, the Settlement Administrator has received no objections and only one request for exclusion. (Id. at ¶¶ 6-7.) Plaintiffs will file supplemental papers along with the Declaration of the Settlement Administrator on June 9, 2023 to address the final participation rate and feedback.

IV. THE COURT SHOULD GRANT FINAL APPROVAL OF THE SETTLEMENT

Determining whether an action meets the standards of class certification requires a review of section 382 of the California Code of Civil Procedure, which section provides: "[W]hen the question is one of a common or general interest, or many persons, or when the parties are numerous, and it is impracticable to bring them all before the court, one or more may sue or defend for the benefit of all." Cal. Civ. Proc. Code § 382. This process was completed in the Motion for Preliminary Approval, and the conclusion that the proposed classes were worthy of certification has been confirmed in the interim. Review of a proposed class action settlement is a two-step process. The first step is a final, prenotification hearing to determine whether the proposed settlement is "within the range of possible

approval." <u>Armstrong v. Bd. of Sch. Directors of City of Milwaukee</u>, 616 F.2d 305, 314 (7th Cir. 1980), overruled on other grounds by <u>Felzen v. Andreas</u>, 134 F.3d 873 (7th Cir. 1998). The Court granted Preliminary Approval on February 23, 2023. As the proposed Settlement is within the range of possible approval, the Court should grant final approval.

A. The Proposed Settlement Is Entitled to a Presumption of Fairness

A presumption of fairness exists where: (1) the settlement is reached through arm's length bargaining; (2) investigation and discovery are sufficient to allow counsel and the court to act intelligently; (3) counsel is experienced in similar litigation; and (4) the percentage of objectors is small. In re Microsoft I-V Cases, 135 Cal. App. 4th 706, 723 (2006). As the proposed Settlement was reached through arm's-length negotiations, sufficient pre-mediation investigation and discovery allowed Class Counsel to act intelligently, and Class Counsel is experienced in wage-and-hour class actions, the proposed Settlement is entitled to a presumption of fairness.

B. The Proposed Settlement Was Reached Through Arm's Length Bargaining

The Settlement was reached following extensive settlement negotiations, engaging, on August 20, 2021, in a full-day mediation with Lisa Klerman. (Harris Decl. ¶ 15.) The parties engaged in many more months of negotiations that continued after the mediation. The Parties ultimately accepted the mediator's proposal. The settlement negotiations were at arm's length and, although conducted in a professional manner, were adversarial. (Id.) The Parties went into settlement discussions willing to explore the potential for a settlement of the dispute, but each side was also prepared to litigate its position through trial and appeal if a settlement had not been reached.

C. Plaintiffs Conducted Sufficient Investigation and Discovery to Allow the Court and the Parties to Act Intelligently

Plaintiffs and their counsel diligently pursued an investigation of the Settlement Class Members' claims against Defendants, any and all applicable defenses, and the applicable law. (Harris Decl. ¶ 14.) The investigation included significant formal and informal discovery, eventually reaching a settlement. (Id.) Class Counsel interviewed potential witnesses and putative class members and obtained detailed information regarding Defendants' practices. (Id.)

D. Class Counsel Has Extensive Experience in Class Action Litigation

The settlement negotiations were conducted by highly capable and experienced counsel. Class Counsel are respected members of the bar with a strong record of vigorous and effective advocacy for their clients, and they are experienced in handling complex wage and hour class action litigation. The concurrently filed Declaration of Alan Harris details their extensive experience. (Harris Decl. ¶ 22–25.) Although Plaintiffs and their counsel were prepared to litigate the claims in the Action, they support the proposed Settlement as being in the best interests of the Class Members.

E. The Proposed Settlement Is Fair, Adequate, and Reasonable

The trial court has "broad discretion to determine "whether a settlement [is] fair and reasonable." In re Cellphone Fee Termination Cases, 186 Cal. App. 4th 1380, 1389 (2010). In considering whether a settlement is reasonable, the trial court should consider relevant factors, which may include the strength of Plaintiffs' case, the risk, expense, complexity and likely duration of further litigation, the risk of maintaining class action status through trial, the amount offered in settlement, the extent of discovery completed and the stage of the proceedings, the experience and views of counsel, the presence of a governmental participant, and the reaction of the class members to the proposed settlement. Kullar, 168 Cal. App. 4th at 126. In order to approve a class action settlement, the court must satisfy itself that the class settlement is within the "ballpark" of reasonableness. Id. at 133. "The most important factor is the strength of the case for plaintiffs on the merits, balanced against the amount offered in settlement." Id. at 130. An informed evaluation of a proposed settlement also requires "an understanding of the amount in controversy and the realistic range of outcomes of the litigation." Clark v. Am. Residential Servs, LLC, 175 Cal. App. 4th 785, 801 (2009) (citing Kullar, 168 Cal. App. 4th at 120).

The proposed Settlement is fair, adequate, and reasonable to the Class Members. While Plaintiffs and Class Counsel remain confident in the merits of Plaintiffs' case, a legitimate controversy exists as to each cause of action. (Harris Decl. ¶ 18.) Plaintiffs also recognize that proving the amount of penalties and civil penalties due to each Class Member would be an expensive, time-consuming, and extremely uncertain proposition. Furthermore, the risk that this Court (or a court on appeal) may deny class certification is obviated by the Settlement. Moreover, continued litigation would very likely reduce and substantially delay recovery by Class Members. In contrast, because of the proposed

Settlement, participating Class Members will receive timely relief and avoid the risk of an unfavorable judgment. So far, the reaction of the Class Members was overwhelmingly positive. There have been no objections, and only one request for exclusion out of 8,645 Class Members so far. (CPT Decl. ¶ 6-7.) The gross average payment to each participating Class Member will be approximately \$155 and the net average payment to each participating Class Member who is also an Aggrieved Employee will be approximately \$91.04. (Id. ¶¶ 9-10.) The proposed Settlement represents a substantial recovery of the realistic exposure in this case. In sum, when the risks of litigation, the uncertainties involved in achieving class certification, the burdens of proof necessary to establish liability, and the probability of appeal in the event of a favorable judgment are balanced against the merits of Plaintiffs' claims, it is clear that the settlement amount of \$1,339,975.00 is within the "ballpark" of reasonableness and approval is appropriate.

F. Class Counsel's Requested Fees and Costs Are Reasonable

As detailed in the concurrently filed Motion for Attorney's Fees, the Settlement provides for attorney's fees to Class Counsel in an amount up to one-third (1/3) of the Settlement Amount, \$446,658.33, as well as reasonable and actual litigation expenses, requested in the amount of \$14,945.16. The proposed award is reasonable, as it are well-within the range of fees generally sought and approved in common fund class action cases. The concurrently filed declaration of Alan Harris provides a detailed explanation regarding the requested attorney fees and costs.

G. The Requested Incentive Awards to Plaintiffs are Reasonable

The Settlement provides for a \$5,000 Incentive Award to each Plaintiff, subject to Court approval. (Harris Decl., Ex. 1 at ¶ 3.2.1.) In order to be eligible for such payment, Plaintiffs have also signed a general release of all known and unknown claims. (Id. at ¶ 5.1.) Named plaintiffs in class action lawsuits are eligible for reasonable incentive payments as compensation "for the expense or risk they have incurred in conferring a benefit on other members of the class." Munoz v. BCI Coca-Cola Bottling Company of Los Angeles, 186 Cal. App. 4th 399, 412 (2010). The requested award to Plaintiffs is reasonable given: (1) the substantial time and effort Plaintiffs have expended on behalf of Class Members; (2) the risks Plaintiffs face as a result of bringing this action; (3) the fact that Plaintiffs put the interests of the class ahead of their own; and (4) the substantial benefit conferred upon to the

Class as result of Plaintiffs' actions. Further, as explained above, Plaintiffs are also providing a general release in exchange for the Incentive Award. The concurrently filed Declarations of Jerome Divinity, Gregory Wilson and Alan Harris provides a detailed explanation regarding the requested Incentive Award.

H. The Class Notice Satisfied Due Process

"The principal purpose of notice to the class is the protection of the integrity of the class action process." Cartt v. Superior Court, 50 Cal. App. 3d 960, 970 (1975). The notice "must fairly apprise the class members of the terms of the proposed compromise and of the options open to the dissenting class members." Wershba v. Apple Computer, Inc., 91 Cal. App. 4th 224, 251 (2001). Additionally, the notice given should have a reasonable chance of reaching a substantial percentage of the class members. Cartt, 50 Cal. App. 3d at 974. Here, the Class Notice supplied appropriate notice to Class Members. Direct mail notice to Class Members' last known address is the best possible notice under the circumstances. Eisen v. Carlisle & Jacquelin, 417 U.S. 156, 173-176 (1974). Significantly, of the 8,645 total notices mailed to Class Members on March 21, 2023, so far, the Settlement Administrator determined that 49 out of 8,645 notices were deemed undeliverable, meaning that the Notice was received by more than 99% of the Class. (CPT Decl. ¶ 5.) The Class Notice approved by the Court satisfies the requirements of California Rules of Court, Rules 3,766 and 3.769(f).

V. THE CLASS SHOULD BE CERTIFIED FOR SETTLEMENT PURPOSES

California Code of Civil Procedure § 382 provides that three basic requirements must be met in order to sustain any class action: (1) there must be an ascertainable class; (2) there must be a well-defined community of interest in the question of law or fact affecting the parties to be represented; and (3) certification will provide substantial benefits to litigants and the courts, i.e., proceeding as a class is superior to other methods. Fireside Bank v. Superior Court, 40 Cal. 4th 1069, 1089 (2007); see also Sav-On Drug Stores, Inc. v. Superior Court, 34 Cal. 4th 319, 326 (2004). Any doubts as to the appropriateness of class treatment must be resolved in favor of certification, subject to later modification. Richmond v. Dart Indus. Inc., 29 Cal. 3d 462, 473–75 (1981).

A. The Settlement Class Are Ascertainable and Numerous

For a class to exist, the class description must be sufficiently definite so that it is

administratively feasible for the court to determine whether a particular individual is a member
of the proposed class by reference to objective criteria. The class definition is sufficiently
specific to enable potential class members, and the court, to readily determine the parameters of
the class. See Clothesrigger, Inc. V. GTE Corp., 191 Cal. App. 3d 605, 617 (1987). Based on
Defendant's employment records, there are 8,645 Class Members in total, which is sufficient to satisfy
numerosity requirements. In California, no set number is required as a matter of law for the
maintenance of a class action. Rose v. City of Hayward, 126 Cal. App. 3d 926, 934 (1981) (finding that
class of 42 was sufficiently numerous). As it would be impracticable for the 8,645 Class Members to
individually bring their claims, the Class is sufficiently numerous. A class is ascertainable where it is
"defined in terms of 'objective characteristics and common transactional facts." Ghazaryan v. Diva
<u>Limousine, Ltd.</u> , 169 Cal. App. 4th 1524, 1531-32 (2008); <u>Sevidal v. Target Corp.</u> , 189 Cal. App. 4th
905, 919 (2010). Here, the Settlement Class is defined based on objective criteria, as "all below-the-line
non-union production employees Defendant payrolled through Cast & Crew or Entertainment Partners
from April 5, 2016 through the date of Preliminary Approval and all below-the-line union production
employees Defendant payrolled through Cast & Crew or Entertainment Partners who received a final
check dated after the anticipated payday from April 5, 2017 through the date of Preliminary Approval."
Preliminary approval was granted on February 23, 2023. See Ghazaryan, 169 Cal. App. 4th at 1531-32
(concluding proposed class was ascertainable where it "consist[ed] of all drivers employed by
[defendant] during a specific period of time"). Finally, class members are ascertainable where "they
may be readily identified without unreasonable expense or time by reference to official [or business]
records." Sevidal, 189 Cal. App. 4th at 919. The identity of the class members in this case is readily
ascertainable from Defendant WB's records. Accordingly, the ascertainability requirement is satisfied.

B. The Proposed Class Shares a Well-Defined Community of Interest

The community of interest requirement embodies three factors: (1) predominant questions of law and fact; (2) class representatives with claims or defenses typical of the class; and (3) class representatives who can adequately represent the class. <u>Dunk v. Ford Motor Co.</u>, 48 Cal. App. 4th 1794, 1806 (1996); <u>Richmond</u>, 29 Cal. 3d at 473-75. In this case, Plaintiffs' claims satisfy all three factors.

Plaintiffs' claims present sufficient common issues of law and fact that predominate over

individual issues and warrant class certification for purposes of settlement. Evidence of non-compliant wage statements, failure to reimburse necessary business expenses, failure to to provide meal and rest breaks because Class Members were required to monitor and respond to their walkie talkies or cell phones throughout the work day, and late payment of final wages are all pay policy questions that are uniform and can be proven by common, objective evidence. The evidence consists of payroll records, time records and pay stubs given to Class Members. Although Defendant WB denies these allegations, class treatment is appropriate for settlement purposes of these disputed claims.

To satisfy the typicality requirement, California law does not require that Plaintiffs have claims identical to the other class members. Rather, the test of typicality for a class representative is whether other members have the same or similar injury, whether the action is based on conduct which is not unique to the named Plaintiff, and whether other class members have been injured by the same course of conduct. Seastrom v. Neways, Inc., 149 Cal. App. 4th 1496, 1502 (2007). As Plaintiffs worked for Defendant WB as below-the-line non-union production employees payrolled through Cast & Crew or Entertainment Partners, Plaintiffs are representative of the Class.

Adequacy of representation depends on whether Plaintiffs' attorney is qualified to conduct proposed litigation, and Plaintiffs' interests are not antagonistic to interest of the class. McGhee v. Bank of America, 60 Cal.App.3d 442, 450 (1976). Here, Class Counsel includes well-regarded and accomplished trial lawyers who are qualified and experienced in wage-and-hour class action litigation. (See Harris Decl. ¶¶ 22–25.) Further, because Plaintiffs' claims are typical of other class members and are not based on unique circumstances that might jeopardize the claims of the class, there is no antagonism between the Plaintiffs' interests and those of the class. Therefore, the adequacy requirement is satisfied. Finally, under the circumstances, proceeding as a class action for settlement purposes is a superior means of resolving this dispute, as the Plaintiff, Class Members and the Court will derive substantial benefits. Class certification for purposes of settlement would serve as the only means to deter and redress the alleged Labor Code violations. See Linder v. Thrifty Oil Co., 23 Cal. 4th 429, 434 (2000) (relevant considerations include the probability that each class member will come forward ultimately to prove his or her separate claim to a portion of the total recovery and whether the class approach would actually serve to deter and redress the alleged wrongdoing).

VI. CONCLUSION

Based on the foregoing, Plaintiffs respectfully request the Court: (1) grant final approval of the Settlement; (2) approve the Class Notice and method of notice as being satisfactory notice to the Class; (3) certify the class for settlement purposes only; (4) approve Plaintiffs as the Class Representatives for settlement purposes only; (5) approve Plaintiffs' counsel as Class Counsel for settlement purposes only; (6) confirm the appointment of CPT Group, Inc. as the Settlement Administrator; (7) approve the proposed Incentive Awards; and (8) approve the request for attorney's fees and reimbursement of costs.

Dated: April 21, 2023

Respectfully submitted,

HARRIS & RUBLE

By: Hlan Hamis

Attorneys for Plaintiff

1	PROOF OF SERVICE	
	I am an attorney for Plaintiffs herein, over the age of eighteen years, and not a party to the within action	
4	PLAINTIFFS' NOTICE OF MOTION AND MOTION FOR FINAL APPROVAL OF	
CLASS ACTION SETTLEMENT; MEMORANDUM OF POINTS AND AUTHORITIE 5 IN SUPPORT THEREOF	CLASS ACTION SETTLEMENT; MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT THEREOF	
Electronic Service: Based on a court order, I cause the above-entitled document(s) to be served through Case Anywhere addressed to all parties appearing on the electronic service list for the above-entitled case and on the interested parties in this case:	Electronic Service: Based on a court order, I cause the above-entitled document(s) to be served	
	8	SETT E. FIERCE
9	sen@msk.com	
10	sar@msk.com MITCHELL SILBERBERG & KNUPP LLP	
11	2040 Century Park East, 18th Floor Los Angeles, CA 90067	
12	Telephone: (310) 312-2000 Facsimile: (310) 312-3100	
13	I declare under penalty of perjury that the above is true and correct. Executed on April 21, 2023, at Los	
14	Angeles, California.	
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