30-2020	Electronically Filed by Superior Court of California -01170846-CU-OE-CXC - ROA # 178 - DAVID H. YAM	i, County of Orange, 12/19/2022 02:14:00 PM. IASAKI, Clerk of the Court By G. Ramirez, Deputy Clerk.
1 2 3 4 5 6 7	DOUGLAS HAN (SBN 232858) SHUNT TATAVOS-GHARAJEH (SBN 272164) JASON ROTHMAN (SBN 304961)) <b>JUSTICE LAW CORPORATION</b> 751 North Fair Oaks Avenue, Suite 101 Pasadena, California 91103 Tel: (818) 230-7502 Fax: (818) 230-7259 <i>Attorneys for</i> Plaintiff <b>SUPERIOR COURT OF THE</b>	
8	FOR THE COUNT	Y OF ORANGE
9	ADRIAN ESCOBEDO, individually, on behalf	Case No.: 30-2020-01170846-CU-OE-CXC
10	of other members of the general public similarly situated;	Assigned for All Purposes to:
11	Plaintiff,	Honorable Peter Wilson Department CX-101
12	v.	CLASS ACTION
13		
14	AMERIPEC, INC., a California corporation; and DOES 1 through 100, inclusive;	PLAINTIFF'S NOTICE OF MOTION AND MOTION FOR FINAL APPROVAL
15 16	Defendants.	OF THE CLASS ACTION SETTLEMENT, ATTORNEY FEE
17		AWARD, COST AWARD, AND CLASS REPRESENTATIVE ENHANCEMENT
18		PAYMENT; MEMORANDUM OF POINTS AND AUTHORITIES IN
19		SUPPORT OF MOTION FOR FINAL APPROVAL
20		[Declaration of Class Counsel (Douglas Han);
21		Declaration of Class Representative (Adrian Escobedo); Declaration of Settlement
22		Administrator (Veronica Olivares); and [Proposed] Order and Judgment filed
23		concurrently herewith]
24		Hearing Date: January 19, 2023
25		Hearing Time:2:00 p.m.Hearing Place:Department CX-101
26		Complaint Filed: November 18, 2020
27		FAC Filed:April 14, 2022Trial Date:None Set
28	1	
	NOTICE OF MOTION AND MOT	TION FOR FINAL APPROVAL

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**PLEASE TAKE NOTICE** that on January 19, 2023 at 2:00 p.m. before Honorable Peter Wilson in Department CX-101 of the Orange County Superior Court (Civil Complex Center) located at 751 West Santa Ana Boulevard, Santa Ana, California 92701, Plaintiff Adrian Escobedo ("Plaintiff"), on behalf of himself and all persons similarly situated, moves this Court pursuant to Code of Civil Procedure section 382 and California Rule of Court, Rule 3.769 for an order of final approval of the class action settlement. This order will accomplish the following: (1) certify the Class for settlement purposes only; (2) approve the class action settlement embodied in the Joint Stipulation of Settlement and Release, Amendment to the Joint Stipulation of Settlement and Release, and Second Amendment to the Joint Stipulation of Settlement and Release ("Settlement Agreement," "Settlement," or "Agreement"); (3) confirm Plaintiff as the class representative; (4) confirm the appointment of Class Counsel; (5) approve the Class Representative Enhancement Payment; (6) approve Class Counsel's application for Attorney Fee Award and Cost Award; (7) approve the Private Attorneys General Act of 2004 ("PAGA") Payment; and (8) enter judgment approving the class action settlement.

As set forth in the attached memorandum of points and authorities and supporting declarations, the grounds for this Motion are this is a fair and reasonable settlement that benefits the Class and was the product of informed, non-collusive negotiations by the Parties who were represented by experienced and able counsel. (See *Dunk v. Ford Motor Co.* (1996) 48 Cal.App.4th 1794, 1802; Manual for Complex Litigation, (Second), § 30.44 (1985).)

Plaintiff bases this Motion on this Notice and the accompanying Memorandum of Points and Authorities, Declaration of Douglas Han, Declaration of Adrian Escobedo, Declaration of Veronica Olivares, the complete pleadings, records and files in the case, and such other further oral and documentary evidence which may be submitted at or before the hearing on this Motion.

Dated: December 19, 2022

JUSTICE LAW CORPORATION

By: Douglas Han

Attorneys for Plaintiff

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#### **MEMORANDUM OF POINTS AND AUTHORITIES**

#### I. **INTRODUCTION**

On September 16, 2022, this Court entered an order preliminarily approving a class action settlement entered on behalf of all current and former non-exempt employees (whether hired directly or through a staffing agency or labor contractor) of Defendant Ameripec, Inc. ("Defendant") who worked for Defendant within California for any period of time between August 31, 2016 and May 29, 2019 ("Class," "Class Members," and "Class Period"). Under the Settlement, the wage-and-hour claims of two hundred ninety-nine (299) Class Members who did not submit valid and timely Exclusion Forms to the Settlement Administrator ("Participating Class Members") will be resolved for \$472,500.

Notice of the Settlement was distributed according to the Court's preliminary approval order. No Class Member has submitted a written dispute to, objection to, or request for exclusion from the Settlement. (Declaration of Douglas Han In Support of Plaintiff's Motion for Final Approval of Class Action Settlement ("Han Final Decl."), ¶ 12; Declaration of Veronica Olivares Regarding Notice and Settlement Administration ("Olivares Decl."), ¶ 10-12.)

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### FACTS AND PROCEDURAL HISTORY

#### A. **PROCEDURAL HISTORY**

1. Plaintiff's Claims

On August 31, 2020, the then-plaintiff Todd Martin provided written notice to the California Labor and Workforce Development Agency ("LWDA") and Defendant. (Han Final Decl., *supra*, at  $\P$  5.)

22 On November 18, 2020, Todd Martin filed a representative PAGA action in the Superior 23 Court of California, County of Orange. (Han Final Decl., *supra*, at ¶ 6.)

24 On December 2, 2021, the Parties participated in a private mediation with Mark Rudy. While the Parties did not settle at mediation, the mediator assisted the Parties in further negotiations following mediation that eventually resulted in the settlement of this case. (Han 26 Final Decl., *supra*, at ¶ 7.)

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On January 6, 2022, an amended written notice to the LWDA was submitted that added Plaintiff as an additional PAGA representative. (Han Final Decl., *supra*, at ¶ 8.) Following Todd Martin's death, Plaintiff filed a First Amended Complaint on April 14, 2022 that substituted Plaintiff with Todd Martin as the plaintiff and added several class action causes of action. (Ibid.)

> 2. Plaintiff's Investigation<sup>1</sup>

Class Counsel investigated and researched facts and circumstances underlying the pertinent issues and the law applicable. This required discussions and interviews between Class Counsel and Plaintiff, as well as preliminary research into the legal issues involved. Afterwards, Class Counsel determined the claims were well-suited for class and representative action adjudication. (Han Preliminary Decl., *supra*, at ¶ 15-18, 42-47.)

Class Counsel conducted a thorough investigation of the facts and claims giving rise to this matter. This investigation included: (1) conducting discovery and meeting and conferring with Defendant; (2) reviewing and analyzing policy documents and a sampling of time and pay records produced from Defendant and other sources; (3) researching the applicable law and potential defenses; (4) interviewing current and former employees of Defendant; (5) constructing damage models; (6) having extensive discussions with Plaintiff's expert to review and analyze Defendant's paystubs and time data; and (7) reviewing information provided by Defendant prior to and during the mediation. (Han Preliminary Decl., *supra*, at ¶¶ 15-18, 43-44.)

B.

## **MEDIATION**

Class Counsel assessed liability and damages based on this information and determined the case was appropriate for consensual resolution given the high level of risk present for both sides. (Han Preliminary Decl., *supra*, at ¶¶ 42-47.) The Parties participated in mediation with Mark Rudy, eventually resulting in an agreement on a settlement of this case. (*Id.* at ¶¶ 12, 28.) ///

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<sup>26</sup> For a full discussion, see ¶ 15-28, 42-73 of the Declaration of Douglas Han in Support of Plaintiff's Motion for Preliminary Approval of Class Action Settlement ("Han Preliminary 27 Decl."), previously filed herein on April 20, 2022.

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The Settlement is the product of extensive arm's-length negotiations. The Parties debated, discussed, and resolved many difficult legal and factual issues. Moreover, the Parties were required to make reasonable compromises considering the facts, issues, and risks presented. Class Counsel considered the uncertainty and risks of further litigation and the difficulties inherent in such litigation. Class Counsel also considered the burdens of proof necessary to establish liability, the length and complexity of the trial itself, and the risks of further delays and expenses arising from possible appeals. (Han Final Decl., *supra*, at  $\P$  9.)

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D.

# THE TERMS OF THE SETTLEMENT

The amount available for Participating Class Members is \$472,500 less the following: (1) Attorney Fee Award of \$157,500 (1/3 of the Gross Settlement Amount); (2) Cost Award of \$15,623.55 (3) Class Representative Enhancement Payment of \$7,500; (4) Administration Costs of \$9,500; and (5) PAGA Payment of \$25,000. (Han Final Decl., *supra*, at ¶ 10.)

### NOTICE TO THE CLASS MEMBERS

Following preliminary approval, the Parties directed CPT Group, Inc. to send out Notice of Class Action and PAGA Settlement ("Notice") and the Election Not to Participate In Class Action Settlement ("Exclusion Form") (collectively, the "Notice Packet"). The Settlement Administrator sent the Notice Packets to the last-known address of each Class Member. (Han Final Decl., *supra*, at ¶ 11; Olivares Decl., *supra*, at ¶¶ 6-7.) Prior to the mailing, the Settlement Administrator ran all addresses contained in the Class Data through the United States Postal Service's National Change of Address Database to obtain current address information. (Olivares Decl., *supra*, at ¶ 6.) None of the Class Members have submitted written disputes, objections, or requests for exclusion. (Han Final Decl., *supra*, at ¶¶ 12; Olivares Decl., *supra*, at ¶¶ 10-12.)

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# THE COURT SHOULD GRANT FINAL APPROVAL OF SETTLEMENT

Plaintiff submit the Court should grant final approval not only because the settlement is
fair but also because public policy favors settlement over continued class-action litigation. (See,
e.g., *Linder v. Thrifty Oil Co.* (2000) 23 Cal.4th 429, 434 ("Courts have long acknowledged the
importance of class actions as a means to prevent a failure of justice in our judicial system.");

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State v. Levi Strauss & Co. (1986) 41 Cal.3d 460, 471 ("[T]he consumer class action is an
 essential tool for the protection of consumers against exploitative business practices."); Class
 Plaintiffs v. City Of Seattle (9th Cir. 1992) 955 F.2d 1268, 1276 ("[S]trong judicial policy . . .
 favors settlements, particularly where complex class action litigation is concerned."); Conte &
 Newberg, Newberg on Class Actions (4th ed. 2002) § 11.41.)

#### A. CRITERIA FOR SETTLEMENT APPROVAL

Class action settlements are subject to a two-step approval process. First, the court makes a preliminary evaluation of the fairness of the settlement based on a written motion for approval, settlement agreement, proposed notice to the class, proposed order granting a settlement hearing, and informal presentation. If the court determines the settlement appears to be within the "range of reasonableness," the court may initiate the second step by directing the class be given notice of a formal settlement hearing. (See *Newberg on Class Actions* at § 11.25.) At the formal hearing, evidence may be presented in support of, and in opposition to, the settlement. The above procedures, commonly used by California courts and endorsed by Professor Newberg, safeguard the procedural due process rights of putative class members. (*Id.* at § 11.22, *et seq.*)

The first two stages have been completed here. At the final approval stage, the decision facing the Court is whether the settlement is fair, adequate, and reasonable. (*Wershba v. Apple Computer, Inc.* (2001) 91 Cal.App.4th 224, 235.) Among the relevant considerations in reaching this final determination are (1) strength of plaintiffs' case balanced against the benefits of the settlement, and (2) complexity, expected duration, and expense of further litigation. (*Id.;* see also *Dunk v. Ford Motor Co., supra*, 48 Cal.App.4th at p. 1802.)

In assessing a settlement proposal, courts give "proper deference to the private consensual decision of the parties," because "the Court's intrusion upon what is otherwise a private consensual agreement negotiated between the parties to a lawsuit must be limited to the extent necessary to reach a reasoned judgment that the agreement is not the product of fraud or overreaching by, or collusion between, the negotiating parties." (*Hanlon v. Chrysler Inc.* (9th Cir. 1998) 150 F.3d 1011, 1027; *Dunk v. Ford Motor Co., supra*, 48 Cal.App.4th at p. 1801

("Due regard should be given to what is otherwise a private consensual agreement between the parties.").) The Court should consider the recommendations of counsel and the parties. (See *Kirkorian v. Borelli*, (N.D. Cal.1988) 695 F.Supp. 446, 451 (recommendation of experienced counsel carries significant weight in the court's determination of the reasonableness of the settlement); *Vulcan So. of Westchester County, Inc. v. Fire Department of White Plains* (S.D.N.Y. 1981) 505 F.Supp. 955, 967 (same).) A presumption of fairness exists if: (1) 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) percentage of objectors is small. (*Dunk*, at p. 1794.)

### THE SETTLEMENT FULFILLS ALL FINAL APPROVAL CRITERIA

B.

#### 1. <u>The Settlement Follows Substantial Investigation and Discovery.</u>

The Settlement is the result of extensive negotiations, conducted at arm's-length, and informed by substantial factual and legal investigations. (Han Final Decl., *supra*, at ¶¶ 5-10.) Throughout this case, Plaintiff and Class Members have also been represented by experienced counsel. (Han Final Decl., *supra*, at ¶¶ 38-43; Exhibits 5-6.)

Class Counsel has devoted a substantial amount time on this case. This included; (1) researching various legal issues; (2) drafting and reviewing pleadings; (3) meeting and conferring with Defendant's counsel; (4) reviewing and analyzing the produced documents; (5) regularly communicating with Plaintiff; (6) preparing for and attending mediation; (7) negotiating, amending, and finalizing the Agreement; (8) drafting documents for preliminary and final approval; (9) briefing for the hearing for preliminary approval; and (10) coordinating and overseeing the settlement administration. (Han Final Decl., *supra*, at ¶¶ 16-32.)

Among those matters considered during settlement negotiations were the risks, expenses, and length of further litigation. (Han Preliminary Decl., *supra*, at ¶¶ 42-47.) These considerations indicated the interests of Class Members are best served by a settlement of this case as set forth in the Agreement. As experienced litigators in employment class action cases, Class Counsel believe the Agreement is fair, reasonable, and adequate. (*Id.* at ¶ 79.)

# The Settlement Falls Within the Range of Approval by This Court.

Significant in evaluating the foregoing \$472,500 settlement are the risks at trial (or an appeal), as well as the costs of continuing the litigation. Defendant contends the Class would not be able to establish its entitlement to the full extent of the relief it is seeking. Plaintiff believes there is ample evidence to support class allegations. Under these circumstances, it was reasonable for the Parties to elect to settle this matter. This is because the Settlement provides immediate benefits to the Class. (Han Final Decl., *supra*, at ¶¶ 9-10.)

After evaluating the benefits offered by the Settlement and the expense, delay, and risk of going forward to trial, Class Counsel determined the Settlement fairly, adequately, and reasonably achieves Plaintiff's goals and advances the Class's interests. In other words, the Settlement falls within the "the range of reasonableness" necessary for final approval.

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#### 3. Class Members Received The Best Practicable Notice.

California law vests the Court with broad discretion in fashioning an appropriate program to provide the best notice practicable.<sup>2</sup> (See Cartt v. Superior Court (1975) 50 Cal.App.3d 960, 973-74; In re Cellphone Fee Termination Cases (2010) 186 Cal.App.4th 1380, 1392; Cho v. Seagate Tech. Holdings, Inc. (2009) 177 Cal.App.4th 734, 745-746; Phillips Petroleum Co. v. Shutts (1985) 472 U.S. 797, 811-12.)<sup>3</sup> The content and method of notice should be designed to apprise the class members of the terms of the proposed settlement and of their rights to participate in, object to or opt out of the settlement. (See Mullane, at p. 314; In re Vitamin Cases (2003) 107 Cal.App.4th 820, 828.)

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The California Supreme Court has authorized California's trial courts to use Federal Rule 23 and cases applying it for guidance in considering class issues. (See Vasquez v. Superior Court (1971) 4 Cal.3d 800, 821; Green v. Obledo (1981) 29 Cal. 3d 126, 145-46.) Where appropriate, therefore, the Parties cite Federal Rule 23 and federal case law in addition to California law.

<sup>25</sup> (See also Eisen v. Carlisle & Jacquelin (1974) 417 U.S. 156, 175-75 (individual notice must be sent to all class members who can be identified through reasonable efforts); Mullane v. Central Hanover Bank & Trust Company (1950) 339 U.S. 306, 314 (best practicable notice is that which is "reasonably calculated, under all the circumstances, to apprise interested parties of the pendency of the action and afford them an opportunity to present their objections").) 28

The Notice Packet preliminarily approved met these requirements. It explained the nature of the litigation, material terms of the Settlement, sum of the settlement payments, how to participate in, object to, or be excluded from the Settlement, and where to direct inquiries.

# 4. <u>No Class Members Have Objected to or Requested Exclusion From the</u> Settlement.

There is a presumption of fairness if the percentage of objectors and opt-outs is small. (7-Eleven Owners for Franchising v. Southland Corp. (2000) 85 Cal.App.4th 224, 244; Hanlon v. Chrysler Corporation, supra, 150 F.3d at pp. 1025-1026.) None of the Class Members have submitted written disputes to, objected to, and requested exclusion from the Settlement. (Han Final Decl., supra, at ¶ 12; Olivares Decl., supra, at ¶¶ 10-12.)

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# 5. <u>Class Representative Enhancement Payment Is Reasonable and Fair.</u>

Class action settlements typically provide for an incentive or enhancement payment to the named plaintiff for bringing and helping to prosecute the action. Courts routinely approve these supplemental payments. (See *Newberg on Class Actions* at § 12.46; *Van Vranken v. Atlantic Richfield Co.* (N.D. Cal. 1995) 901 F.Supp. 294; *Bogosian v. Gulf Oil Corp.* (E.D. Pa. 1985) 621 F.Supp. 27 (award of \$20,000.00 each to two class representatives in antitrust case); *Bryan v. Pittsburgh Plate Glass Co. (PPG Industries, Inc.)* (W.D. Pa. 1973) 59 F.R.D. 616, 617, *aff\*d* 494 F.2d 799 (3d Cir.), *cert. denied* in *Abate v. Pittsburgh Plate Glass Co.* (1974) 419 U.S. 900.) As the *Staton* court noted:

[N]amed plaintiffs . . . are eligible for reasonable incentive payments. The district court must evaluate their awards individually, using relevant factors includ[ing] the actions the plaintiff has taken to protect the interests of the class, the degree to which the class has benefited from those actions, . . . the amount of time and effort the plaintiff expended in pursuing the litigation . . . and reasonabl[e] fear[s] of workplace retaliation.

(*Staton v. Boeing* (9th Cir. 2003) 327 F.3d 938, 977 (citation omitted).)

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Plaintiff served as the class representative throughout this litigation. Among other things, Plaintiff spent numerous hours with Class Counsel discussing the case facts and the law, producing and reviewing documents, preparing for the mediation, and reviewing and approving the Agreement. Moreover, Plaintiff's assistance proved to be an invaluable asset that contributed to the settlement of this case (*i.e.*, developing legal theories, obtaining putative class members' contact information, determining the importance of the documents produced). (Han Final Decl., *supra*, at ¶¶ 33, 35; Declaration of Adrian Escobedo In Support of Plaintiff's Motion For Final Approval of Class Action Settlement ("Escobedo Decl."), ¶¶ 6-10.) Plaintiff undertook this case despite being made aware of the risks associated with serving as a representative (*i.e.*, sacrificing potential individual claims, difficulty finding employment, risk of judgment entered against him for attorneys' fees and costs). (Han Final Decl., *supra*, at ¶¶ 33-35; Escobedo Decl., *supra*, at ¶¶ 11-12.) Ultimately, Plaintiff decided to vindicate not only his rights but also those of former coworkers despite the risk and sacrifices involved. Finally, Plaintiff is not related to anyone associated with Class Counsel nor does Plaintiff have any conflicts of interest adverse to any of the Class Members. (Escobedo Decl., *supra*, at ¶ 13.)

Thus, Plaintiff is entitled to the Class Representative Enhancement Payment of \$7,500 for his initiative and efforts in bringing and helping to prosecute this case.

6.

(i) Percentage-of-the-Benefit Method.

The Payment of Attorneys' Fees Is Reasonable.

The California Supreme Court held "when class action litigation establishes a monetary fund for the benefit of the class members, and the trial court in its equitable powers awards class counsel a fee out of that fund, the court may determine the amount of a reasonable fee by choosing an appropriate percentage of the fund created." (*Laffitte v. Robert Half Intern. Inc.* (Aug. 11, 2016) 205 Cal.Rptr.3d 555, 573.) Courts may use the "percentage method for its primary calculation of the fee award. The choice of a fee calculation method is generally one within the discretion of the trial court, the goal under either the percentage or lodestar approach being the award of a reasonable fee to compensate counsel for their efforts." (*Ibid.*)

The Attorney Fee Award of \$157,500 is one-third (1/3) of the common fund created by the Settlement Agreement. This percentage is consistent with both the Settlement Agreement and Plaintiff's contingent-fee agreement. By extension, the Attorney Fee Award is also fair and reasonable under California's fee-shifting jurisprudence.<sup>4</sup>

5 California courts have also approved attorney's-fee awards above the benchmark of thirty-eight percent (38%) of the settlement fund. (See Crandall v. U-Haul (Los Angeles County 6 7 Superior Court, Case No. BC178775), the Honorable Steven Czuleger awarded a 40% attorney 8 fee request in an overtime-exemption class action; in Bushnell v. Cremar, Inc. (Orange County 9 Superior Court, Case No. 657778), the Honorable Donald E. Smallwood awarded attorneys' fees 10 in the amount of 38%; in Abzug v. Kerkorian CA000981 (Los Angeles County Superior Court, 11 November 1990), the Honorable R. William Schoettler awarded a 45% fee; in Haitz v. Meyer, et 12 al., Alameda County Superior Court, 8-20-1990 No. 572968-3, the court awarded a 40% fee; in 13 Elliott v. Clothestime (Orange County Superior Court, Case No. 01-CC00333) the Honorable 14 Jonathan Cannon awarded a 40% fee in a wage-and-hour class action which had not yet proceeded to the class certification stage; in both Rippee v. Boston Market Corporation, Case No.: 05 CV 1359 BTM (JMA) and Barile v. Boston Market Corporation, Case No.: 05 CV 1360 BTM (JMA), the Honorable Judge Barry T. Moskowitz awarded a 40% fee to plaintiffs' counsel in wage-and-hour class actions that had not proceeded to the class-certification stage.) (Han Final Decl., *supra*, at ¶ 30.)

The amount requested will fairly compensate Class Counsel for their successful vindication of Class Members' rights. This is considering the quality, nature, and extent of Class Counsel's efforts, outstanding results achieved, no Class Member objecting to the sum of the Attorney Fee Award, legal precedent supporting to the Attorney Fee Award sought, and Class Counsel being award similar fee requests in previous cases. Class Counsel's diligent, efficient, and creative pursuit of this matter positioned Plaintiff to settle this case successfully, affording

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<sup>&</sup>lt;sup>4</sup> The Labor Code specifically provides for an award of attorneys' fees and costs for some of employees' claims. (See, e.g., Lab. Code § 226.) Plaintiff is also entitled to an award of attorneys' fees pursuant to Code of Civil Procedure section 1021.5.

redress to the entire Class and avoiding the inevitable expense and risk attendant to protracted litigation. (Han Final Decl., *supra*, at ¶ 25-31.)

Defendant has not objected to the Attorney Fee Award. Similarly, the Notice Packet mailed to Class Members stated the sum of the Attorney Fee Award, and not a single Class Member objected. (Olivares Decl., *supra*, at ¶ 11.)

Considering the foregoing, the Attorney Fee Award is well within the bounds established by the above-cited authority.

> (ii) Lodestar Method.

The lodestar calculation supports the Attorney Fee Award. The lodestar calculation proceeds in three (3) steps. First, a trial court must determine a baseline guide or "lodestar" figure based on the time spent and reasonable hourly compensation for each attorney involved in the case. (Serrano v. Priest (1975) 20 Cal.3d 25, 48.) The court then sets a reasonable hourly fee to apply to the time expended, with reference to the prevailing rates in the geographical area the action is pending. (Bihun v. AT&T Information System (1993) 13 Cal.App.4th 976, 997.) A "multiplier" is then selected with reference to the following factors: (1) novelty and difficulty of issues; (2) skill displayed; (3) extent the nature of the litigation precluded other employment; and (4) contingent nature of the fee award. (Serrano, at p. 49.)

Class Counsel charges hourly rates commensurate with the prevailing market rates in the 19 Los Angeles County area for attorneys of comparable experience and skill handling complex litigation. (Han Final Decl., *supra*, at ¶¶ 17-19; Exhibit 2.) Similarly, Class Counsel's hourly rates are also in line with the Laffey Matrix. (*Id.* at ¶ 19; Exhibit 3.)

Moreover, the Serrano factors all militate in favor of the Attorney Fee Award. This case raised several complex and contested issues, and Class Counsel demonstrated skill and creativity in prosecuting and presenting them. (Han Final Decl., supra, at ¶ 20.) This was also not a straightforward case as Class Counsel had to spend time researching and analyzing each of these claims and issues to adequately assess the liability. (*Id.* at  $\P$  21.)

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Class Counsel have also spent a substantial number of hours on this case. The time Class Counsel devoted prevented them from taking on other cases, including hourly work for which compensation would have been more certain. Yet, Class Counsel still zealously represented Plaintiff and the Class and obtained an excellent result. (Han Final Decl., *supra*, at ¶ 22.)

While Class Counsel achieved a beneficial settlement, this was not foregone conclusion. Class Counsel's efforts might have been frustrated by obstacles. Yet, Class Counsel navigated the shoals of unpredictability to achieve a desirable result. (Han Final Decl., *supra*, at ¶ 23.)

Finally, the base lodestar fees calculation is \$232,210. Under the lodestar cross-check, this results in a negative multiplier is 0.68, further evidencing the reasonableness of the Attorney Fee Award. (Han Final Decl., *supra*, at ¶ 24.)

### (iii) The Requested Costs Award Is Reasonable

Class Counsel have incurred costs of \$15,623.55. These costs incurred include but are not limited to: (1) filing fees (*i.e.*, complaint, stipulation, motions); (2) service of process; (3) mediation fees; (4) expert analysis fees; (5) attorney-service costs; (6) copy charges for documents; (7) CourtCall costs for attending court hearings; (8) LexisNexis costs; and (9) postage charges. These costs were reasonably necessary to the conduct of the litigation and were also reasonable in amount. (Han Final Decl., *supra*, at ¶ 32; Exhibit 4.)

# IV. <u>CERTIFICATION OF THE CLASS FOR SETTLEMENT PURPOSES IS</u> <u>APPROPRIATE</u>

# A. THE LEGAL STANDARD

Section 382 of the Code of Civil Procedure provides "when the question is one of a common or general interest, of 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. (Code Civ. Proc. § 382.) Class certification under section 382 is appropriate when "(1) [t]here [is] . . . an ascertainable class; and (2) there [is] . . . a well defined community of interest in the questions of law and fact involved affecting the parties to be represented." (*Daar v. Yellow Cab Co.* (1967) 67 Cal.2d 695, 704 (citations omitted).) The community-of-interest requirement

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itself embodies three factors: "(1) predominant questions of law or fact; (2) class representatives 2 with claims or defenses typical of the class; and (3) class representatives who can adequately 3 represent the class." (Richmond v. Dart Industries, Inc. (1981) 29 Cal.3d 462, 470.) Any doubt to class treatment should be resolved in favor of class certification, subject to later modification 4 if necessary. (Id. at pp. 473-475.) The decision to certify a class is a purely procedural one and 5 should be based on the allegations in the operative complaint, and not in the perceived factual or 6 7 legal merit of the class claims. (Linder v. Thrifty Oil Co., supra, 23 Cal.4th at pp. 439-441.)

**B**.

# THE CRITERIA FOR CERTIFICATION OF THE CLASS ARE

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#### 1. The Class Is Ascertainable.

Class Members who worked for Defendant have been identified through employee and payroll files. (Han Preliminary Decl., supra, at ¶ 74.) (See Rose v. City of Hayward (1981) 126 Cal.App.3d 926, 932 (finding that "[c]lass members are 'ascertainable' where they may be readily identified without unreasonable expense or time by reference to official records.").)

#### 2. The Numerosity Requirement Is Satisfied.

The numerosity requirement is fulfilled when the individual joinder of all class members would be impracticable. A proposed class numbering "as few as 40 class members should raise a presumption that joinder is impracticable," thus satisfying the numerosity requirement. (Newberg on Class Actions § 3.5.)

There are two hundred ninety-nine (299) Class Members. (Olivares Decl., *supra*, at ¶ 6.) This means joinder would be impracticable, and a class-wide proceeding is more appropriate.

#### 3. Common Issues of Law and Fact Predominate Over Any Individual Issues.

The court should grant class certification when questions of law and fact common to all class members predominate over any questions affecting only individual members. (Hicks v. Kaufman & Broad Home Corp. (2001) 89 Cal.App.4th 908, 916 ("As a general rule, if the

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defendant's liability can be determined by facts common to all members of the class, a class will 2 be certified even if the members must individually prove their damages. To determine whether common questions of fact predominate, the trial court must examine the issues framed by the 3 4 pleadings and the law applicable to the causes of allegation alleged.").)

The commonality and predominance requirements are "easily met," because "[when] the defendant has engaged in some course of conduct that affects a group of persons and gives rise to a cause of action, one or more of the elements of that cause of action will be common to all of the persons affected." (Gen'l Tel. Co. of Southwest v. Falcon (1982) 457 U.S. 147, 155.) The fact that "calculation of individual damages may at some point be required does not foreclose the possibility of taking common evidence on [liability issues]." (Sav-on Drug Stores, Inc. v. Superior Court (2004) 34 Cal.4th 319, 332 (holding the legal question of whether the plaintiffemployees were nonexempt and entitled to overtime was a common question that predominated over the individual questions of each employee's duties performed and hours worked); Clothesrigger, Inc. v. GTE Corp.(1987) 191 Cal.App.3d 605, 617 ("[T]he necessity for class members to prove their own damages does not mean individual fact questions predominate").)

The scope of this case is focused on a specific class of persons employed by Defendant during a specific period. The common questions of law and fact in this case all stem from the claims Class Members were not paid for all hours, were not properly paid overtime and minimum wages, did not receive meal and rest breaks, and were not reimbursed for business expenses. Plaintiff and Class Members all sought the same remedies. These common issues predominate over individual issues because identical evidence establishes liability as to all Class Members. (Han Preliminary Decl., *supra*, at ¶ 76.) Thus, the commonality and predominance requirements are satisfied. (Stephens v. Montgomery Ward & Co., Inc. (1987) 193 Cal.App.3d 411, 421.)

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#### 4. Plaintiff's Claims Are Typical.

A class representative's claims are typical of a class when they arise from the same event, practice, or course of conduct that gives rise to the claims of other putative class members, and if their claims rest on the same legal theories. (Classen v. Weller (1983) 145 Cal.App.3d 27, 47;

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*B.W.I. Custom Kitchens v. Owens-Illinois, Inc.*(1987) 191 Cal.App.3d 1341, 1347 ("[I]t has never been the law in California that the class representative must have identical interests with the class members.").)

As a former employee of Defendant, Plaintiff's claims are typical of Class Members' claims because they arise from the same factual basis and based on the same legal theories. (Han Preliminary Decl., *supra*, at ¶ 77.)

#### 5. <u>Plaintiff and Class Counsel Adequately Represent the Class.</u>

The adequacy requirement is met by fulfilling two conditions: (1) the class representative must be represented by counsel qualified to conduct the pending litigation, and (2) the class representative's interests cannot be antagonistic to those of the class. (*McGhee v. Crocker-Citizens Nat. Bank* (1976) 60 Cal.App.3d 442, 451.)

First, Plaintiff and the Class are represented by experienced and competent counsel. Class Counsel is qualified and has served as class counsel in numerous class actions. (Han Final Decl., *supra*, at ¶¶ 38-43; Exhibits 5-6.) Thus, Class Counsel is "qualified, experienced, and generally able to conduct the proposed litigation." (*Miller v. Woods* (1983) 148 Cal.App.3d 862, 875.) Second, Plaintiff has no conflicts with the Class, and his interests are aligned with those of the Class, securing recovery for the Class. (Han Preliminary Decl., *supra*, at ¶ 78.)

#### 6. <u>Class Treatment Is Superior to the Alternatives</u>

Absent class treatment, similarly situated persons with relatively small but meritorious claims for damages would, as a practical matter, have no means of redress because of the time, effort, and expense required to prosecute individual actions. (See *Hanlon v. Chrysler Corporation, supra*, 150 F.3d at p. 1023.) The Supreme Court has stated that "the policy at the very core of the class action mechanism is to overcome the problem that small recoveries do not provide the incentive for any individual to bring a solo action prosecuting his or her rights. The class action solves this problem by aggregating the relatively paltry potential recoveries into something worth someone's (usually an attorney's) labor." (*Amchem Prods. v. Windsor* (1997)

1 || 521 U.S. 591, 617) (citation and quotation omitted).)

Other relevant considerations regarding superiority include the improbability that each class member will come forward to prove his or her separate claim and whether the class approach would serve to deter or redress the alleged wrongdoing. (*Linder v. Thrifty Oil Co., supra,* 23 Cal. 4th at p. 435.) In employment cases, concerns like fear of the employer, lack of representation, size of claim, and employee's perception about the difficulty of litigation increase the likelihood an employer will not be held accountable. Acknowledging these concerns, courts have noted that "[t]he risk entailed in suing one's employer are such that the few hardy souls who come forward should be permitted to speak for others when the vocal ones are otherwise fully qualified." (*St. Marie v. Eastern RR Ass 'n* (S.D.N.Y. 1976) 72 F.R.D. 443, 449 (overruled as to damages and liability but not as to class certification).) Here, the class approach serves to deter and redress the alleged wrongdoing by ensuring all claims are addressed.

Finally, if the individual claims are relatively small and the socio-economic status and sophistication of the class members contrasts with defendant's, a class action is appropriate because the size of the individual claims "would prove uneconomic for potential plaintiffs" to pursue individually, as "litigation costs would dwarf potential recovery." (*Hanlon v. Chrysler Corporation, supra*, 150 F.3d at p. 1023.) These issues from a practical standpoint lead to the unbalanced situation where the employer is represented by counsel, but the employee is not.

Each of the above reasons compels the conclusion that a class action is the preferred method of resolution for this case.

V. CONCLUSION

For the reasons set forth herein, Plaintiff requests this Court grant final approval of the Settlement and enter the companion order.

Dated: December 19, 2022

JUSTICE LAW CORPORATION

By:

Douglas Han Attorneys for Plaintiff