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		Attorneys for Defendant AIRTOUCH CELLULAR dba Verizon
11		Wireless and CELLCO PARTNERSHIP dba
		VERIZON WIRELESS
12	Attorneys for Plaintiffs DEANNA	
13	VERAMENDI, an individual, and	
13	MATHEW CHESSER, an individual, on behalf of themselves and all others similarly	
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20	AIRTOUCH CELLULAR WAGE AND	Assigned for all purposes to
21		Hon. Ann Jones
	HOUR CASES	REVISED CLASS ACTION
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## CLASS ACTION SETTLEMENT AGREEMENT AND RELEASE

This Joint Stipulation of Class Action Settlement Agreement and Release ("Settlement Agreement") is made and entered into by and between Plaintiffs Deanna Veramendi and Mathew Chesser ("Plaintiffs"), acting on behalf of themselves and on behalf of all others similarly situated, and Defendant AirTouch Cellular, Inc. d/b/a Verizon Wireless ("Defendant"), and is subject to the terms and conditions hereof and the approval of the Court. Plaintiffs, acting on behalf of themselves and on behalf of all others similarly situated, and Defendant are referenced collectively herein as "the Parties."

## **Definitions**

- 1. "Action" means the action entitled *Veramendi, et al. v. AirTouch Cellular d/b/a Verizon Wireless*, Case Number BC647309 (Los Angeles Superior Court, California).
- 2. "Attorneys' Fees" means attorneys' fees agreed upon by the Parties and approved by the Court for Class Counsel's litigation and resolution of the Action. Class Counsel will request attorneys' fees in the amount of seven hundred and sixty five thousand dollars and zero cents (\$765,000.00). Any portion of the Attorneys' Fees not awarded to Class Counsel will be distributed to the class.
- 3. "Settlement Administrator" means CPT Group, Inc. or any other third-party class action settlement administrator agreed to by the Parties and approved by the Court for the purposes of administering this settlement. The Parties each represent that they do not have any financial interest in the Settlement Administrator or otherwise have a relationship with the Settlement Administrator that could create a conflict of interest.
- 4. "Settlement Administration Costs" means the costs payable from the Class Settlement Amount to the Settlement Administrator for administering this Settlement, including, but not limited to, printing, distributing, and tracking documents for this Settlement, calculating estimated amounts per Class Member, tax reporting, distributing the Class Settlement Amount, and providing necessary reports and declarations, and other duties and responsibilities set forth herein to process this Settlement, and as requested by the Parties. The Settlement Administration Costs will be paid from the Class Settlement Amount up to the amount represented (and

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"Class Period" means January 18, 2013 through the date of Preliminary Approval 8. of the Settlement Agreement. 9. Plaintiffs in recognition of their effort and work in prosecuting the Action on behalf of Class

ultimately billed) by the Settlement Administrator as being the maximum costs necessary to administer the settlement. The Settlement Administration Costs are currently estimated to be \$29,500.

- 5. "Class Counsel" means David Markham, Maggie Realin and Lisa Brevard of the Markham Law Firm, and Walter Haines of United Employees Law Group ("Class Counsel").
- "Class Member(s)" or "Settlement Class" means all California non-exempt employees who worked in AirTouch retail stores during the Class Period, except for Assistant Sales Managers/Solutions Managers.
- 7. "Class List" means a complete list of Class Members that Defendant will diligently and in good faith compile from its records and provide to the Settlement Administrator within fourteen (14) calendar days after Preliminary Approval of this Settlement Agreement. The Class List will be formatted in a readable Microsoft Office Excel spreadsheet and will include each Class Member's full name; last-known address and telephone number; and dates employed as a Class Member; and social security number (specifically for the Administrator's purposes of conducting any necessary skip-tracing of undelivered notices/packets, and performing tax reporting duties).
- "Class Representative Enhancement Payment" means the amount to be paid to
- Members, and for their general release of claims. Subject to the Court granting final approval of this Settlement Agreement and subject to the exhaustion of any and all appeals, Plaintiffs will request the Court's approval of a Class Representative Enhancement Payment of seven thousand and five hundred dollars and zero cents (\$7,500.00) each. Any portion of the Class Representative Enhancement Payment not awarded to Plaintiffs will be distributed to the class.
- 10. "Class Settlement Amount" means the maximum settlement amount of two million two hundred and ninety five thousand dollars and zero cents (\$2,295,000.00) to be paid by Defendant in full satisfaction of all claims arising from the Action, which includes all

Attorneys' Fees and Litigation Costs, Settlement Administration Costs, the Class Representative Enhancement Payments, Individual Settlement Payments, employer taxes, and payments to the Labor Workforce Development Agency ("LWDA").

- 11. "Court" means the Los Angeles Superior Court of California and any other court taking jurisdiction of the Action.
  - 12. "Defendant" means AirTouch Cellular, Inc. d/b/a Verizon Wireless.
- 13. "Effective Date" means the later of: (a) if any timely objections or motions to intervene are filed and not subsequently withdrawn, the sixtieth (60<sup>th</sup>) calendar day after the Court enters an order granting Final Approval of the Joint Stipulation of Class Action Settlement and Release; (b) if any timely appeals are filed, the resolution (or withdrawal) or any such appeal in a way that does not alter the terms of the Settlement; or (c) if no timely objections or motions to intervene are filed, or are withdrawn, the date upon which the Court enters an order granting Final Approval of the Joint Stipulation of Class Action Settlement and Release.
- 14. "Final Approval" means the date on which the Court enters an order granting final approval of the Settlement Agreement.
- 15. "Individual Settlement Payment" means each Class Member's share of the Net Settlement Amount, to be distributed to the Class Members who do not timely and validly request to be excluded.
- 16. "Litigation Costs" means all costs incurred and to be incurred by Class Counsel in the Action, including, but not limited to, costs associated with documenting the Settlement, providing any notices required as part of the Settlement, obtaining entry of the Judgment terminating the Action, and expenses for any experts. Class Counsel will request Litigation Costs not to exceed thirty thousand dollars and zero cents (\$30,000.00). Any portion of the Litigation Costs not awarded to Class Counsel will be distributed to the class.
- 17. "Net Settlement Amount" means the portion of the Class Settlement Amount remaining after deduction of the approved Attorneys' Fees and Litigation Costs, Settlement Administration Costs, Class Representative Enhancement Payments, and the payment to the

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LWDA (collectively "Fixed Costs"). The Net Settlement Amount will be distributed to Participating Class Members.

- 18. "Notice Packet" means the Notice of Class Action Settlement substantially attached as Exhibit A.
- 19. "Participating Class Members" means all Class Members who do not submit valid and timely Requests for Exclusion.
- 20. "Released Claims" means all wage and hour claims, rights, demands, liabilities, and causes of action of every nature and description, whether known or unknown, arising from or related to the claims litigated in the Action or that could have been asserted based on the facts alleged in the Action against Defendant during the Class Period, including without limitation: (i) unpaid or untimely compensation (including, but not limited to, minimum wages and overtime compensation and other premium wages); (ii) pay for time allegedly worked but not compensated, including, but not limited to, "off-the-clock" work and overtime compensation; (iii) meal and rest break premium wages; (iv) waiting time penalties for late payment of wages due upon termination of employment; (v) restitution for unpaid compensation and wages; (vi) any other statutory penalties, liquidated damages, or other premium compensation related to said unpaid wages or compensation; (vii) actual damages, statutory damages or statutory penalties associated with inaccurate wage statements; (viii) premium wages, actual damages, statutory damages, or statutory penalties related to said unpaid compensation and overtime wages, (ix) punitive or exemplary damages related to any of the foregoing claims; (x) all claims for civil penalties under the Private Attorney General Act ("PAGA"), Cal. Lab. Code §§ 2698 et seq. arising from the same set of operative facts alleged in the Action; (xi) claims based on IWC Wage Order No. 7-2001 or Labor Code sections 201, 202, 203, 204, 226, 226.7, 510, 512, 553, 558, 1194, 1194.2, 1197, 1197.1 and 1198; (xii) any penalties or liquidated or statutory damages available under any provision of law based upon violations of those sections (including without limitation Labor Code sections 203, 210, 226(e), 226.3, 558, 1174.5, 1175, 1194, 1194.2, 1194.5, 1197.1, 1199, and 2699; and Civil Code §§3287 and 3289); (xiii) any relief under Business &

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Professions Code section 17200 et seq.; and (xiv) claims for attorneys' fees, interest and costs related to any such claims.

- 21. "Released Parties" means Defendant and any of Defendant's past, present, and future parents, subsidiaries, affiliated corporations and entities, clients, and vendors and independent contractors through which Defendant conducts business, and each of Defendant's respective past, present, and future officers, directors, members, managers, employees, consultants, vendors, clients, partners, shareholders, joint venturers, and agents, and any successors, assigns, or legal representatives.
- 22. "Request for Exclusion" means a timely submittal of a Request for Exclusion by a Class Member. The Request for Exclusion must: (a) be returned by fax, e-mail, or mail to the Settlement Administrator at the specified address and/or facsimile number; and (b) be faxed, emailed, or postmarked on or before the Response Deadline. The date of the fax, e-mail, or postmark on the return mailing envelope will be the exclusive means to determine whether a Request for Exclusion has been timely submitted. A Class Member who does not request exclusion from the settlement will be deemed a Class Member and will be bound by all terms of the Settlement Agreement if the settlement is granted final approval by the Court.
- 23. "Response Deadline" means the deadline by which Class Members must postmark, e-mail, or fax to the Settlement Administrator valid Requests for Exclusion, or postmark Notices of Objection to the Settlement. The Response Deadline will be forty-five (45) calendar days from the initial mailing of the Notice Packet by the Settlement Administrator, unless the forty-fifth (45<sup>th</sup>) calendar day falls on a Sunday or a Federal holiday, in which case the Response Deadline will be extended to the next day on which the U.S. Postal Service is open. The Response Deadline for Requests for Exclusion and for Notices of Objection to the Settlement will be extended fifteen (15) calendar days for any Class Member who is re-mailed a Notice Packet by the Settlement Administrator, unless the fifteenth (15th) calendar day falls on a Sunday or Federal holiday, in which case the Response Deadline will be extended to the next day on which the U.S. Postal Service is open. The Response Deadline may also be extended by express agreement between Class Counsel and Defendant. Under no circumstances, however,

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will the Settlement Administrator have the authority to unilaterally extend the deadline for Class Members to submit a Request for Exclusion, or an objection to the settlement.

## **Terms of Agreement**

Plaintiffs, on behalf of themselves and the Settlement Class, and Defendant, agree as follows:

- 24. Funding of the Class Settlement Award. Within fourteen (14) calendar days after the Effective Date of the Settlement, Defendant will make a one-time deposit of the full Class Settlement Amount into a Qualified Settlement Fund to be established by the Settlement Administrator. Within seven (7) calendar days of the funding of the Settlement, the Settlement Administrator will issue payments via check to: (a) Participating Class Members; (b) Plaintiffs; (c) Class Counsel; and (d) the LWDA. The Settlement Administrator will also issue a payment to itself for Court-approved services performed in connection with the settlement.
- 25. Attorneys' Fees and Litigation Costs. Defendant agrees not to oppose or impede any application or motion by Class Counsel for attorneys' fees of not more than seven hundred and sixty five thousand dollars (\$765,000.00), plus the reimbursement of Litigation Costs associated with Class Counsel's litigation and settlement of the Action, not to exceed thirty thousand dollars and zero cents (\$30,000.00), both of which will be paid from the Class Settlement Amount. Should the Court approve Attorneys' Fees and/or Litigation Costs in an amount less than what is set forth in this Section, the difference shall be added to the Net Settlement Fund for payment to the Settlement Class.
- 26. Distribution of Fee Award. The Parties agree that Class Counsel shall be solely responsible for the division and distribution of any and all court-approved Attorneys' Fees and Costs awarded to Class Counsel.
- 27. Class Representative Enhancement Payment. In recognition of their efforts and work in prosecuting the Action on behalf of Class Members, and in exchange for a general release, Defendant agrees not to oppose or impede any application or motion for a Class Representative Enhancement Payment of seven thousand and five hundred dollars and zero cents (\$7,500.00) to each of the Plaintiffs. The Class Representative Enhancement Payments will be

paid from the Class Settlement Amount and will be in addition to Plaintiffs' individual settlement payments paid pursuant to the Settlement. Plaintiffs will be solely and legally responsible to pay any and all applicable taxes on the payments made pursuant to this paragraph and will indemnify and hold Defendant, Defendant's counsel and Plaintiffs' counsel harmless from any claim or liability for taxes, penalties, or interest arising as a result of the payments. Should the Court approve a Class Representative Enhancement Payment in an amount less than what is set forth in this Section, the difference shall be added to the Net Settlement Fund for payment to the Settlement Class.

- 28. <u>Settlement Administration Costs.</u> The Parties selected CPT Group, Inc., who shall not be deemed to be an agent of any party, to act as Settlement Administrator in this Action. At this time, the Settlement Administration Costs are estimated to be approximately \$29,500. These costs, which will be paid from the Class Settlement Amount, will include, among other things, the required tax reporting on the Individual Settlement Payments, the issuing of 1099 and W-2 IRS Forms, distributing the Notice Packet, calculating and distributing the Class Settlement Amount, and providing necessary reports and declarations.
- 29. <u>Net Settlement Amount.</u> The Net Settlement Amount will be used to satisfy Individual Settlement Payments to Participating Class Members from the Settlement Class in accordance with the terms of this Settlement. Sixty thousand dollars (\$60,000.00) of the Settlement Amount shall be allocated to PAGA penalties. Forty five thousand dollars and zero cents (\$45,000.00) are payable to the California Labor Workforce Development Agency ("LWDA"), and the remaining fifteen thousand dollars and zero cents (\$15,000.00) shall be available for distribution as a part of the Net Settlement Amount.
- 30. <u>Individual Settlement Payment Calculations.</u> Individual Settlement Payments to Participating Class Members will be calculated and apportioned from the Net Settlement Amount based on the number of workweeks a Participating Class Member worked during the Class Period. Specific calculations of Individual Settlement Payments will be made as follows:
  - (a) The Settlement Administrator will first calculate the total number of workweeks worked by each Class Member during the Class Period ("Individual Workweek")

Total") and the total number of workweeks worked by all Class Members ("Class Workweek Total") during the Class Period.

- (b) To determine each Class Member's potential Individual Settlement Payment, the Settlement Administrator will use the following formula: Individual Settlement Payment = (Individual Workweek Total ÷ Class Workweek Total) x Net Settlement Amount. The notice will inform each Class Member of their estimated Individual Settlement Payment. Actual settlement payments may differ slightly as any Settlement Class Members requesting exclusion will result in their wage statement totals being deducted from the Class Workweek Total used in the formula.
- 31. No Credit Toward Benefit Plans. The Individual Settlement Payments made to Participating Class Members under this Settlement, as well as any other payments made pursuant to this Settlement, will not be utilized to calculate any additional benefits under any benefit plans to which any Class Members may be eligible, including, but not limited to profit-sharing plans, bonus plans, 401(k) plans, stock purchase plans, vacation plans, sick leave plans, PTO plans, and any other benefit plan. Rather, it is the Parties' intention that this Settlement Agreement will not affect any rights, contributions, or amounts to which any Class Members may be entitled under any benefit plans.
- 32. <u>Settlement Administration Process.</u> The Parties agree to cooperate in the administration of the Settlement and to make all reasonable efforts to control and minimize the costs and expenses incurred in administration of the Settlement.
- 33. <u>Delivery of the Class List.</u> Within fourteen (14) calendar days of Preliminary Approval, Defendant will provide the Class List to the Settlement Administrator and to Class Counsel in an Excel spreadsheet via email.
- 34. <u>Notice by First-Class Mail.</u> Within ten (10) calendar days after receiving the Class List from Defendant, the Settlement Administrator will mail a Notice Packet to all Class Members via regular First-Class U.S. Mail, using the most current, known mailing addresses identified in the Class List.

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- Settlement Administrator will perform a search based on the National Change of Address

  Database for information to update and correct for any known or identifiable address changes.

  Any Notice Packets returned to the Settlement Administrator as non-deliverable on or before the Response Deadline will be sent promptly via regular First-Class U.S. Mail to the forwarding address affixed thereto and the Settlement Administrator will indicate the date of such re-mailing on the Notice Packet. If no forwarding address is provided, the Settlement Administrator will promptly attempt to determine the correct address using a skip-trace, or other search using the name, address and/or Social Security number of the Class Member involved and will then perform a single re-mailing. Those Class Members who receive a re-mailed Notice Packet, whether by skip-trace or by request, will have between the later of (a) an additional fifteen (15) calendar days, or (b) the Response Deadline to postmark a Request for Exclusion or an objection to the Settlement.
- 36. Notice Packets. All Class Members will be mailed a Notice Packet that is consistent with the Settlement Agreement. In compliance with Cal. Rules of Court, rule 3.766(d), each Notice Packet will provide: (a) information regarding the nature of the Action, including the basic contentions or denials of the Parties; (b) a summary of the Settlement's principal terms; (c) the Settlement Class definition; (d) the total number of workweeks that each respective Class Member worked during the Class Period; (e) each Class Member's estimated Individual Settlement Payment and the formula for calculating Individual Settlement Payments; (f) the dates which comprise the Class Period; (g) a statement that the Court will exclude the Class Member from the class if the Class Member so requests by a specified date; (h) instructions on the procedure for submitting valid Requests for Exclusion, or Notices of Objection; (i) the deadlines by which the Class Member must postmark, fax, or e-mail Requests for Exclusions or Notices of Objection to the Settlement; (j) the claims to be released, as set forth herein, and a statement that the judgment, whether favorable or not, will bind all members who do not request exclusion; (k) a statement that any member who does not request exclusion may, if the member so desires, enter an appearance through counsel; and (1) the date for the final

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approval hearing. The notice will also reflect the Court's social distancing procedures for attendance at hearings and review of court files. The Notice Packets will contain document in substantially the same form as Exhibit A.

- 37. <u>Disputed Information in Notice Packets.</u> Class Members will have an opportunity to dispute the information provided in their Notice Packets. To the extent Class Members dispute the number of workweeks to which they have been credited or the amount of their estimated Individual Settlement Payment, Class Members may produce evidence to the Settlement Administrator by fax, e-mail, or U.S. Mail, within the Response Deadline, showing that such information is inaccurate. Absent evidence rebutting Defendant's records, Defendant's records will be presumed determinative. However, if a Class Member produces evidence to the contrary, the Settlement Administrator will evaluate the evidence submitted by the Class Member and will make the final decision as to the number of eligible workweeks that should be applied and/or the Individual Settlement Payment to which the Class Member may be entitled. All such disputes are to be resolved not later than fourteen (14) calendar days after the Response Deadline.
- 38. Request for Exclusion Procedures. Any Class Member wishing to opt-out from the Settlement Agreement must sign and postmark or fax a written Request for Exclusion containing his/her full name, address, telephone number, and last four digits of his/her social security number to the Settlement Administrator within the Response Deadline. Further, this Request for Exclusion must affirmatively state in substance as follows: "I wish to be excluded from the Veramendi v. Verizon Class Action Settlement." In the event the Request for Exclusion is deficient, the Settlement Administrator will send one (1) deficient letter to the Class Member within five (5) business days of receipt. The Class Member will have fifteen (15) calendar days to cure the deficiency from the date the deficient letter was mailed, or until the Response Deadline, whichever is later. The date of the postmark on the return mailing envelope, fax receipt confirmation, or e-mail date will be the exclusive means to determine whether a Request for Exclusion has been timely submitted. All Requests for Exclusion will be submitted to the

Settlement Administrator, who will certify jointly to Class Counsel and Defendant's Counsel the Requests for Exclusion that were timely submitted.

- 39. <u>Settlement Terms Bind All Class Members Who Do Not Opt-Out.</u> Any Class Member who does not affirmatively opt-out of the Settlement Agreement by submitting a timely and valid Request for Exclusion will be bound by all of its terms, including those pertaining to the Released Claims, as well as any Judgment that may be entered by the Court if it grants final approval to the Settlement.
- 40. Objection Procedures. To object to the Settlement Agreement, Class Members must submit a written objection to the Settlement Administrator on or before the Response Deadline. The objection must contain the Class Member's name, address, telephone number, last four digits of his/her social security number and all legal and/or factual grounds for objection. The objection must also be signed by the Class Member and/or his/her attorney. At no time will any of the Parties or their counsel seek to solicit or otherwise encourage Class Members to submit written objections to the Settlement Agreement or appeal from the Order and Judgment. Class Counsel will not represent any Class Members with respect to any such objections to this Settlement. A Class Member who submits a timely and valid Request for Exclusion will be foreclosed from making any objection to the Settlement Agreement. Class Members may also lodge their objection by appearing at the Final Fairness and Approval Hearing, without the prior submission of a written objection.
- 41. <u>Certification Reports Regarding Individual Settlement Payment Calculations.</u>
  The Settlement Administrator will provide Defendant's counsel and Class Counsel a weekly report which certifies: (a) the number of Class Members who have submitted valid Requests for Exclusion and/or objections; and (b) whether any Class Member has submitted a challenge to any information contained in their Notice Packet. Additionally, the Settlement Administrator will provide to counsel for both Parties any updated reports regarding the administration of the Settlement Agreement as needed or requested.
- 42. <u>Uncashed Settlement Checks.</u> Any checks issued by the Settlement Administrator to Participating Class Members will be negotiable for at least one hundred eighty (180) calendar

days from the date of issuance. The Settlement Administrator will make reasonable efforts to locate and contact Participating Class Members who have not negotiated checks issued to them within the 180-day period. Within 21 days after the 180-day period to negotiate the checks expires, Settlement Administrator will prepare a declaration regarding the Settlement administration and the status of the uncashed checks. If a Participating Class Member's settlement share check is not cashed within 180 days after its last mailing to the Participating Class Member, the funds from such uncashed checks will be paid to the Controller of the State of California to be held pursuant to the Unclaimed Property Law, California Civil Code § 1500 et seq., for the benefit of those Participating Class Members who did not cash their checks, until such time that they claim their property. The Parties agree that this disposition results in no "unpaid residue" under California Code of Civil Procedure § 384. Participating Class Members who fail to negotiate their check(s) in a timely fashion shall, like all Participating Class Members, remain subject to the terms of the judgment.

- 43. <u>Certification of Completion.</u> Upon completion of administration of the Settlement, the Settlement Administrator will provide a written declaration under oath to certify such completion to the Court and counsel for all Parties.
- 44. <u>Tax Treatment of Individual Settlement Payments.</u> All Individual Settlement Payments will be allocated as 50 percent wages that will be reported on an IRS Form W-2 and fifty percent penalties that will be reported on an IRS Form-1099 by the Settlement Administrator.
- 45. Administration of Taxes by the Settlement Administrator. The Settlement Administrator will be responsible for issuing to Plaintiffs, Participating Class Members, and Class Counsel a W-2, 1099 or other tax forms as may be required by law for all amounts paid pursuant to this Settlement. The Settlement Administrator will also be responsible for forwarding all payroll taxes and penalties to the appropriate government authorities.
- 46. <u>Tax Liability.</u> The Parties make no representation as to the tax treatment or legal effect of the payments called for hereunder, and Plaintiffs and Participating Class Members are not relying on any statement, representation, or calculation by the Parties or by the Settlement

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Administrator in this regard. Plaintiffs and Participating Class Members understand and agree that except for Defendant's payment of the employer's portion of any payroll taxes, they will be solely responsible for the payment of any taxes and penalties assessed on the payments described herein.

Circular 230 Disclaimer. EACH PARTY TO THIS AGREEMENT (FOR

PURPOSES OF THIS SECTION, THE "ACKNOWLEDGING PARTY" AND EACH PARTY TO THIS AGREEMENT OTHER THAN THE ACKNOWLEDGING PARTY, AN "OTHER PARTY") ACKNOWLEDGES AND AGREES THAT (1) NO PROVISION OF THIS AGREEMENT, AND NO WRITTEN COMMUNICATION OR DISCLOSURE BETWEEN OR AMONG THE PARTIES OR THEIR ATTORNEYS AND OTHER ADVISERS, IS OR WAS INTENDED TO BE, NOR WILL ANY SUCH COMMUNICATION OR DISCLOSURE CONSTITUTE OR BE CONSTRUED OR BE RELIED UPON AS, TAX ADVICE WITHIN THE MEANING OF UNITED STATES TREASURY DEPARTMENT CIRCULAR 230 (31 CFR PART 10, AS AMENDED); (2) THE ACKNOWLEDGING PARTY (A) HAS RELIED EXCLUSIVELY UPON HIS, HER OR ITS OWN, INDEPENDENT LEGAL AND TAX COUNSEL FOR ADVICE (INCLUDING TAX ADVICE) IN CONNECTION WITH THIS AGREEMENT, (B) HAS NOT ENTERED INTO THIS AGREEMENT BASED UPON THE RECOMMENDATION OF ANY OTHER PARTY OR ANY ATTORNEY OR ADVISOR TO ANY OTHER PARTY, AND (C) IS NOT ENTITLED TO RELY UPON ANY COMMUNICATION OR DISCLOSURE BY ANY ATTORNEY OR ADVISER TO ANY OTHER PARTY TO AVOID ANY TAX PENALTY THAT MAY BE IMPOSED ON THE ACKNOWLEDGING PARTY; AND (3) NO ATTORNEY OR ADVISER TO ANY OTHER PARTY HAS IMPOSED ANY LIMITATION THAT PROTECTS THE CONFIDENTIALITY OF ANY SUCH ATTORNEY'S OR ADVISER'S TAX STRATEGIES (REGARDLESS OF WHETHER SUCH LIMITATION IS LEGALLY BINDING) UPON DISCLOSURE BY THE ACKNOWLEDGING PARTY OF THE TAX TREATMENT OR TAX STRUCTURE OF ANY

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TRANSACTION, INCLUDING ANY TRANSACTION CONTEMPLATED BY THIS AGREEMENT.

- 48. No Prior Assignments. The Parties and their counsel represent, covenant, and warrant that they have not directly or indirectly assigned, transferred, encumbered, or purported to assign, transfer, or encumber to any person or entity any portion of any liability, claim, demand, action, cause of action, or right herein released and discharged.
- 49. Release by Class Members Who Do Not Opt Out. Upon the Effective Date, all Class Members who do not timely opt out ("Releasors") will release and forever discharge the Released Parties of and from any and all Released Claims. Releasors will release the Released Claims on behalf of themselves, their heirs, spouses, executors, administrators, attorneys, agents, assigns, and any entities or businesses in which any of them have a controlling ownership interest. Releasors shall be enjoined from filing any claims that arose during the Class Period with the California Department of Labor Standards Enforcement or initiating any other proceedings regarding the Released Claims that arose during the Class Period.
- 50. Release of Additional Claims & Rights by Plaintiffs. Upon the Effective Date, and as a condition of receiving any portion of their Class Representative Enhancement Payments, Plaintiffs will agree to the additional following General Release: In consideration of Defendant's promises and agreements as set forth herein, Plaintiffs hereby fully release the Released Parties from any and all Released Claims and also generally release and discharge the Released Parties from any and all claims, demands, obligations, causes of action, rights, or liabilities of any kind which have been or could have been asserted against the Released Parties arising out of or relating to Plaintiffs' employment by Defendant or termination thereof, including but not limited to claims for wages, restitution, penalties, retaliation, defamation, discrimination, harassment, or wrongful termination of employment. This release specifically includes any and all claims, demands, obligations, and/or causes of action for damages, restitution, penalties, interest, and attorneys' fees and costs (except provided by the Settlement Agreement) relating to or in any way connected with the matters referred to herein, whether or not known or suspected to exist, and whether or not specifically or particularly described herein.

Specifically, Plaintiffs waive all rights and benefits afforded by California Civil Code Section 1542, which provides:

A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS THAT THE CREDITOR OR RELEASING PARTY DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE AND THAT, IF KNOWN BY HIM OR HER, WOULD HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR OR RELEASED PARTY.

- finally approve the Settlement as provided herein, or (b) the Court in this Action directly or indirectly modifies or affects the Maximum Settlement Amount to be paid by Defendant pursuant to this Agreement, then Defendant shall have the absolute discretionary right to terminate the Settlement and this Agreement through written notice to Class Counsel within fourteen (14) days of receipt of notice of such ruling. The Parties agree that should the Court modify the Agreement in such a way that would otherwise cause Defendant to terminate the Agreement, the Parties will, within the above indicated fourteen (14) day period, meet and confer in a good faith attempt to reach agreement and thereby preserve the Agreement. In the event that the disclosed number of workweeks worked by Class Members from January 18, 2013 to June 11, 2020, *i.e.*, 535,741, increases by more than ten percent (10%) during that same time frame, then the Class Settlement Amount shall be increased by a percentage equal to the increased percentage of less ten percent (10%). For example, if the workweeks increase by 11 percent, or 58,932, Defendant would increase the Class Settlement Amount by 1 percent (1%), or \$22,950.
- 52. Preliminary Approval Hearing. Plaintiffs will obtain a hearing before the Court to request Preliminary Approval of the Settlement Agreement, and the entry of a Preliminary Approval Order for: (a) conditional certification of the Settlement Class for settlement purposes only; (b) Preliminary Approval of the proposed Settlement Agreement; and (c) setting a date for a Final Approval/Settlement Fairness Hearing. The Preliminary Approval Order will provide for the Notice Packet to be sent to all Class Members as specified herein. In conjunction with the Preliminary Approval hearing, Plaintiffs will submit this Settlement Agreement, which sets forth

 the terms of this Settlement, and will include the proposed Notice Packet; i.e., the proposed Notice of Class Action Settlement document and Request for Exclusion, attached as Exhibit A. Class Counsel will be responsible for drafting all documents necessary to obtain preliminary approval.

- 53. Final Settlement Approval Hearing and Entry of Judgment. Upon expiration of the deadlines to postmark Requests for Exclusion, or objections to the Settlement Agreement, and with the Court's permission, a Final Approval/Settlement Fairness Hearing will be conducted to determine the Final Approval of the Settlement Agreement along with the amounts properly payable for: (a) Attorneys' Fees and Litigation Costs; (b) Settlement Administration Costs; (c) Class Representative Enhancement Payments; and (d) Individual Settlement Payments. The Final Approval/Settlement Fairness Hearing will not be held earlier than thirty (30) calendar days after the Response Deadline. Class Counsel will be responsible for drafting all documents necessary to obtain final approval. Class Counsel will also be responsible for drafting the attorneys' fees and costs application to be heard at the Final Approval/Settlement Fairness Hearing. In the event the date or location of the Final Approval/Settlement Fairness Hearing changes from what is set forth in the Notice Packets, the Settlement Administrator shall post the new date to the settlement website.
- 54. <u>Judgment and Continued Jurisdiction.</u> Upon final approval of the Settlement by the Court or after the Final Approval/Settlement Fairness Hearing, the Parties will present the Judgment to the Court for its approval. After entry of the Judgment, the Court will have continuing jurisdiction solely for purposes of addressing: (a) the interpretation and enforcement of the terms of the Settlement; (b) Settlement administration matters; and (c) such post-Judgment matters as may be appropriate under court rules or as set forth in this Settlement.
- 55. <u>Notice of Final Judgment.</u> There will be no settlement website or publication notice. Notice of the Final Judgment will be posted on Settlement Administrator's website.
- 56. Exhibits Incorporated by Reference. The terms of this Settlement include the terms set forth in any attached Exhibit, which are incorporated by this reference as though fully set forth herein. Any Exhibits to this Settlement are an integral part of the Settlement.

- 57. <u>Communications.</u> The Parties and their counsel agree that they will not issue any press releases, initiate any contact with the press, respond to any press inquiry, or have any communication with the press about the fact, amount, or terms of the Settlement. Class Counsel will not utilize the settlement in any way in their marketing or advertising materials or websites. Notwithstanding the above, Class Counsel may communicate with Class Members for purposes of the Settlement, and may refer to the settlement in adequacy of counsel declarations. Class Counsel will meet and confer with counsel for Defendant in advance of any proposed mass communications with Class Members. Nothing herein shall prohibit any of the parties from disclosing information relating to the Settlement as required by law.
- 58. <u>Entire Agreement.</u> This Settlement Agreement and any attached Exhibits constitute the entirety of the Parties' settlement terms. No other prior or contemporaneous written or oral agreements may be deemed binding on the Parties.
- 59. <u>Amendment or Modification.</u> This Settlement Agreement may be amended or modified only by a written instrument signed by counsel for all Parties or their successors-in-interest.
- Authorization to Enter Into Settlement Agreement. Counsel for all Parties warrant and represent they are expressly authorized by the Parties whom they represent to negotiate this Settlement Agreement and to take all appropriate action required or permitted to be taken by such Parties pursuant to this Settlement Agreement to effectuate its terms and to execute any other documents required to effectuate the terms of this Settlement Agreement. The Parties and their counsel will cooperate with each other and use their best efforts to affect the implementation of the Settlement. If the Parties are unable to reach agreement on the form or content of any document needed to implement the Settlement, or on any supplemental provisions that may become necessary to effectuate the terms of this Settlement, the Parties may seek the assistance of the Court to resolve such disagreement.
- 61. <u>Binding on Successors and Assigns.</u> This Settlement Agreement will be binding upon, and inure to the benefit of, the successors or assigns of the Parties hereto, as previously defined.

- 62. <u>California Law Governs.</u> All terms of this Settlement Agreement and Exhibits hereto will be governed by and interpreted according to the laws of the State of California.
- 63. <u>Execution and Counterparts.</u> This Settlement Agreement is subject only to the execution of all Parties. However, the Settlement Agreement may be executed in one or more counterparts, including by DocuSign. All executed counterparts and each of them, including facsimile or DocuSigned signatures and scanned copies of the signature page, will be deemed to be one and the same instrument.
- 64. Acknowledgement that the Settlement is Fair and Reasonable. The Parties believe this Settlement Agreement is a fair, adequate, and reasonable settlement of the Action and have arrived at this Settlement after arm's-length negotiations with an experienced and well-respected mediator and in the context of adversarial litigation, taking into account all relevant factors, present and potential. The Parties further acknowledge that they are each represented by competent counsel and that they have had an opportunity to consult with their counsel regarding the fairness and reasonableness of this Settlement.
- 65. <u>Invalidity of Any Provision.</u> Before declaring any provision of this Settlement Agreement invalid, the Court will first attempt to construe the provision as valid to the fullest extent possible consistent with applicable precedents so as to define all provisions of this Settlement Agreement valid and enforceable.
- 66. <u>Waiver of Certain Appeals.</u> The Parties agree to waive appeals and to stipulate to class certification for purposes of this Settlement only; except, however, that Plaintiffs or Class Counsel may appeal any reduction in the Attorneys' Fees and Litigation Costs below the amount they request from the Court, and either party may appeal any court order that materially alters the Settlement Agreement's terms.
- 67. <u>Class Action Certification for Settlement Purposes Only.</u> The Parties agree to stipulate to class action certification only for purposes of the Settlement. If, for any reason, the Settlement is not approved, the stipulation to class certification will be void. The Parties further agree that certification for purposes of the Settlement is not an admission that class action certification is proper under the standards applied to contested certification motions and that this

Settlement Agreement will not be admissible in this or any other proceeding as evidence that either (a) a class action should be certified, or (b) Defendant is liable to Plaintiffs or any Class Member, other than according to the Settlement's terms.

- 68. <u>Captions.</u> The captions and section numbers in this Settlement Agreement are inserted for the reader's convenience, and in no way define, limit, construe or describe the scope or intent of the provisions of this Settlement Agreement.
- 69. <u>Waiver.</u> No waiver of any condition or covenant contained in this Settlement Agreement or failure to exercise a right or remedy by any of the Parties hereto will be considered to imply or constitute a further waiver by such party of the same or any other condition, covenant, right or remedy.
- 70. <u>Enforcement Action.</u> In the event that one or more of the Parties institutes any legal action or other proceeding against any other Party or Parties to enforce the provisions of this Settlement or to declare rights and/or obligations under this Settlement, the successful Party or Parties will be entitled to recover from the unsuccessful Party or Parties reasonable attorneys' fees and costs, including expert witness fees incurred in connection with any enforcement actions.
- 71. <u>Mutual Preparation.</u> The Parties have had a full opportunity to negotiate the terms and conditions of this Settlement Agreement. Accordingly, this Settlement Agreement will not be construed more strictly against one party than another merely by virtue of the fact that it may have been prepared by counsel for one of the Parties, it being recognized that, because of the arm's-length negotiations between the Parties, all Parties have contributed to the preparation of this Settlement Agreement.
- 72. Representation By Counsel. Plaintiffs and Defendant acknowledge that they have been represented by counsel throughout all negotiations that preceded the execution of this Settlement Agreement, and that this Settlement Agreement has been executed with the consent and advice of counsel, and reviewed in full. Further, Plaintiffs and Class Counsel warrant and represent that there are no liens on the Settlement Agreement.

1	IN WITNESS WHEREOF, the Parties he	reto have caused this Settlement Agreement to
2	be executed.	
3 4	Dated:	The Markham Law Firm
5 6		By: David R. Markham One of the Attorneys for Plaintiffs Deanna Veramendi and Mathew Chesser
7 8 9 10 11	Dated: 12/28/20	United Employees Law Group  By: Walter L. Haines One of the Attorneys for Plaintiffs Deanna Veramendi and Mathew Chesser
12 13 14 15 16 17 18	Dated: Dec 28, 2020	Deanna Veramendi Deanna Veramendi Plaintiff
19 20 21	Dated: Dec 28, 2020	Mathew CHESSER  Mathew Chesser  Plaintiff
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1	Dated: 1/4/21 Jones Day
2	By: Brian M. Vorgensen
3	One of the Attorneys for Defendant AIRTOUCH CELLULAR D/B/A VERIZON
4	WIRELESS
5	
6	Dated: 12/30/20  AirTouch Cellular d/b/a Verizon Wireless
7	D. D. viet D. A. viet D. viet D. A. viet D.
8	By: Daniel Murphy Authorized Signatory
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	REVISED JOINT STIPULATION OF CLASS ACTION SETTLEMENT AGREEMENT AND RELEASE