EXHIBIT 1

USA\601822613

	1	Allison C. Eckstrom, California Bar No. 217255 allison.eckstrom@bcpllaw.com
	2	Christopher J. Archibald, California Bar No. 253075
	3	christopher.archibald@bclplaw.com Karina Lo, California Bar No. 322909
	4	karina.lo@bclplaw.com BRYAN CAVE LEIGHTON PAISNER LLP
	5	3161 Michelson Drive, Suite 1500 Irvine, California 92612-4414
	6	Telephone: (949) 223-7000 Facsimile: (949) 223-7100
	7	Attorneys for Defendants WALGREEN CO. and WALGREEN CO./ILL
	8	WALGREEN CO. and WALGREEN CO./ILL
	9	
	10	
500	11	
ISNER UITE 1 1414	12	
ron PA RIVE, S 2612-4	13	
BRYAN CAVE LEIGHTON PAISNER LLP 3161 MICHELSON DRIVE, SUTE 1500 IRVINE, CA 92612-4414	14	
CAVE AICHEL IRVINE	15	
3161 P	16	
	17	
	18	
	19	
	20	
	21	
	22	
	23	
	24	
	25	
	26	
	27	
	28	

STIPULATION OF CLASS ACTION SETTLEMENT AND RELEASE OF CLAIMS

USA\601822613

This Stipulation of Class Action Settlement and Release of Claims is entered into by and between Plaintiff Lucas Mejia, individually and on behalf of the Settlement Class, and Defendants Walgreen Co. and Walgreen Co./Ill.

I. **DEFINITIONS**

- A. "Agreement" or "Settlement" means this Stipulation of Class Action Settlement and Release of Claims.
- B. "Action" means the lawsuit, entitled *Mejia v. Walgreen Co. et al*, filed on November 6, 2018 in the Superior Court of the State of California, County of Yolo (Case No. CV18-2061), amended on January 18, 2019, and subsequently removed to the United States District Court for the Eastern District of California (Case No. 2:19-cv-00218-WBS-AC).
- C. "Class" or "Class Members" means all current and former non-exempt employees who worked at any of Defendants' California distribution centers at any time during the Class Period.
- D. "Class Counsel" means Lavi & Ebrahimian, LLP and Law Offices of Sahag Majarian II.
- E. "Class Counsel Award" means attorneys' fees for Class Counsels' litigation and resolution of this Action and their expenses and costs incurred in connection with the Action, paid from the Maximum Settlement Fund.
- F. "Class Data" means information regarding Class Members that Defendants will, in good faith, compile from their records and provide to the Settlement Administrator. It shall be formatted as a Microsoft Excel spreadsheet and shall include the following information for each Class Member: (1) employee identification number; (2) full name; (3) last known address; (4) last known home telephone number; (5) Social Security number; and (6) start and end dates of employment.
- G. "Class Period" means the period from November 6, 2014 through the Preliminary Approval Date or June 2, 2020, whichever occurs first.
- H. "Class Representative Enhancement" means the amount that the Court authorizes to be paid to Plaintiff, in addition to his Individual Settlement Payment, in recognition of his

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

efforts and risks in assisting with the prosecution of the Action and in exchange for executing the General Release provided herein.

- I. "Class Representative" means Plaintiff in his capacity as the representative of the Class Members.
- J. "Compensable Workweeks" means the total number of workweeks during which Class Members worked for Defendants during the Class Period.
- K. "Court" means the United States District Court for the Eastern District of California.
 - L. "Defendants" means Walgreen Co. and Walgreen Co./Ill.
- M. "Effective Date" means: (a) the date upon which the time for appeal of the Court's order granting final approval of the Settlement Agreement expires; unless (b) an appeal is timely filed, then "Effective Date" means the date of final resolution of any appeal from the order granting final approval of the Settlement Agreement.
- N. "Individual Settlement Payment" means the amount payable from the Net Settlement Amount to each Class Member who has not submitted a Request for Exclusion.
- O. "Maximum Settlement Fund" means Four Million Five Hundred Thousand Dollars (\$4,500,000), which shall be the maximum sum paid by Defendant to pay for the sum of the Individual Settlement Payments, the Class Representative Enhancement, the Class Counsel Award, PAGA Payment, and the Settlement Administration Costs. This Settlement is based on approximately 1,170 current employees, 1,478 former employees (1,339 employees who ended their employment during the three-year statutory period), 305,936 workweeks with an average hourly rate of \$19.00. Defendant will provide a declaration confirming these numbers as of the class period end date of June 2, 2020. Should the number of Settlement Class Members and/or workweeks exceed either of the stated numbers by more than 2%, Defendants shall proportionately increase the Settlement Amount by an equal percentage. The Maximum Settlement Fund excludes Defendants' FICA/FUTA payments and any other payroll taxes owing by Defendants on the Maximum Settlement Fund, which will be paid separately by Defendants.

USA\601822613

2

3

4

5

6

8

9

10

150(11
3161 MICHELSON DRIVE, SUITE 1501 IRVINE, CA 92612-4414	12
DRIVE, 92612	13
MICHELSON DRIVE, SUIT IRVINE, CA 92612-441	14
MICHE	15
316,	16
	17
	18
	19
	20
	21
	22
	23
	24
	25

26

27

28

- P. "Net Settlement Amount" or "NSA" means the Maximum Settlement Fund, less Class Counsel Award, Class Representative Enhancement, PAGA Payment, and Settlement Administration Costs.
- Q. "Notice Packet" means the Notice of Class Action Settlement in a form substantially similar to the form attached hereto as Exhibit 1.
 - R. "PAGA" means the California Labor Code Private Attorneys General Act of 2004.
- S. "PAGA Payment" means the payment made hereunder to the California Labor and Workforce Development Agency pursuant to PAGA.
- T. "Parties" means Plaintiff and Defendants, collectively, and "Party" shall mean either Plaintiff or Defendants, individually.
- U. "Payment Ratio" means the respective Compensable Workweeks for each Class Member divided by the total Compensable Workweeks for all Class Members.
 - V. "Plaintiff" means Lucas Mejia.
- W. "Preliminary Approval Date" means the date on which the Court enters an order granting preliminary approval of the Settlement.
- X. "Released Claims" means any and all claims, debts, liabilities, demands, obligations, penalties, guarantees, costs, expenses, attorney's fees, damages, action or causes of action of whatever kind or nature, whether known or unknown, contingent or accrued, that are alleged, related to or that reasonably could have arisen out of the same facts alleged in the Action, including, but not limited to: (1) failure to pay minimum wages; (2) failure to pay overtime wages; (3) failure to provide meal periods; (4) failure to authorize and permit rest periods; (5) failure to provide accurate itemized wage statements; (6) failure to timely pay all wages after separation of employment; (7) unlawful business practices in violation of Business and Professions Code section 17200 et seq.; and (8) PAGA penalties recoverable for any of the foregoing claims. This Release shall include, without limitation, claims that were raised, or that reasonably could have been raised, under the applicable Wage Orders and California Labor Code provisions based on the facts alleged in the Complaint for Labor Code §§ 201, 202, 203, 226, 226.7, 510, 512, 1194, 1197, 1198, and/or 2698 et seq., based on alleged violations of these Labor Code provisions

USA\601822613

(collectively, the "Released Claims"). The period of the Released Claims shall be the Class Period. The Parties agree that the judgment, and release of claims provided herein, shall have res judicata effect. The definition of Released Claims shall not be limited in any way by the possibility that Plaintiff or Settlement Class Members may discover new facts or legal theories or legal arguments not alleged in the operative pleadings in the Action but which might serve as an alternative basis for pursuing the same claims, causes of action, or legal theories of relief falling within the definition of Released Claims.

- Y. "Released Parties" means Defendants and all of their present and former parent companies, subsidiaries, affiliates, divisions, predecessors, successors, assigns, joint ventures, and all of their shareholders, officers, directors, employees, agents, servants, registered representatives, attorneys, insurers, successors and assigns, and any other persons acting by through, under or in concert with any of them.
- Z. "Request for Exclusion" means a written statement requesting exclusion containing the Class Member's name, address, and telephone number to be mailed by Class Members who wish to opt out of the Class. To be effective, the Request for Exclusion must be post-marked by the Response Deadline and received by the Settlement Administrator.
- AA. "Response Deadline" means the date sixty (60) days after the Settlement

 Administrator mails Notice Packets to Class Members and the last date on which Class Members

 may submit Requests for Exclusion or Objections to the Settlement.
 - BB. "Settlement" means the disposition of the Actions pursuant to this Agreement.
 - CC. "Settlement Administrator" means CPT Group, Inc..
- DD. "Settlement Class Members" or "Settlement Class" means all Class Members who do not submit a timely and valid Request for Exclusion as provided in this Agreement and have not previously released the Released Claims under a separate agreement.

II. RECITALS

A. On November 6, 2018, Plaintiff filed a Class Action Complaint, asserting seven causes of action for: (1) failure to pay minimum wages; (2) failure to pay overtime wages; (3) failure to provide meal periods; (4) failure to authorize and permit rest periods; (5) failure to provide

accurate itemized wage statements; (6) failure to timely pay all wages after separation of employment; and (7) unlawful business practices in violation of Business and Professions Code section 17200 et seq. On January 18, 2019, Plaintiff filed a First Amended Complaint, which added an eighth cause of action for civil penalties under PAGA. Plaintiff alleged his class claims individually and on behalf of all current and former non-exempt employees who worked at any of Defendants' California distribution centers at any time from November 6, 2014 through the present. Plaintiff alleged his PAGA claim individually and on behalf of all other "aggrieved employees" who were employed by Defendants from November 6, 2017 through the present.

- B. Through substantial formal and informal discovery, Defendants provided Plaintiff's counsel with data regarding the total number of Class Members, the number of current Class Members, the number of former Class Members, the Class Members' average hourly rate of pay during the Class Period, and the number of Compensable Workweeks worked by the Class Members during the Class Period.
- C. On December 5, 2019, the Parties attended private mediation with an experienced mediator, Lynn Frank. Although the parties did not resolve the matter at mediation, the parties continued their settlement efforts with the assistance of the mediator and, on March 4, 2020, reached a settlement, as provided herein, to settle Plaintiff's claims on a class and representative action basis.
- D. Defendants deny any liability or wrongdoing of any kind associated with the claims alleged in the Action, dispute the damages and penalties claimed by Plaintiff, and further contend that, for any purpose other than settlement, Plaintiff's claims are not appropriate for class or representative action treatment. Defendants contend, among other things, that, at all times, they have complied with the California Labor Code, and the Industrial Wage Commission Orders.
- E. The Plaintiff and Class Representative is represented by Class Counsel. Class Counsel conducted an investigation into the facts relevant to the Action, including reviewing documents and information provided by Defendants. Based on their own independent investigation and evaluation, Class Counsel is of the opinion that the Settlement with Defendants is fair, reasonable and adequate, and in the best interest of the Class in light of all known facts and

circumstances, including the risks of significant delay, defenses asserted by Defendants, uncertainties regarding a class and representative action trial on the merits, and numerous potential appellate issues. Although Defendants deny any liability, Defendants are agreeing to this Settlement solely to avoid the cost of further litigation. Accordingly, the Parties and their counsel desire to fully, finally, and forever settle, compromise and discharge all disputes and claims arising from or relating to the Action on the terms set forth herein.

III. TERMS OF AGREEMENT

- A. <u>Settlement Consideration</u>. Defendants shall create the Maximum Settlement Fund. The following will be paid out of the Maximum Settlement Fund: the sum of the Individual Settlement Payments, the Class Representative Enhancement, the Class Counsel Award, PAGA Payment, and the Settlement Administration Costs, as specified in this Agreement. Except for Defendants' FICA/FUTA payments and any other payroll taxes owing by Defendants on the Maximum Settlement Fund, which will be paid separately by Defendants, in no event shall Defendants be required to pay more than the Maximum Settlement Fund.
- B. Release By All Settlement Class Members. As of the Effective Date, in exchange for the consideration set forth in this Agreement, Plaintiff and the Settlement Class Members release the Released Parties from the Released Claims for the Class Period. Plaintiff and the Settlement Class Members may hereafter discover facts or legal arguments in addition to or different from those they now know or currently believe to be true with respect to the claims, causes of action and legal theories of recovery in this case which are the subject matter of the Released Claims. Regardless, the discovery of new facts or legal arguments shall in no way limit the scope or definition of the Released Claims, and by virtue of this Agreement, Plaintiff and the Settlement Class Members shall be deemed to have, and by operation of the final judgment approved by the Court, shall have, fully, finally, and forever settled and released all of the Released Claims as defined in this Agreement.
- C. <u>General Release By Plaintiff</u>. As of the Effective Date, in exchange for the consideration set forth in this Agreement, Plaintiff, for himself and his heirs, successors and assigns, does hereby waive, release, acquit and forever discharge the Released Parties, from any

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

and all claims, actions, charges, complaints, grievances and causes of action, of whatever nature, whether known or unknown, which exist or may exist on Plaintiff's behalf as of the date of this Agreement, including, but not limited to, any and all tort claims, contract claims, wage claims, wrongful termination claims, disability claims, benefit claims, public policy claims, retaliation claims, statutory claims, personal injury claims, emotional distress claims, invasion of privacy claims, defamation claims, fraud claims, quantum meruit claims, and any and all claims arising under any federal, state or other governmental statute, law, regulation or ordinance, including, but not limited to, claims for violation of the FLSA, the California Labor Code, the Wage Orders of California's Industrial Welfare Commission, other state wage and hour laws, the Americans with Disabilities Act, the Age Discrimination in Employment Act (ADEA), the Employee Retirement Income Security Act, Title VII of the Civil Rights Act of 1964, the California Fair Employment and Housing Act, the California Family Rights Act, the Family Medical Leave Act, California's Whistleblower Protection Act, California Business & Professions Code Section 17200 et seg., and any and all claims arising under any federal, state or other governmental statute, law, regulation or ordinance. Plaintiff hereby expressly waives and relinquishes any and all claims, rights or benefits that he may have under California Civil Code § 1542, which provides as follows:

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.

Plaintiff may hereafter discover claims or facts in addition to, or different from, those which he now knows or believes to exist, but Plaintiff expressly agrees to fully, finally and forever settle and release any and all claims against the Released Parties, known or unknown, suspected or unsuspected, which exist or may exist on behalf of or against the other at the time of execution of this Agreement, including, but not limited to, any and all claims relating to or arising from Plaintiff's employment with Defendants. The Parties further acknowledge, understand and agree that this representation and commitment is essential to the Agreement and that this Agreement would not have been entered into were it not for this representation and commitment.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

- D. Conditions Precedent: This Settlement will become final and effective only upon the occurrence of all of the following events:
 - 1. The Court enters an order granting preliminary approval of the Settlement;
- 2. The Court enters an order granting final approval of the Settlement and a Final Judgment in the Action;
- 3. The time for appeal of the Final Judgment and Order Granting Final Approval of Class Action Settlement expires; or, if an appeal is timely filed, there is a final resolution of any appeal from the Judgment and Order Granting Final Approval of Class Action Settlement; and
- Defendants do not invoke their right to revoke the Settlement as provided 4. herein.
- E. Certification of the Settlement Class. The Parties stipulate to conditional class certification of the Class for the Class Period for purposes of settlement only. In the event that this stipulation is not approved by the Court, fails to become effective, or is reversed, withdrawn or modified by the Court, or in any way prevents or prohibits Defendants from obtaining a complete resolution of the claims as described herein, the conditional class certification (obtained for any purpose) shall be void ab initio and of no force or effect, and shall not be admissible in any judicial, administrative or arbitral proceeding for any purpose or with respect to any issue, substantive or procedural.
- F. Nullification of Settlement Agreement. In the event that this Settlement Agreement is not preliminarily or finally approved by the Court, fails to become effective, or is reversed, withdrawn or modified by the Court, or in any way prevents or prohibits Defendants from obtaining a complete resolution of the claims as described herein:
- 1. This Settlement Agreement shall be void ab initio and of no force or effect, and shall not be admissible in any judicial, administrative or arbitral proceeding for any purpose or with respect to any issue, substantive or procedural;

USA\601822613

- 2. The conditional class certification (obtained for any purpose) shall be void *ab initio* and of no force or effect, and shall not be admissible in any judicial, administrative or arbitral proceeding for any purpose or with respect to any issue, substantive or procedural; and
- None of the Parties to this Settlement will be deemed to have waived any claims, objections, defenses or arguments in the Action, including with respect to the issue of class certification.
- G. <u>Tax Liability</u>. The Parties make no representations as to the tax treatment or legal effect of the payments called for hereunder, and Settlement Class Members are not relying on any statement or representation by the Parties, Class Counsel and Defense Counsel in this regard. Settlement Class Members understand and agree that they will be responsible for the payment of any employee taxes and penalties assessed on the Individual Settlement Payments described herein and will hold the Parties, Class Counsel and Defense Counsel free and harmless from and against any claims, liabilities, costs and expenses, including attorney's fees, resulting in any way from personal tax treatment of the payments made pursuant to this Agreement.
- H. <u>Circular 230 Disclaimer</u>. 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 shall 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

USA\601822613

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

limitation is legally binding) upon disclosure by the acknowledging party of the tax treatment or tax structure of any transaction, including any transaction contemplated by this Agreement.

- Preliminary Approval Motion. At the earliest practicable time, Plaintiff shall file I. with the Court a Motion for Order Granting Preliminary Approval and supporting papers, which shall include this Settlement Agreement. Any dispute regarding forms of notices and other documents necessary to implement the Settlement contained in the Stipulation, if not timely resolved among the Parties, shall be referred to the Court. The Parties shall seek a prompt hearing date to obtain preliminary approval of the Settlement.
- J. Notice Obligations Under 28 U.S.C. Section 1715. Within ten (10) days after the filing of the Motion for Order Granting Preliminary Approval, Defendants shall provide notice of the Settlement, consistent with the requirements of 28 U.S.C. Section 1715, to the Attorney General of the United States and the appropriate State official of each State in which a class member resides. If any of the notified federal or state officials takes any action adversely affecting the validity or enforceability of the Settlement, or seeking to impose additional liability on Defendants for the matters resolved by the Released Claims, Defendants may, at their option, suspend the implementation of the Settlement pending the outcome of the action initiated by the notified federal or state official or may elect to void the Settlement by written notice to Class Counsel.
- K. Settlement Administrator. The Settlement Administrator shall be responsible for: (a) processing and mailing payments to the Class Representative, Class Counsel, LWDA and Settlement Class Members; (b) printing and mailing the Notice Packets to the Class Members as directed by the Court; (c) receiving and reporting the objections and requests for exclusion; (d) distributing tax forms to the Settlement Class Members; (e) providing declaration(s), as necessary, in support of preliminary and/or final approval of this Settlement; and (f) other tasks as the Parties mutually agree or the Court orders the Settlement Administrator to perform. The Settlement Administrator shall keep the Parties timely apprised of the performance of all Settlement Administrator responsibilities.
 - Settlement Administration. L.

1. <u>Class Data.</u> No later than fifteen (15) business days after the Preliminary Approval Date, Defendants shall provide the Settlement Administrator with the Class Data for purposes of preparing and mailing Notice Packets to Class Members. The Class Data shall be confidential. The Settlement Administrator shall not provide the Class Data to Class Counsel or Plaintiff or any third party, or use the Class Data or any information contained therein for any purpose other than to administer this Settlement.

2. <u>Notice Packets.</u>

- a) The Notice Packet shall contain the Notice of Class Action

 Settlement in a form substantially similar to the form attached hereto as Exhibit 1, in English and

 Spanish. The Notice of Class Action Settlement shall set forth the material terms of the

 Settlement, including the release to be given by all members of the Class who do not request to be

 excluded from the Class. The Notice Packet also shall be individualized by including the Class

 Member's starting and ending dates of employment during the Class Period, the number of

 Compensable Workweeks, and the estimated amount of their Individual Settlement Payment.
- b) The Notice Packet's mailing envelope shall include the following language: "IMPORTANT LEGAL DOCUMENT- YOU ARE ENTITLED TO MONEY FROM A CLASS ACTION SETTLEMENT; YOUR PROMPT REPLY IS REQUIRED AS EXPLAINED IN THE ENCLOSED NOTICE."
- 3. Notice By First Class U.S. Mail. Upon receipt of the Class Data, the Settlement Administrator will perform a search based on the National Change of Address Database and/or similar database(s) to update and correct any known or identifiable address changes. No later than fourteen (14) calendar days after receiving the Class Data from Defendants as provided herein, the Settlement Administrator shall mail copies of the Notice Packet to all Class Members via regular First Class U.S. Mail. The Settlement Administrator shall exercise its best judgment to determine the current mailing address for each Class Member. The address identified by the Settlement Administrator as the current mailing address shall be presumed to be the best mailing address for each Class Member. In the event more than one address is identified, then the Settlement Administrator shall mail to each potentially valid address.

- 4. <u>Undeliverable Notices</u>. Any Notice Packets returned to the Settlement Administrator as non-delivered on or before the Response Deadline shall be re-mailed to the forwarding address affixed thereto. If no forwarding address is provided, the Settlement Administrator shall promptly attempt to determine a correct address by lawful use of skip-tracing, or other search using the name, address and/or Social Security number of the Class Member involved, and shall then perform a re-mailing, if another mailing address is identified by the Settlement Administrator. Class Members who received a re-mailed Notice Packet shall have their Response Deadline extended fifteen (15) days from the original Response Deadline.
- 5. <u>Disputes Regarding Individual Settlement Payments</u>. Class Members will have the opportunity, should they disagree with Defendants' records regarding the Compensable Workweeks worked by Class Members stated on the Notice of Class Action Settlement, to provide documentation and/or an explanation to show contrary Compensable Workweeks. If there is a dispute, the Settlement Administrator will consult with the Parties to determine whether an adjustment is warranted. The Settlement Administrator shall determine the eligibility for, and the amounts of, any Individual Settlement Payments under the terms of this Agreement. The Settlement Administrator's determination of the eligibility for and amount of any Individual Settlement Payment shall be binding upon the Class Member and the Parties.
- 6. <u>Disputes Regarding Administration of Settlement</u>. Any disputes not resolved by the Settlement Administrator concerning the administration of the Settlement will be resolved by the Court under the laws of the State of California. Prior to any such involvement of the Court, counsel for the Parties will confer in good faith to resolve the disputes without the necessity of involving the Court.
- 7. Request for Exclusion. The Notice of Class Action Settlement contained in the Notice Packet shall state that Class Members who wish to exclude themselves from the Settlement must submit to the Settlement Administrator a written statement requesting exclusion from the Settlement. The written Request for Exclusion must: (1) explicitly and unambiguously state the following statement or similar statement: "I wish to exclude myself from the settlement reached in the matter of Mejia vs. Walgreen. I understand by excluding myself, I will not receive

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

any money from the settlement reached in this matter."; (2) contain the name, address, and the last four digits of the Social Security number of the person requesting exclusion; (3) be signed by the Class Member; and (4) be postmarked or fax stamped by the Response Deadline and returned to the Settlement Administrator at the specified address or fax telephone number stated in the Notice Packet. The Request for Exclusion will not be valid if it is not timely submitted, if it is not signed by the Class Member, or if it does not contain the name, and address of the Class Member. The date of the postmark on the return mailing envelope or fax stamp on the request for exclusion shall be the exclusive means used to determine whether the Request for Exclusion was timely submitted. Any Class Member who requests to be excluded from the Settlement Class will not be entitled to any recovery under the Settlement and will not be bound by the terms of the Settlement or have any right to object, appeal, or comment thereon. Class Members who fail to submit a valid and timely written request for exclusion on or before the Response Deadline shall be bound by all terms of the Settlement and any final judgment entered in this Action if the Settlement is approved by the Court. No later than fourteen (14) calendar days after the Response Deadline, the Settlement Administrator shall provide counsel for the Parties with a final list of the Class Members who have timely submitted Requests for Exclusion. At no time shall any of the Parties or their counsel seek to solicit or otherwise encourage members of the Class to submit Requests for Exclusion from the Settlement.

8. <u>Objections</u>. The Notice of Class Action Settlement contained in the Notice Packet shall state that Class Members who wish to object to the Settlement must serve on the Settlement Administrator a written statement of objection ("Notice of Objection") by the Response Deadline. The date on the proof of service shall be deemed the exclusive means for determining that a Notice of Objection was served timely. The Notice of Objection must be signed by the Class Member and state: (1) the full name of the Class Member; (2) the dates of employment of the Class Member; (3) the last four digits of the Class Member's Social Security number and/or the Employee ID number; (4) the basis for the objection; and (5) whether the Class Member intends to appear at the Final Approval/Settlement Fairness Hearing. Class Members who fail to make objections in the manner specified above shall be deemed to have waived any

objections and shall be foreclosed from making any objections (whether by appeal or otherwise) to the Settlement. Class Members who submit a timely Notice of Objection will have a right to appear at the Final Approval/Settlement Fairness Hearing in order to have their objections heard by the Court. No Class Member may appear at the Final Approval/Settlement Fairness Hearing unless he or she has served a timely objection that complies with the procedures provided in this paragraph. At no time shall any of the Parties or their counsel seek to solicit or otherwise encourage Class Members to file or serve written objections to the Settlement or appeal from the Order and Final Judgment. Class Members who submit a Request for Exclusion are not entitled to object to the Settlement.

- M. <u>Funding and Allocation of the Maximum Settlement Fund</u>. No later than fifteen (15) business days after the Effective Date, Defendants shall provide the Maximum Settlement Fund and its share of payroll taxes to the Settlement Administrator to fund the Settlement, as set forth in this Agreement.
- 1. <u>Individual Settlement Payments</u>. Individual Settlement Payments shall be paid from the Net Settlement Amount and shall be paid pursuant to the formula set forth herein.
- Data, the Settlement Administrator will calculate the total Compensable Workweeks for all Settlement Class Members by adding the number of Compensable Workweeks worked by each Settlement Class Member during the Class Period. The respective Compensable Workweeks for each Settlement Class Member will be divided by the total Compensable Workweeks for all Settlement Class Members, resulting in the Payment Ratio for each Settlement Class Member. Each Settlement Class Member's Payment Ratio will then be multiplied by the Net Settlement Amount to calculate each Settlement Class Member's estimated Individual Settlement Payments.
- b) <u>Allocation</u>. For tax purposes, Individual Settlement Payments shall be allocated and treated as follows: twenty percent (20%) of the Net Settlement Amount shall be allocated to wages, subject to applicable withholdings, to be reported on a W-2 form; forty percent (40%) to penalties, not subject to withholdings and reported on a 1099 form to be issued by the

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

Settlement Administrator; and forty percent (40%) to interest, not subject to withholdings and reported on a 1099 form to be issued by the Settlement Administrator.

- c) <u>Mailing</u>. Individual Settlement Payments shall be mailed by regular
 First Class U.S. Mail to Settlement Class Members' last known mailing address no later than thirty
 (30) calendar days after the Effective Date.
- d) <u>Expiration</u>. Any checks issued to Settlement Class Members shall remain valid and negotiable for one hundred and eighty (180) days from the date of their issuance. If a Settlement Class Member does not cash his or her settlement check within 180 days, the uncashed funds, subject to Court approval, shall be transmitted to the California State Controller's Office's Unclaimed Property Division in the name of the Settlement Class Member..
- 2. <u>Class Representative Enhancement</u>. Defendant agrees not to oppose or object to any application or motion by Plaintiff for a Class Representative Enhancement of up to Seven Thousand Five Hundred Dollars (\$7,500) to Plaintiff. The Class Representative Enhancement is in exchange for the Released Claims, a General Release, and for Plaintiff's time, effort and risk in bringing and prosecuting the Action. The Settlement Administrator shall pay the Class Representative Enhancement to Plaintiff from the Maximum Settlement Fund no later than thirty (30) calendar days after the Effective Date. Any portion of the requested Class Representative Enhancement that is not awarded to the Class Representative shall be part of the Net Settlement Amount and shall be distributed to Settlement Class Members as provided in this Agreement. The Settlement Administrator shall issue an IRS Form 1099 — MISC to Plaintiff for his Class Representative Enhancement. Plaintiff shall be solely and legally responsible to pay any and all applicable taxes on his respective Class Representative Enhancement and shall hold harmless Defendants from any claim or liability for taxes, penalties, or interest arising as a result of the Class Representative Enhancement. The Class Representative Enhancement shall be in addition to the Plaintiff's Individual Settlement Payment as a Settlement Class Member. In the event that the Court reduces or does not approve the requested Class Representative Enhancement, Plaintiff shall not have the right to revoke the Settlement, and it will remain binding.

USA\601822613

3. <u>Class Counsel Award</u> . Defendants agree not to oppose or object to any
application or motion by Class Counsel for attorneys' fees not to exceed one-third (33.33%) of the
Maximum Settlement Fund (\$1,500,000). Additionally, Defendants shall not oppose an
application by Class Counsel for, and Class Counsel shall not seek or receive an amount in excess
of \$15,000.00 from the Maximum Settlement Fund for all past and future litigation costs and
expenses necessary to prosecute, settle and administer the Action as supported by a declaration
from Class Counsel. The Parties agree that any and all claims for reasonable attorneys' fees and
costs have been settled by this Agreement and that neither Plaintiff, Settlement Class Members,
nor Class Counsel shall seek payment of attorneys' fees or reimbursement of costs/expenses from
Defendants except as set forth in this Agreement. Any portion of the requested Class Counsel
Award that is not awarded to Class Counsel shall be part of the Net Settlement Amount and shall
be distributed to Settlement Class Members as provided in this Agreement. The Settlement
Administrator shall pay the Class Counsel Award to Class Counsel from the Maximum Settlement
Fund no later than thirty (30) calendar days after the Effective Date. Class Counsel shall be solely
and legally responsible to pay all applicable taxes on the payment made pursuant to this paragraph
The Settlement Administrator shall issue an IRS Form 1099 — MISC to Class Counsel for the
payments made pursuant to this paragraph. In the event that the Court reduces or does not approve
the requested Class Counsel Award, Plaintiff and Class Counsel shall not have the right to revoke
the Settlement, and it will remain binding. However, Class Counsel retains their right to appeal
any decision by the Court regarding the Attorney's Fees and Costs.

4. <u>PAGA Payment</u>. One Hundred Fifty Thousand Dollars (\$150,000) shall be allocated from the Maximum Settlement Fund for settlement of claims for civil penalties under the PAGA. The Settlement Administrator shall pay seventy-five percent (75%) of the PAGA Payment, or \$112,500, to the California Labor and Workforce Development Agency ("LWDA") no later than twenty-five (25) calendar days after the Effective Date. Twenty-five (25%), or \$37,500, will be part of the Net Settlement Amount and distributed to Settlement Class Members as described in this Agreement.

5. <u>Settlement Administration Costs</u>. The Settlement Administrator shall be paid for the costs of administration of the Settlement from the Maximum Settlement Fund. The estimate of the Settlement Administration Costs is not to exceed Thirty Five Thousand Dollars (\$35,000). The Settlement Administrator shall be paid the Settlement Administration Costs no later than thirty (30) calendar days after Defendants provides funds to the Settlement Administrator for disbursement under this Agreement.

N. <u>Final Approval Motion</u>. At the earliest practicable time following the expiration of the Response Deadline, Plaintiff shall file with the Court a Motion for Order Granting Final Approval and Entering Judgment, which motion shall request final approval of the Settlement and the amounts payable for the Class Representative Enhancement, the Class Counsel Award, the PAGA Payment, and the Settlement Administration Costs.

1. <u>Declaration by Settlement Administrator</u>. The Settlement Administrator shall submit a declaration in support of Plaintiff's motion for final approval of this Settlement detailing (a) the number of Notice Packets mailed and re-mailed to Class Members, (b) the number of undeliverable Notice Packets, (c) the number of timely Requests for Exclusion, (d) the number of timely objections received, (e) the amount of the average Individual Settlement Payment and highest Individual Settlement Payment, (f) the Settlement Administration Costs, (g) the name of the employees that opted out and (h) any other information as the Parties mutually agree or the Court orders the Settlement Administrator to provide.

2. <u>Final Approval Order and Judgment</u>. The Parties shall present a Judgment and Order Granting Final Approval of Class Action Settlement to the Court for its approval, in the form substantially similar to Exhibit 2. The Final Judgment shall, among other things:

(a) Find that the Court has personal jurisdiction over all Settlement Class Members and that the Court has subject matter jurisdiction to approve this Stipulation and all exhibits thereto;

USA\601822613

- (b) Approve this Stipulation and the proposed Settlement as fair, reasonable and adequate, consistent and in compliance with all applicable requirements of the Federal Rules of Civil Procedure, the Local Rules for the Eastern District of California, the California and United States Constitutions (including the due process clauses), and any other applicable law, and in the best interests of each of the Parties and the Class Members; direct the Parties and their counsel to implement this Stipulation according to its terms and provisions; and declare this Stipulation to be binding on Plaintiff and all other Settlement Class Members, as well as their heirs, executors and administrators, successors and assigns;
- (c) Certify the Class, for settlement purposes only, and find that an ascertainable class exists and a well-defined community of interest exists in the questions of law and fact involved because in the context of the Settlement: (i) there are questions of law and fact common to the Class Members which, as to the Settlement and all related matters, predominate over any individual questions; (ii) the Claims of Plaintiff are typical of the Claims of the Class Members; and (iii) in negotiating, entering into and implementing the Settlement, Plaintiff and Plaintiff's Attorneys have fairly and adequately represented and protected the interests of the Class Members;
- (d) Find that the Notice and notice methodology implemented pursuant to this Stipulation (i) constituted the best practicable notice; (ii) constituted notice that was reasonably calculated, under the circumstances, to apprise Class Members of the pendency of the Action, their right to object to or exclude themselves from the proposed Settlement and their right to appear at the Final Settlement Hearing; (iii) were reasonable and constituted due, adequate and sufficient notice to all persons entitled to receive notice; and (iv) met all applicable requirements of the Federal Rules of Civil Procedure, the California and United States Constitutions (including the Due Process Clause), the Local Rules for the United States District Court for the Eastern District of California, and any other applicable law;
- (d) Find that Plaintiff and Class Counsel adequately represented the Class for purposes of entering into and implementing the settlement;

- (e) Dismiss the Action (including all individual claims and Released Claims presented thereby) with prejudice, without fees or costs to any party except as provided in this Stipulation;
 (f) Incorporate the Released Claims set forth in this Agreement, make the
- (f) Incorporate the Released Claims set forth in this Agreement, make the Released Claims effective as of the date of the Preliminary Approval Date or June 2, 2020, whichever occurs first, and forever discharge the Released Parties from any claims or liabilities arising from or related to the Actions;
- any person acting on their behalf, from (i) filing, commencing, prosecuting, intervening in, participating in (as class members or otherwise), or receiving any benefits or other relief from, any other lawsuit, in any state or federal court, arbitration, or administrative, regulatory or other proceeding or order in any jurisdiction based on the Released Claims; and (ii) organizing into a separate class for purposes of pursuing as a purported class action (including by seeking to amend a pending complaint to include class allegations, or by seeking class certification in a pending action) any lawsuit based on or relating to the Released Claims;
- (h) Authorize the Parties, without further approval from the Court, to agree to and to adopt such amendments, modifications and expansions of this Stipulation and all exhibits attached hereto as (i) are consistent with the Final Judgment; and (ii) do not limit the rights of Settlement Class Members under the Stipulation;
- (i) Without affecting the finality of the Final Judgment, the Court shall retain continuing jurisdiction over the Actions, the Parties, and the Class, as well as the administration and enforcement of the Settlement. Any disputes or controversies arising with respect to the interpretation, consummation, enforcement, or implementation of the Settlement shall be presented by motion to the Court; provided however, that nothing in this Part shall restrict the ability of the Parties to exercise their rights under Section O.2.a through O.2.h, above.
 - O. Option to Terminate Settlement.
- 1. <u>Defendants' Right to Terminate</u>. If, after the Response Deadline, the total number of Class Members who submitted timely and valid Requests for Exclusion from the

Settlement is at least ten percent (10%) of all Class Members, Defendants shall have, in their sole discretion, the option to terminate this Settlement. If Defendants exercise the option to terminate this Settlement, Defendants shall: (a) provide written notice to Class Counsel within seven (7) calendar days after the Response Deadline and (b) pay all Settlement Administration Costs incurred up to the date or as a result of the termination; and the Parties shall proceed in all respects as if this Agreement had not been executed.

- 2. <u>Termination due to Material Modification of Agreement by Court</u>. If the Court modifies this Agreement in a material manner, the adversely-affected Party shall have the right to void the Agreement.
- P. <u>Motions for Preliminary and Final Approval</u>. Class Counsel will provide an opportunity for Counsel for Defendants to review the Motions for Preliminary and Final Approval prior to filing with the Court. The Parties and their counsel will cooperate with each other and use their best efforts to effect the Court's approval of the Motions for Preliminary and Final Approval of the Settlement.
- Q. No Impact on Benefit Plans. Neither this Settlement nor any amounts paid under the Settlement will modify any previously credited hours or service under any employee benefit plan, policy, or bonus program sponsored by Defendants. Such amounts will not form the basis for additional contributions to, benefits under, or any other monetary entitlement under Defendants-sponsored benefit plans, policies, or bonus programs. The payments made under the terms of this Stipulation shall not be applied retroactively, currently, or on a going forward basis, as salary, earnings, wages, or any other form of compensation for the purposes of Defendants' benefit plan, policy, or bonus program. Defendants retain the right to modify the language of their benefit plans, policies and bonus programs to effect this intent, and to make clear that any amounts paid pursuant to this Settlement are not for "hours worked," "hours paid," "hours of service," or any similar measuring term as defined by applicable plans, policies and bonus programs for purposes of eligibility, vesting, benefit accrual, or any other purpose, and that additional contributions or benefits are not required by this Settlement.

1	R.
2	other commu
3	given as of th
4	requested, ad
5	
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	S.
22	their best effo
23	T.
24	Actions, exce
25	the Final App
26	U.
27	proceeding for

R. <u>Notices</u>. Unless otherwise specifically provided herein, all notices, demands, or other communications given hereunder shall be in writing and shall be deemed to have been duly given as of the third (3rd) business day after mailing by United States certified mail, return receipt requested, addressed as follows:

To Plaintiff and the Class:

LAVI & EBRAHIMIAN, LLP

Joseph Lavi, Esq.

Jordan D. Bello, Esq.

8889 W. Olympic Blvd., Suite 200

Beverly Hills, California 90211

Telephone: (310) 432-0000

Facsimile: (310) 432-0001

LAW OFFICES OF SAHAG MAJARIAN II

Sahag Majarian II

18250 Ventura Boulevard

Tarzana, California 91356

Telephone: (818) 609-0807

Facsimile: (818) 609-0892

To Defendants:

BRYAN CAVE LEIGHTON PAISNER LLP

Allison C. Eckstrom, Esq. Christopher J. Archibald, Esq. 3161 Michelson Drive, Suite 1500

Irvine, California 92612-4414

Telephone: (949) 223-7000

Facsimile: (949) 223-7100

- S. <u>Cooperation</u>. The Parties and their counsel will cooperate with each other and use their best efforts to effect the implementation of the Settlement.
- T. <u>Interim Stay of Proceedings</u>. The Parties agree to stay all proceedings in the Actions, except such proceedings necessary to implement and complete the Settlement, pending the Final Approval/Settlement Fairness Hearing to be conducted by the Court.
- U. <u>Admissibility of Agreement</u>. This Agreement shall not be admissible in any proceeding for any purpose, except to enforce it according to its terms.

- W. Exhibits. X. Y. Z. State of California. AA. or originals of the signed counterparts. BB.
- V. <u>Amendment or Modification</u>. This Agreement may be amended or modified only by a written instrument signed by counsel for all Parties or their successors-in-interest.
 - W. <u>Entire Agreement</u>. This Agreement and any attached Exhibits constitute the entire Agreement among these Parties, and no oral or written representations, warranties or inducements have been made to any Party concerning this Agreement or its Exhibits other than the representations, warranties and covenants contained and memorialized in the Agreement and its Exhibits.
 - X. 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 Agreement and to take all appropriate actions required or permitted to be taken by such Parties pursuant to this Agreement to effectuate its terms, and to execute any other documents required to effectuate the terms of this Agreement. The persons signing this Agreement on behalf of Defendants represent and warrant that they are authorized to sign this Agreement on behalf of Defendants. Plaintiff represents and warrants that he is authorized to sign this Agreement and that he has not assigned any claim, or part of a claim, covered by this Settlement to a third-party.
 - Y. <u>Binding on Successors and Assigns</u>. This Agreement shall be binding upon, and inure to the benefit of, the successors or assigns of the Parties hereto, as previously defined.
 - Z. <u>California Law Governs</u>. All terms of this Agreement and the Exhibits hereto and any disputes arising hereunder shall be governed by and interpreted according to the laws of the State of California.
 - AA. <u>Counterparts</u>. This Agreement may be executed in one or more counterparts. All executed counterparts and each of them shall be deemed to be one and the same instrument provided that counsel for the Parties to this Agreement shall exchange among themselves copies or originals of the signed counterparts.
 - BB. <u>This Settlement Is Fair, Adequate and Reasonable</u>. The Parties believe this Settlement is a fair, adequate and reasonable settlement of this Action and have arrived at this Settlement after extensive arms-length negotiations, taking into account all relevant factors, present and potential.

- CC. <u>Jurisdiction of the Court</u>. The Parties agree that the Court shall retain jurisdiction with respect to the interpretation, implementation and enforcement of the terms of this Agreement and all orders and judgments entered in connection therewith, and the Parties and their counsel hereto submit to the jurisdiction of the Court for purposes of interpreting, implementing and enforcing the settlement embodied in this Agreement and all orders and judgments entered in connection therewith.

 DD. <u>Invalidity of Any Provision</u>. Before declaring any provision of this Agreement invalid the Court shall first attempt to construe the provisions valid to the fullest extent possible.
- DD. <u>Invalidity of Any Provision</u>. Before declaring any provision of this Agreement invalid, the Court shall first attempt to construe the provisions valid to the fullest extent possible consistent with applicable precedents so as to define all provisions of this Agreement valid and enforceable.
- EE. <u>Publicity</u>. Defendants may disclose the terms and contents of the Settlement, as required under its contractual and legal obligations. Plaintiff agrees not to issue press releases, communicate with, or respond to any media or publication entities, publish information in manner or form, whether printed or electronic, on any medium or otherwise communicate, whether by print, video, recording or any other medium, with any person or entity concerning the Settlement, including the fact of the Settlement, its terms or contents and the negotiations underlying the Settlement, except as shall be contractually required to effectuate the terms of the Settlement as set forth herein. Class Counsel shall be permitted to post a neutral statement about the Action and Settlement on their websites, but shall not publish the names of Defendants; any such website postings shall refer to Defendants as "Doe Company."
- FF. No Unalleged Claims. Plaintiff represent that he does not currently intend to pursue any claims against Defendants, including, but not limited to, any and all claims relating to or arising from Plaintiff's employment with Defendants, and that Plaintiff is not currently aware of any facts or legal theories upon which any claims or causes of action could be brought against Defendants. The Parties further acknowledge, understand, and agree that this representation is essential to the Agreement and that this Agreement would not have been entered into were it not for this representation.

2	this waiver being co
3	waiver of all rights
4	limited to, motions
5	stated above, Class
6	decide to do so.
7	НН. <u>No A</u>
8	Claims have merit a
9	and continue to clai
10	This Agreement is a
11	documents referred
12	used as an admissio
13	lack thereof of the c
14	II. <u>Retu</u>
15	agree to return or de
16	Defendants in the A
17	
18	
19	
20	Dated:
21	
22	
23	
24	Dated:
25	
26	
27	

GG. Waiver of Certain Appeals. The Parties agree to waive any and all rights to appeal, this waiver being contingent upon the Court entering the Final Judgment. This waiver includes waiver of all rights to any post-judgment proceeding and appellate proceeding, including, but not limited to, motions for relief from judgment and motions to amend or alter the judgment, except as stated above, Class Counsel retains the right to appeal its attorneys' Award in the event they decide to do so.

HH. No Admissions. Plaintiff has claimed and continues to claim that the Released Claims have merit and give rise to liability on the part of Defendants. Defendants have claimed and continue to claim that the Released Claims have no merit and do not give rise to liability. This Agreement is a compromise of disputed claims. Nothing contained in this Agreement and no documents referred to herein and no action taken to carry out this Agreement may be construed or used as an admission by or against the Defendants or Plaintiff or Class Counsel as to the merits or lack thereof of the claims asserted.

II. Return of All Documents Produced by Defendants. Plaintiff and Class Counsel agree to return or destroy all confidential documents and electronic information produced by Defendants in the Actions within five (5) years after the entry of the Final Judgment by the Court.

DocuSigned by: 1729970734E8493 LUCAS MEJIA

, 2020

, 2020

PLAINTIFF

DEFENDANTS WALGREEN CO. AND WALGREEN CO./ILL.

By:			
•			

Name:

Title:

Prof

28

USA\601822613

l	GG. <u>Waiver of Certain Appeals</u> . The Parties agree to waive any and all rights to appeal					
	this waiver being contingent upon the Court entering the Final Judgment. This waiver includes					
	waiver of all rights to any post-judgment proceeding and appellate proceeding, including, but not					
	limited to, motions for relief from judgment and motions to amend or alter the judgment, except a					
	stated above, Class Counsel retains the right to appeal its attorneys' Award in the event they					
	decide to do so.					
	HH. No Admissions. Plaintiff has claimed and continues to claim that the Released					
	Claims have merit and give rise to liability on the part of Defendants. Defendants have claimed					
	and continue to claim that the Released Claims have no merit and do not give rise to liability.					
	This Agreement is a compromise of disputed claims. Nothing contained in this Agreement and no					
	documents referred to herein and no action taken to carry out this Agreement may be construed or					
	used as an admission by or against the Defendants or Plaintiff or Class Counsel as to the merits or					
	lack thereof of the claims asserted.					
	II. Return of All Documents Produced by Defendants. Plaintiff and Class Counsel					
	agree to return or destroy all confidential documents and electronic information produced by					
	Defendants in the Actions within five (5) years after the entry of the Final Judgment by the Court.					
	Dated:, 2020 PLAINTIFF					
	D					
	By: LUCAS MEJIA					
	Dated: July 15, , 2020 DEFENDANTS WALGREEN CO. AND					
	WALGREEN CO./ILL.					
	By: House Frans					
	Name: Elena Kraus					
Title: SVP and General Counsel						
١						

24
STIPULATION OF CLASS ACTION SETTLEMENT AND RELEASE OF CLAIMS

DS Print

EXHIBIT 1

NOTICE OF CLASS ACTION SETTLEMENT

UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF CALIFORNIA

LUCAS MEJIA, on behalf of himself and others similarly situated,

Plaintiffs,

v.

WALGREEN CO., an Illinois corporation; WALGREEN CO./ILL., a business entity unknown; and DOES 1 to 100, Inclusive,

Defendants.

Case No. 2:19-cv-00218-WBS-AC Hon. William B. Shubb Courtroom: 5

IMPORTANT LEGAL NOTICE – THIS LAWSUIT SETTLEMENT MAY AFFECT YOUR RIGHTS

A federal court authorized this notice. This is not a solicitation from a lawyer. This is not a lawsuit against you and you are not being sued. However, your legal rights are affected whether you act or don't act.

IMPORTANT: YOU ARE ENTITLED TO MONEY IF THE COURT APPROVES THE SETTLEMENT DESCRIBED HEREIN

Mr./Ms. [Insert Name]:

THE RECORDS OF WALGREEN CO. AND WALGREEN CO./ILL. ("DEFENDANTS") SHOW YOU WERE EMPLOYED BY DEFENDANTS AS A NON-EXEMPT EMPLOYEE AT ONE OF THEIR DISTRIBUTION CENTERS IN CALIFORNIA AT ANY TIME BETWEEN NOVEMBER 6, 2014, AND JUNE 2, 2020, AND YOU ARE ELIGIBLE FOR A PAYMENT FROM A CLASS ACTION SETTLEMENT.

IT IS ESTIMATED THAT YOUR POTENTIAL PAYMENT UNDER THIS SETTLEMENT WOULD BE \$_____.

IMPORTANT: YOU WILL BE BOUND BY THIS SETTLEMENT AND YOUR RIGHTS WILL BE AFFECTED BY THIS LITIGATION UNLESS YOU EXCLUDE YOURSELF FROM THE CLASS AS EXPLAINED BELOW.

PLEASE READ THIS NOTICE CAREFULLY.

YOUR LEGAL RIGHTS AND OPTIONS IN THIS SETTLEMENT:		
Do Nothing	You will receive a payment under the Settlement.	
Exclude Yourself	Receive no payment under the Settlement and retain all rights you may have against Walgreens.	
Object	Write to the Court about why you believe that the settlement is unfair.	
Go to a Hearing	Ask to speak in Court about the fairness of the settlement.	

YOUR RIGHTS AND OPTIONS - AND THE DEADLINES TO EXERCISE THEM - ARE EXPLAINED IN THIS NOTICE.

WHY DID YOU RECEIVE THIS NOTICE?

This notice explains the nature of this lawsuit, as well as a proposed settlement of this lawsuit, and informs you of your legal rights under that proposed settlement. You are receiving this notice because you may be a member of a class on whose behalf this class action lawsuit has been brought. The Court has conditionally certified a class for settlement purposes comprised of:

All current and former non-exempt employees who worked at any of Defendants' California distribution centers at any time between November 6, 2014 and June 2, 2020 ("Class" or "Class Members").

The Court has appointed as class counsel Lavi & Ebrahimian, LLP and Law Offices of Sahag Majarian ("Class Counsel").

WHAT IS THIS LAWSUIT ABOUT?

This settlement is the result of a lawsuit filed by Plaintiff Lucas Mejia ("Plaintiff"). On November 6, 2018, Plaintiff filed a Class Action Complaint against Defendants

in the Superior Court of the State of California, County of Yolo, Case No. CV18-2061 (the "Action"). Plaintiff's Class Action Complaint asserted seven causes of action for: (1) failure to pay minimum wages; (2) failure to pay overtime wages; (3) failure to provide meal periods; (4) failure to authorize and permit rest periods; (5) failure to provide accurate itemized wage statements; (6) failure to timely pay all wages after separation of employment; and (7) unlawful business practices in violation of Business and Professions Code section 17200 et seq. On January 18, 2019, Plaintiff amended his Class Action Complaint to add an eighth cause of action for Private Attorneys General Act ("PAGA") penalties recoverable for any of the claims alleged in the Class Action Complaint. Defendant removed the case to the United States District Court for the Eastern District of California, where it was assigned Case. No. 2:19-cv-00218-WBS-AC.

Defendants denied the allegations in the Action. Defendants denied any liability or wrongdoing of any kind associated with any of the claims alleged in the Action. In addition, Defendants denied, and continue to deny, that the Action could or should be certified to proceed as a class action.

THE COURT HAS NOT RULED ON THE MERITS OF PLAINTIFF'S CLAIMS, DEFENDANTS' DEFENSES, OR THE SUBSTANTIVE CONTENTIONS OF THE PARTIES. NO INFERENCES REGARDING THE MERITS OF THE LITIGATION SHOULD BE DRAWN FROM THE SENDING OF THIS NOTICE. THIS NOTICE IS NOT MEANT TO IMPLY THAT THERE HAS BEEN ANY VIOLATION OF LAW OR WRONGDOING BY ANY PARTY OR THAT A RECOVERY AFTER TRIAL COULD BE HAD IF THE LITIGATION IS NOT SETTLED.

SUMMARY OF THE SETTLEMENT

A. Why is there a settlement?

The Court did not decide in favor of Plaintiff or Defendants. Plaintiff thinks he would have prevailed on his claims at a trial. Defendants do not think Plaintiff would have won anything from a trial because they have asserted legal and factual defenses to the claims. But there was no trial. Instead, both sides agreed to a settlement. That way, they avoid the costs, risks, and uncertainty of a trial, and the people affected will get compensation. Plaintiff and Class Counsel think the settlement is fair, reasonable, adequate, and in the best interests of all members of the Class.

B. Who is in the Settlement Class?

All current and former non-exempt employees who worked at any of Defendants' California distribution centers at any time between November 6, 2014 and June 2, 2020, and who do not opt out of the settlement as explained below would be part of the "Settlement Class" (also referred to as a "Settlement Class Member"). The period of time between November 6, 2014 and June 2, 2020 is referred to as the "Class Period."

C. Who are the attorneys representing the parties?

Class Counsel

LAVI & EBRAHIMIAN, LLP

Joseph Lavi, Esq. Jordan D. Bello, Esq. 8889 W. Olympic Blvd., Suite 200 Beverly Hills, California 90211 Telephone: (310) 432-0000 Facsimile: (310) 432-0001

LAW OFFICES OF SAHAG MAJARIAN II

Sahag Majarian II 18250 Ventura Boulevard Tarzana, California 91356 Telephone: (818) 609-0807 Facsimile: (818) 609-0892

Counsel for Defendants

BRYAN CAVE LEIGHTON PAISNER LLP

Allison C. Eckstrom allison.eckstrom@bclplaw.com Christopher J. Archibald christopher.archibald@bclplaw.com 3161 Michelson Drive, Suite 1500 Irvine, CA 92612-4414 Telephone:(949) 223-7000 Facsimile: (949) 223-7100

D. What does the settlement provide?

The Defendants shall pay, or cause to be paid, cash compensation to each Settlement Class Member based on the number of workweeks in which each Settlement Class Member worked during the Class Period ("Compensable Workweeks"). The identified Settlement Class Members shall receive a pro rata share of the Net Settlement Amount. The amount to be distributed to the Settlement Class, or the "Net Settlement Amount," shall be determined by deducting the amounts awarded for Class Counsel Award (not to exceed \$1,515,000), the Class Representative Enhancement (not to exceed \$7,500), the payment of \$112,500.00 to the California Labor & Workforce Development Agency, and Settlement Administration Costs (not to exceed \$35,000) from the total consideration of four million five hundred

thousand dollars (\$4,500,000) (the "Maximum Settlement Amount"). It is estimated that the Net Settlement Amount will be approximately two million eight hundred thirty thousand dollars (\$2,830,000). Settlement Class Members are not required to submit a proof of claim form as a condition of receiving an Individual Settlement Payment. Instead, Settlement Class Members will automatically receive an Individual Settlement Payment based on the number of Compensable Workweeks set forth below unless they timely opt out of the Settlement.

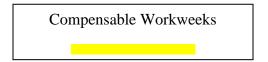
The Individual Settlement Payment shall be determined by dividing the Net Settlement Amount distributable to the Settlement Class by the total Compensable Workweeks that have accrued for the Settlement Class during the Class Period, and multiplying that amount by the number of Compensable Workweeks applicable to the individual Settlement Class Member. Compensable Workweeks will be separately and distinctly calculated for each Settlement Class Member. Only Settlement Class Members who can be identified by the Settlement Administrator will receive a Settlement Payment. No Settlement Payments will be sent to any Settlement Class Member for whom a current address has not been identified.

If any Settlement Class Member does not cash his/her settlement check within one hundred eighty (180) Days after the Settlement Administrator mails the Settlement Payment to the Settlement Class Member, the Settlement Administrator shall transmit the Settlement Payment to the California State Controller's Office's Unclaimed Property Division in the name of the Settlement Class Member.

All Individual Settlement Payments shall be allocated as follows: twenty percent (20%) of the Net Settlement Amount shall be allocated to wages, subject to applicable withholdings, to be reported on a W-2 form; forty percent (40%) to penalties, not subject to withholdings and reported on a 1099 form to be issued by the Settlement Administrator; and forty percent (40%) to interest, not subject to withholdings and reported on a 1099 form to be issued by the Settlement Administrator. No taxes will be withheld or paid by Defendant with respect to the Settlement Payments allocated to interest or penalties. Each individual Settlement Class Member shall be responsible for his/her share of taxes due on the portion of his or her Settlement Payment. To ensure compliance with requirements imposed by the IRS, we inform you that any United States federal tax advice contained in this Notice was not intended or written to be used, and cannot be used, for the purpose of (i) avoiding penalties under the Internal Revenue Code or (ii) promoting, marketing or recommending to another party any transaction or matter addressed herein.

E. What will I get?

The records of the Defendants indicate that, during the Class Period, the number of workweeks that you worked was:



Based on this number of Compensable Workweeks, it is estimated that your Individual Settlement Payment will be \$_______. If you dispute the number of Compensable Workweeks, you must notify the Settlement Administrator in writing of this dispute by _______, and provide documents (*e.g.*, payroll records) evidencing your claim. Any dispute over the number of Compensable Workweeks that cannot be resolved by the parties shall be submitted to the Settlement Administrator for a final and binding determination.

F. What is the payment to the Class Representative?

Subject to Court approval, Plaintiff will be paid a "Class Representative Enhancement" in an amount up to seven thousand five hundred dollars (\$7,500) for his service as class representative, providing Defendants with a general release of any claims he may have, as well as his willingness to accept the risk of paying Defendants' attorneys' fees and costs in the event of an unsuccessful outcome.

G. How will Class Counsel be paid?

Class Counsel will apply to the Court for an award of reasonable attorneys' fees in an amount up to one-third (33.33%) of four million five hundred thousand dollars (\$4,500,000) recovered for the Class (*i.e.*, \$1,500,000) and reasonable costs of up to \$15,000 ("Class Counsel Award").

H. What are you giving up to get a payment or stay in the Class?

The Settlement is intended to settle all claims against Defendants that were plead or could have been plead under the Labor Code, Wage Orders, or state or local wage and hour laws, based on the facts alleged in the Action, including claims for: (a) failure to pay minimum wages; (b) failure to pay overtime wages; (c) failure to provide meal periods; (d) failure to authorize and permit rest periods; (e) failure to provide accurate itemized wage statements; (f) failure to timely pay all wages after separation of employment; (g) unlawful business practices in violation of Business and Professions Code section 17200 et seq.; and (h) Private Attorneys General Act ("PAGA") penalties recoverable for any of the foregoing claims and (i) all damages,

including, but not limited to, civil and statutory penalties, interest and other amounts recoverable under said claims, causes of action or legal theories of relief identified above in (a)-(h). The release of claims set forth below in Section I which describes exactly the legal claims that you will give up if you do not exclude yourself from the Settlement Class, will extend to Defendants and their past, present and/or future, direct and/or indirect, parents, predecessors, successors, all affiliates, subsidiaries, officers, directors, agents, employees, and stockholders ("Released Parties").

If you do not elect to exclude yourself from the Settlement Class, you will be deemed to have entered into the release of claims and to have released your claims against the Released Parties. If the Settlement is not approved by the Court or does not become final for some other reason, the litigation will continue.

I. What are the Released Claims?

Plaintiff and the Settlement Class Members fully and finally release, the Released Parties, from the following claims: any and all claims, debts, liabilities, demands, obligations, penalties, guarantees, costs, expenses, attorney's fees, damages, action or causes of action of whatever kind or nature, whether known or unknown, contingent or accrued, that are alleged, related to or that reasonably could have arisen out of the same facts alleged in the Action, including, but not limited to: (1) failure to pay minimum wages; (2) failure to pay overtime wages; (3) failure to provide meal periods; (4) failure to authorize and permit rest periods; (5) failure to provide accurate itemized wage statements; (6) failure to timely pay all wages after separation of employment; (7) unlawful business practices in violation of Business and Professions Code section 17200 et seq.; and (8) PAGA penalties recoverable for any of the foregoing claims. This Release shall include, without limitation, claims that were raised, or that reasonably could have been raised, under the applicable Wage Orders and California Labor Code provisions, including Labor Code §§ 201, 202, 203, 226, 226.7, 510, 512, 1194, 1197, 1198, and/or 2698 et seg., based on alleged violations of these Labor Code provisions (collectively, the "Released Claims"). The period of the Released Claims shall be the Class Period. The Parties agree that the judgment, and release of claims provided herein, shall have res judicata effect. The definition of Released Claims shall not be limited in any way by the possibility that Plaintiff or Settlement Class Members may discover new facts or legal theories or legal arguments not alleged in the operative pleadings in the Action but which might serve as an alternative basis for pursuing the same claims, causes of action, or legal theories of relief falling within the definition of Released Claims.

This means that if you currently have a case pending, or plan to file a case based on the above claims, you must exclude yourself from this class action in order to

proceed on your own. You will be solely responsible for the costs of hiring your own attorney and proceeding on your own. If you wish instead to receive the benefits of this Settlement, and waive your right to proceed on your own, you should participate in this Settlement (do not exclude yourself).

THE SETTLEMENT HEARING

The Court will conduct a final fairness hearing regarding the proposed Settlement (the "Final Approval/Settlement Fairness Hearing") on at ________in Courtroom 5 of United States District Court for the Eastern District of California, 501 I Street, Sacramento, CA 95814. The Court will determine: (i) whether the Action should be finally certified as a class action solely and exclusively for Settlement purposes; (ii) whether the Settlement should be given the Court's final approval as fair, reasonable, adequate and in the best interests of the Settlement Class Members, and if so, whether to enter a judgment fully and finally resolving Plaintiff's and Settlement Class Members' claims against Defendants; (iii) whether the Settlement Class Members should be bound by the terms of the Settlement, including the release of claims; (iv) the amount of the attorneys' fees and expenses to be awarded to Class Counsel; and (v) the amount that should be awarded to Plaintiff for the Class Representative Enhancement. At the Final Approval/Settlement Fairness Hearing, the Court will hear all timely and properly filed objections, as well as arguments for and against the proposed Settlement. Assuming you do not elect to exclude yourself from the Settlement, you have a right to attend this hearing, but you are not required to do so. You also have the right to hire an attorney to represent you, or to enter an appearance and represent yourself. The Court has reserved the right to adjourn the Final Approval/Settlement Fairness Hearing to consider any issue, without further notice of any kind.

WHAT ARE YOUR OPTIONS?

OPTION 1 – REMAIN A SETTLEMENT CLASS MEMBER. IF YOU WISH TO REMAIN A SETTLEMENT CLASS MEMBER AND OBTAIN ANY SHARE OF THE SETTLEMENT THAT YOU MAY BE ENTITLED TO RECEIVE, YOU DO NOT NEED TO DO ANYTHING OTHER THAN MAKE SURE THE SETTLEMENT ADMINISTRATOR HAS YOUR CURRENT ADDRESS. YOU ARE NEVER REQUIRED TO GO TO COURT OR PAY ANYTHING TO THE LAWYERS IN THIS CASE. If the Court approves the proposed Settlement, you automatically will be mailed your share of the Settlement proceeds. If the Court does not approve the Settlement, the lawsuit will continue, and you may or may not be designated a Class Member at a later time. If your

address information is incorrect or you move, provide your current address to: (the "Settlement Administrator") at				
OPTION 2 – REMAIN A SETTLEMENT CLASS MEMBER AND OBJECT TO THE SETTLEMENT.				
You can ask the Court to deny approval by filing an objection. You can't ask the Court to order a different settlement; the Court can only approve or reject the settlement. If the Court denies approval, no settlement payments will be sent out and the lawsuit will continue. If that is what you want to happen, you must object in writing.				
Your written objection must state: (a) your the full name; (b) your dates of employment; (c) the last four digits of your Social Security number and/or the Employee ID number; (d) the basis for the objection; (e) whether you intend to appear at the Final Approval/Settlement Fairness Hearing; and (f) be submitted to, Settlement Administrator,				
To be valid and effective, all objections to approval of the Settlement and all notices of intention to appear must be postmarked or faxed to the Settlement Administrator no later than				
OPTION 3 – EXCLUDE YOURSELF FROM THE CLASS. You have a right to exclude yourself ("opt out") from the Class, but if you choose to do so, YOU WILL NOT RECEIVE ANY BENEFITS FROM THE PROPOSED SETTLEMENT AND YOU WILL NOT HAVE STANDING TO OBJECT TO THE SETTLEMENT. You will not be bound by a judgment in this case, you will not release your claims against the Defendants, and you will have the right to file your own lawsuit against the Defendants and pursue your own claims in a separate suit. If you want to exclude yourself from the Class, you must complete and sign a written request for exclusion.				
Your written request for exclusion must: (a) state in writing the following or similar statement: "I wish to exclude myself from the settlement reached in the matter of Mejia vs. Walgreen. I understand by excluding myself, I will not receive any money from the settlement reached in this matter."; (b) contain your name, address and last four digits of your Social Security number; (c) be signed by you, and (f) be submitted to:				

To be v	alid, your written request for exclusion must be postmarked or faxed on or				
before _	and received by the Settlement Administrator.				
Any red	quest for exclusion post-marked after this date or not received by the				
Settlement Administrator shall be of no force and effect. Any Class Member who					
files a	complete and timely request for exclusion shall, upon receipt by the				
Settlement Administrator, no longer be a member of the Settlement Class, shall be					
barred from objecting to and participating in any portion of the Settlement, and shall					
receive	no benefits from the Settlement. Any such person, at their own expense,				
may pur	rsue any claims he/she may have against Defendants.				

ARE THERE MORE DETAILS ABOUT THE SETTLEMENT?

This notice summarizes the propose	ed settlement.	For the precise terms and		
conditions of the settlement, please see the settlement agreement, approval papers,				
and any attorneys' fee motions avail	lable at www.	com, by		
contacting Class Counsel at their co	ontact informat	tion above, the Settlement		
Administrator at, b	y accessing th	ne Court docket in this case, for a		
fee, through the Court's Public Access to Court Electronic Records (PACER)				
system at https://ecf.caed.uscourts.gov, or by visiting the office of the Clerk of the				
Court for the United States District Court for the Eastern District of California, 501				
I Street, Room 4-200, Sacramento, CA 95814, between 9:00 a.m. and 4:00 p.m.,				
Monday through Friday, excluding Court holidays.				

ALL INQUIRIES REGARDING THIS LITIGATION SHOULD BE MADE TO THE SETTLEMENT ADMINISTRATOR:



You may also call Class Counsel listed above. **PLEASE DO NOT CONTACT THE COURT OR DEFENDANTS' COUNSEL FOR INFORMATION.**

1	Joseph Lavi, Esg. (State Bar No. 209776)	
2	jlavi@lelawfirm.com	
3	jbello@lelawfirm.com	
4	8889 W. Olympic Blvd., Suite 200 Beverly Hills, California 90211	
5	Telephone: (310) 432-0000 Facsimile: (310) 432-0001	
6	Sahag Majarian II, Esq. (State Bar No. 146621)	
7	Law Offices of Sahag Majarian II	
8	Tarzana, California 91356	
9	Facsimile: (818) 609-0892	
10	Attorneys for PLAINTIFF I UCAS MEIIA on behalf of himself and others	
11	similarly situated.	
12		
13		
14	UNITED STATES	DISTRICT COURT
15	EASTERN DISTRICT OF CALIFORNIA, SACRAMENTO DIVISION	
16		3-11 (-1-1)
17	LUCAS MEJIA on behalf of himself and	Case No. 2:19-cv-00218-WBS-AC
18	·	[PROPOSED] JUDGMENT AND ORDER GRANTING FINAL APPROVAL OF
19	,	CLASS ACTION SETTLEMENT
20		Hon. William B. Shubb Courtroom 5
21	WALGREEN CO./ILL., a business entity	Courtiooni 3
22		
23	— Defendants.	
24		
25		
26		
27		
28		
	2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27	Joseph Lavi, Esq. (State Bar No. 209776) jlavi@lelawfirm.com Jordan D. Bello, Esq. (State Bar No. 243190) jbello@lelawfirm.com LAVI & EBRAHIMIAN, LLP 8889 W. Olympic Blvd., Suite 200 Beverly Hills, California 90211 Telephone: (310) 432-0000 Facsimile: (310) 432-0001 Sahag Majarian II, Esq. (State Bar No. 146621) sahagii@aol.com Law Offices of Sahag Majarian II 18250 Ventura Boulevard Tarzana, California 91356 Telephone: (818) 609-0807 Facsimile: (818) 609-0807 Facsimile: (818) 609-0892 Attorneys for PLAINTIFF LUCAS MEJIA on behalf of himself and others similarly situated. LUCAS MEJIA on behalf of himself and others similarly situated. LUCAS MEJIA on behalf of himself and others similarly situated. Plaintiffs, WALGREEN CO., an Illinois corporation; WALGREEN CO., an Illinois corporation; WALGREEN CO., ILL., a business entity unknown; and DOES 1 to 100, Inclusive. Defendants.

 $\frac{\text{USA} \setminus 601824543}{\text{[PROPOSED] JUDGMENT AND ORDER GRANTING FINAL APPROVAL OF CLASS ACTION SETTLEMENT}}$

This matter came on for hearing on	, 2020, on Plaintiff Lucas Mejia's
("Plaintiff" or "Class Representative") unop	pposed Motion for Final Approval of Class Action
Settlement, Attorneys' Fees and Costs, and	for Judgment in this action on the terms set forth in the
Joint Stipulation of Class Action Settlement	t (the "Settlement Agreement"), attached hereto as
Exhibit 1.1 Due and adequate Notice having	g been given to the members of the Class, and the
Court having considered the Settlement Agr	reement, all papers and proceedings held herein, and all
oral and written comments received regardi	ng the proposed Class Settlement, and having reviewed
the entire record in this action, Lucas Mejia	v. Walgreen Co. et al, Case No. 2:19-cv-00218-WBS-
AC ("the Action"), and good cause appearing	ng, finds that:
WHEREAS, Plaintiff has alleged cla	aims against Defendants Walgreen Co. and Walgreen

WHEREAS, Plaintiff has alleged claims against Defendants Walgreen Co. and Walgreen Co./Ill. on behalf of himself and all current and former non-exempt employees who worked at any of Defendants' California distribution centers at any time between November 6, 2014 and June 2, 2020; and

WHEREAS, Plaintiff asserted claims for: (1) failure to pay minimum wages; (2) failure to pay overtime wages; (3) failure to provide meal periods; (4) failure to authorize and permit rest periods; (5) failure to provide accurate itemized wage statements; (6) failure to timely pay all wages after separation of employment; and (7) unlawful business practices in violation of Business and Professions Code section 17200 et seq. Plaintiff further asserted a claim that Defendants are liable for penalties under the California Private Attorneys General Act of 2004 ("PAGA") (Cal. Labor Code §§ 2698, et seq.) because of Defendants' alleged violations of the California Labor Code and California Industrial Welfare Commission Wage Orders; and

WHEREAS, Defendants expressly deny the allegations of wrongdoing and violations of law alleged in this Action and further deny any liability whatsoever to Plaintiff or to the Class Members; and

WHEREAS, without admitting any liability, claim or defense, the Parties determined that it was mutually advantageous to settle this Action and avoid the costs, delay, uncertainty and

USA\601824543 1

¹ All capitalized terms appearing in this Order that are not defined herein shall have the meanings assigned to them in the Parties' Settlement Agreement.

2 WHEREAS, this Court granted approval of the PAGA Settlement and preliminary approval of the parties' Settlement in this Action on _______, 2020 ("Preliminary Approval 3 4 Order"); and 5 6 Preliminary Approval Order; and 7 8 and a decision reached, 9 10 HEREBY ORDERED THAT: 1. 11 12 the Class Members. 2. 13 14 15 16 17 18 19 20 laws. 3. 21 22 23 24 25 26 Agreement. 27 4. 28

business disruption of ongoing litigation; and

WHEREAS, the Class Notice was sent to the Class Members in accordance with the WHEREAS, a fairness hearing on the proposed Class Settlement having been duly held NOW, therefore, the Court grants final approval of the Class Settlement, and IT IS The Court has jurisdiction over the subject matter of this Action, Defendants, and The Court has determined that the Class Notice given to the Class Members fully and accurately informed all Class Members of all material elements of the proposed Class Settlement — including the plan of distribution of Maximum Settlement Fund, the PAGA Payment, the application for Class Representative Enhancement to Plaintiff, and the application for Class Counsels' Award — constituted the best notice practicable under the circumstances, constituted valid, due and sufficient notice to all Class Members, and complied fully with Rule 23 of the Federal Rules of Civil Procedure, the United States Constitution, and any other applicable The Court hereby grants final approval of the Class Settlement as fair, reasonable and adequate in all respects to the Class Members pursuant to Rule 23 of the Federal Rules of Civil Procedure, and orders the Parties and the Settlement Administrator to implement all remaining terms of the Settlement Agreement pertaining to the distribution of the Maximum Settlement Fund and Net Settlement Amount in accordance with the terms of the Settlement The plan of distribution as set forth in the Settlement Agreement providing for the distribution of the Net Settlement Amount to Settlement Class Members is hereby finally USA\601824543 [PROPOSED] JUDGMENT AND ORDER GRANTING FINAL APPROVAL OF CLASS ACTION SETTLEMENT

approved as being fair, reasonable, and adequate pursuant to Rule 23 of the Federal Rules of Civil Procedure.

- 5. As previously held in the Court's Preliminary Approval Order, the Class for settlement purposes is appropriate under Fed. R. Civ. P. 23 and related case law and is defined as follows:
 - "All current and former non-exempt employees who worked at any of Defendants' California distribution centers at any time between November 6, 2014 and June 2, 2020."
- 6. As previously held in the Court's Preliminary Approval Order, the Court appoints as Class Counsel, Lavi & Ebrahimian, LLP and Law Offices of Sahag Majarian.
- 7. The Court approves payment of a Class Representative Enhancement of \$7,500 to Plaintiff for his service to the Class, which shall be paid from, and not in addition to, the Maximum Settlement Fund.
- 8. The Court approves the payment of attorneys' fees in the amount of \$1,500,000 to Class Counsel, which shall be paid from, and not in addition to, the Maximum Settlement Fund.
- 9. The Court also approves the additional payment of attorneys' costs in the amount of \$\square\$ to Class Counsel to reimburse them for their expenses, which shall be paid from, and not in addition to, the Maximum Settlement Fund.
- 10. The Court approves a payment of up to \$35,000 to the Settlement Administrator out of the Maximum Settlement Fund. Any portion of the payment to the Settlement Administrator that is unused will go to the Net Settlement Amount.
- 11. Any checks for Individual Settlement Payments that are not cashed within 180 days shall be transmitted to the California State Controller's Office's Unclaimed Property Division in the name of the Settlement Class Member.
- 12. All claims asserted in this Action are DISMISSED WITH PREJUDICE as to Plaintiff and the Settlement Class Members pursuant to the terms of the Settlement Agreement. Each party shall bear his, her or its own costs and attorneys' fees, except as provided in the Settlement Agreement and as set forth above in this Order and as set forth in any other Order

USA\601824543 3

USA\601824543

1	issued in response to the application by Class Counsel for an award of attorneys' fees, costs, and		
2	expenses, which hearings took place concurrently with the hearing for this Order.		
3	13. Upon entry of this Order and the accompanying Judgment, the claims in this Action		
4	and the Released Claims of each Settlement Class Member against Defendants, and against any		
5	and all of the Released Parties as defined in the Settlement Agreement, are fully, finally, and		
6	forever released, relinquished and discharged pursuant to the terms of the Settlement Agreement to		
7	the maximum extent permitted by law.		
8	14. Upon entry of this Order and the accompanying Judgment, all Settlement Class		
9	Members are hereby forever barred and enjoined from prosecuting the Released Claims against		
10	any of the Released Parties as defined in the Settlement Agreement and as set forth in the		
11	Preliminary Approval Order.		
12	15. Each Settlement Class Member is bound by this Order and the Judgment,		
13	including, without limitation, the release of claims as set forth in the Settlement Agreement.		
14	16. This Order, the Judgment, the Settlement Agreement, and all papers related thereto,		
15	are not, and shall not be construed to be, an admission by Defendants of any liability, claim or		
16	wrongdoing whatsoever, and shall not be offered as evidence of any such liability, claim or		
17	wrongdoing in this Action or in any other proceeding.		
18	17. Without affecting the finality of this Order and the accompanying Judgment filed		
19	herewith, the Court reserves exclusive and continuing jurisdiction over the Action, the Plaintiff,		
20	the Settlement Class Members, and Defendants for the purposes of supervising the		
21	implementation, enforcement, construction, and interpretation of the Settlement Agreement,		
22	Preliminary Approval Order, distribution of the Maximum Settlement Fund, the Final Judgment,		
23	and this Order.		
24			
25	IT IS SO ORDERED.		
26			
27	Dated:, 2020		
28	THE HONORABLE WILLIAM B. SHUBB UNITED STATES DISTRICT COURT JUDGE		

[PROPOSED] JUDGMENT AND ORDER GRANTING FINAL APPROVAL OF CLASS ACTION SETTLEMENT