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**SUPERIOR COURT OF THE STATE OF CALIFORNIA
FOR THE COUNTY OF LOS ANGELES – COMPTON COURTHOUSE**

ALBERTO GONSALEZ, individually, and on
behalf of other aggrieved employees pursuant
to the California Private Attorneys General
Act;

Plaintiff,

vs.

CARLTON FORGE WORKS, a California
corporation; PRECISION CASTPARTS
CORP., an unknown business entity; and
DOES 1 through 100, inclusive,

Defendants.

DONALD BENNETT, as an aggrieved
employee pursuant to the Private Attorneys
General Act (“PAGA”), on behalf of the State
of California and other aggrieved employees,

Plaintiff,

vs.

CARLTON FORGE WORKS, a California
corporation; PRECISION CASTPARTS
CORP., an Oregon corporation; WYMAN-
GORDAN COMPANY, a Massachusetts
corporation; and DOES 1 through 10 inclusive,

Defendants.

Case No.: 21CMCV00141

Honorable Fumiko Wasserman
Department B

CLASS ACTION

**PLAINTIFFS’ NOTICE OF MOTION
AND MOTION FOR FINAL APPROVAL
OF CLASS ACTION SETTLEMENT,
CLASS COUNSEL FEES PAYMENT,
CLASS COUNSEL LITIGATION
EXPENSES PAYMENT AND CLASS
REPRESENTATIVE SERVICE
PAYMENTS; MEMORANDUM OF
POINTS AND AUTHORITIES IN
SUPPORT THEREOF**

[Declarations of Class Counsel (Joanna
Ghosh and Raul Perez); Declaration of Class
Representatives (Alberto Gonzalez and James
Picarello); Declaration of Settlement
Administrator (Jennifer Beliveau); and
[Proposed] Final Approval Order and
Judgment filed concurrently herewith]

Date: March 19, 2024
Time: 8:30 a.m.
Department: B

**PLAINTIFFS’ NOTICE OF MOTION AND MOTION FOR FINAL APPROVAL OF CLASS ACTION SETTLEMENT,
CLASS COUNSEL FEES PAYMENT, CLASS COUNSEL LITIGATION EXPENSES PAYMENT, AND CLASS
REPRESENTATIVE SERVICE PAYMENTS; MEMORANDUM OF POINTS AND AUTHORITIES**

JAMES PICARELLO, individually, an on
behalf of other members of the general public
similarly situated;

Plaintiff,

vs.

CARLTON FORGE WORKS, INC., a
California corporation; and DOES 1 through
100, inclusive,

Defendants.

Gonsalez Action Filed: June 7, 2021
Bennett Action Filed: June 25, 2021
Picarello Action Filed: July 26, 2021
Trial Date: None Set

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Attorneys for Plaintiff Donald Bennett

1 **PLEASE TAKE NOTICE** that on March 19, 2024, at 8:30 a.m., in Department B of the
2 above-entitled Court, located at 200 West Compton Boulevard, Compton, California 90220,
3 Plaintiffs Alberto Gonzalez, James Picarello, and Donald Bennett (together, “Plaintiffs”) will and
4 hereby do move for an order granting final approval of:

5 1. The Class and PAGA Action Settlement Agreement (“Settlement,” “Agreement,”
6 or “Settlement Agreement”) on the grounds that the Settlement is fair, adequate, and reasonable
7 because:

- 8 • **No objections** were submitted to the settlement administrator, Simpluris, Inc.
9 (“Administrator” or “Simpluris”);
- 10 • **No Requests for Exclusion** were submitted to the Administrator;
- 11 • A Net Settlement Amount of approximately **\$946,610.15** will be fully distributed to all
12 members of the Class (“Participating Class Members”);

13 2. Payment in the amount of **\$647,500.00** to Lawyers for Justice, PC and Capstone
14 Law APC (“Class Counsel”), representing thirty-five percent (35%) of the Gross Settlement
15 Amount, for attorneys’ fees, which is reasonable and justified on a percentage-basis and also based
16 on a lodestar cross-check;

17 3. Payment in the amount of **\$16,500.85** to Class Counsel for reimbursement of
18 litigation costs and expenses;

19 4. Payment in the amount of **\$9,389.00** to the Administrator for the Administration
20 Expenses Payment;

21 5. Payment in the amount of **\$10,000.00** each the Plaintiffs Alberto Gonzalez, James
22 Picarello, and Donald Bennett as Class Representative Service Payments, for their time and effort
23 in representing the Class; and

24 6. Allocation of the penalties under the Private Attorneys General Act of 2004,
25 California Labor Code section 2698, *et seq.*, in the amount of \$200,000.00, of which seventy-five
26 percent (75%), or **\$150,000.00**, will be paid to the California Labor and Workforce Development
27 Agency (“LWDA”) (“LWDA PAGA Payment”) and twenty-five percent (25%), or **\$50,000.00**,
28 will be distributed to Aggrieved Employees.

1 This Motion is made pursuant to Rule 3.769 and Rule 3.1113(e) of the California Rules of
2 Court, which require approval by the Court of a class action settlement and permit the Court to
3 extend the page limit for memoranda.

4 This motion is based upon the following Memorandum of Points and Authorities; the
5 Declarations of Class Counsel (Joanna Ghosh and Raul Perez), Class Representatives (Alberto
6 Gonzalez and James Picarello), and Administrator (Jennifer Beliveau of Simpluris) in support
7 thereof; the pleadings and other records on file with the Court in this matter; and such evidence
8 and oral argument as may be presented at the hearing on this Motion.

9
10 Dated: February 26, 2024

LAWYERS for JUSTICE, PC

11
12 By:



13 Selena Matavosian
14 Attorneys for Plaintiffs and the Class
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MEMORANDUM OF POINTS AND AUTHORITIES

I. SUMMARY OF MOTION

Plaintiffs Alberto Gonzalez, James Picarello, and Donald Bennett (together, “Plaintiffs”) seek final approval of: (1) the Gross Settlement Amount of \$1,850,000.00¹; (2) attorneys’ fees in the amount of \$647,500.00, which is 35% of the Gross Settlement Amount (“Class Counsel Fees Payment”), and reimbursement of litigation costs and expenses in the amount of \$16,500.85 (“Class Counsel Litigation Expenses Payment”) to Lawyers for Justice, PC and Capstone Law APC (“Class Counsel”); (3) Administration Expenses Payment in the amount of \$9,389.00 to Simpluris, Inc., (“Simpluris” or “Administrator”); (4) Class Representative Service Payments in the amount of \$10,000.00 each to Plaintiffs Alberto Gonzalez, James Picarello, and Donald Bennett, for a combined amount of \$30,000.00; and (5) allocation of \$200,000.00 for penalties under the Private Attorneys General Act of 2004, California Labor Code § 2698, *et seq.* (“PAGA Penalties”).

Plaintiffs seek relief on behalf of the following Class:

All current and former non-exempt, hourly-paid employees of Carlton Forge Works, Inc., who worked in California at any time during the Class Period (“Class” or “Class Members”).²

This matter involved ongoing investigations, formal and informal discovery, review and analysis of a large volume of documents and data prior to and during mediation conducted by Mark S. Rudy, Esq., and settlement negotiations thereafter. This matter has required 691.80 hours of attorney time by Class Counsel. As will be demonstrated herein, the request for attorneys’ fees, which represents thirty-five percent (35%) of the Gross Settlement Amount, is fully supported by the use of the percentage-fee method. Courts have historically awarded fees of up to fifty percent (50%) of the recovery. The requested attorneys’ fees are also supported under the lodestar cross-check method.³

///

¹ Class and PAGA Action Settlement Agreement, § 1.28.

² *Id.*, § 1.7. “Class Period” is defined as the timed period from July 26, 2017 to November 10, 2022. *See id.*, § 1.14.

³ Applying a modest multiplier of 1.12, the total enhanced lodestar fees are \$649,045.60, and Class Counsel seeks an attorneys’ fees award of \$647,500.00 (equal to 35% of the Gross Settlement Amount).

1 Plaintiffs move for final approval of the Class Representative Service Payments in the
2 amount of \$10,000.00 each to Plaintiffs Alberto Gonzalez, James Picarello, and Donald Bennett,
3 to compensate Plaintiffs for the time and effort that they expended spearheading the lawsuits on
4 behalf of the Class, Aggrieved Employees, and the State of California. Plaintiffs also move for
5 final approval of the payment to the Administrator in the amount of \$9,389.00 for the
6 Administration Expenses Payment. Plaintiffs also move for final approval of the allocation of
7 \$200,000.00 for the PAGA Penalties, of which seventy-five percent (75%), or \$150,000.00, will
8 be paid to the California Labor Workforce and Development Agency (“LWDA”) for its portion of
9 the PAGA Penalties (“LWDA PAGA Payment”), and twenty-five percent (25%), or \$50,000.00,
10 will be distributed to all current and former non-exempt, hourly-paid employees of Carlton Forge
11 Works, Inc., who worked in California at any time during the PAGA Period (“Aggrieved
12 Employees”).⁴

13 The requests for Class Counsel Fees Payment, Class Counsel Litigation Expenses
14 Payment, Class Representative Service Payments, Administration Expenses Payment, and
15 allocation for the PAGA Penalties were fully disclosed in the Court Approved Notice of Class and
16 PAGA Action Settlement and Hearing Date for Final Court Approval (“Class Notice”) that was
17 mailed to the Class Members. Most importantly, as of the date of this Motion, *not a single Class*
18 *Member has objected to any aspect of the Settlement, including the requested Class Counsel Fees*
19 *Payment, Class Counsel Litigation Expenses Payment, Class Representative Service Payments,*
20 *Administration Expenses Payment, or allocation for PAGA Penalties.*

21 The Settlement is fair, adequate, and reasonable, and is the product of arm’s-length, good-
22 faith negotiations by experienced counsel presided over by a highly-regarded mediator who is
23 experienced in mediating wage-and-hour class action lawsuits. Accordingly, the Court should
24 grant final approval of the Settlement, and award Class Counsel Fees Payment, Class Counsel
25 Litigation Expenses Payment, Class Representative Service Payments, Administration Expenses
26

27
28 ⁴ Settlement Agreement, § 1.4. “PAGA Period” is defined as the period from April 2, 2020 to November 10, 2022.
See *id.*, § 1.36.

1 Payment, and PAGA Penalties in the amounts as fully disclosed to the Class and as requested
2 herein.

3 In order to efficiently present the Court with adequate information to determine whether to
4 grant final approval of the Settlement and award Class Counsel Fees Payment, Class Counsel
5 Litigation Expenses Payment, Class Representative Service Payments, Administration Expenses
6 Payment, and PAGA Penalties, Plaintiffs also move for an order permitting the filing of this single
7 consolidated memorandum, although it exceeds the page limit established by California Rules of
8 Court, Rule 3.1113(d), instead of filing several separate motions.

9 **II. PROCEDURAL HISTORY AND FACTUAL BACKGROUND**

10 Defendant Precision Castparts Corp. is a manufacturer specializing in complex structural
11 investment casting, airfoil castings, forged components and fasteners for aerospace applications.
12 Defendant Carlton Forge Works is a manufacturing corporation that produces seamless rolled rings
13 and open and closed die forgings for the aerospace, gas turbine, industrial, commercial and nuclear
14 industries, and was acquired by Precision Castparts Corp. in 2009. Defendant Wyman-Gordon is
15 a company that designs and manufactures complex metal components and is a subsidiary of
16 Precision Castparts Corp. Plaintiffs Alberto Gonzalez, James Picarello, and Donald Bennett are
17 former employees of Defendants.

18 On April 2, 2021, Plaintiff Alberto Gonzalez provided written notice by online submission
19 to the LWDA and by certified mail to Defendants Carlton Forge Works and Precision Castparts
20 Corp. of the specific provisions of the California Labor Code that were alleged to be violated
21 (“Gonzalez LWDA Notice”).

22 On April 16, 2021, Plaintiff Donald Bennett provided written notice by online submission
23 to the LWDA and by certified mail to Defendants of the specific provisions of the California Labor
24 Code that were alleged to be violated (“Bennett LWDA Notice”) (together, with the Gonzalez
25 LWDA Notice, the “LWDA Notices”)

26 On June 7, 2021, Plaintiff Alberto Gonzalez filed a Complaint for Enforcement Under the
27 Private Attorneys General Act, California Labor Code § 2698, Et Seq. (“Gonzalez Complaint”) in
28

1 the Los Angeles County Superior Court (“Court”), thereby commencing the above-captioned
2 lawsuit (“*Gonsalez Action*”).

3 On June 25, 2021, Plaintiff Donald Bennett filed a PAGA Complaint (“*Bennett*
4 Complaint”) in the Los Angeles County Superior Court, Case No. 21STCV23764, thereby
5 commencing a PAGA representative action (“*Bennett Action*”).

6 On July 26, 2021, Plaintiff James Picarello filed a Class Action Complaint for Damages
7 (“*Picarello Complaint*,” collectively, with the *Gonsalez Complaint* and *Bennett Complaint*, the
8 “Complaints”) in the Los Angeles County Superior Court, Case No. 21STCV27273, thereby
9 commencing a putative class action lawsuit (“*Picarello Action*,” collectively with *Gonsalez Action*
10 and *Bennett Action*, the “Actions”).

11 On July 28, 2021, Defendants Carlton Forge Works and Precision Castparts Corp. filed an
12 Answer to the *Gonsalez Complaint*, and Defendants Carlton Forge Works, Precisions Castparts
13 Corp., and Wyman-Gordon Company filed an Answer to the *Bennett Complaint*.

14 On December 8, 2021, Defendant Carlton Forge Works, Inc., filed an Answer to the
15 *Picarello Complaint*.

16 Plaintiffs’ core allegation is that Defendants have violated the California Labor Code by
17 engaging in a uniform practice and procedure, with respect to Plaintiffs, Class Members, and
18 Aggrieved Employees of, *inter alia*, failing to pay minimum and overtime wages, failing to provide
19 compliant meal and rest periods and associated premium pay, failing to timely pay wages and
20 associated waiting time penalties, failing to maintain accurate payroll records, failing to provide
21 compliant wage statements, and failing to reimburse necessary business-related expenses, and
22 thereby engaged in unfair business practices under the California Business and Professions Code
23 and conduct that gives rise to civil penalties recoverable under PAGA. Plaintiffs contend that they,
24 and the Class Members and the Aggrieved Employees, are entitled to, *inter alia*, unpaid wages,
25 penalties (including and not limited to, penalties pursuant to PAGA), and attorneys’ fees.

26 Defendants have denied, and continues to deny, any liability and wrongdoing of any kind
27 associated with any of the allegations in the Actions, and further denies that the case is appropriate
28 for class or representative treatment for any purpose other than for settlement purposes only.

The parties have actively litigated the Actions since the *Gonzalez* Action commenced on June 7, 2021. The Parties exchanged a large volume of information, documents, and data throughout the course of the litigation and in connection with mediation and settlement negotiations. On May 26, 2022, the Parties participated in a formal, full-day mediation conducted by Mark S. Rudy, Esq., a well-regarded mediator experienced in mediating complex labor and employment matters. With the aid of the mediator's evaluation, the Parties ultimately reached the Settlement described herein to resolve the Actions in their entirety.

On September 25, 2023, Plaintiffs filed a Motion for Preliminary Approval of Class Action Settlement and supporting documents ("Motion for Preliminary Approval"). On October 17, 2023, a hearing was held on Plaintiffs' Motion for Preliminary Approval and the Court entered an Order Granting Preliminary Approval of Class Action Settlement ("Preliminary Approval Order"), thereby preliminarily approving the terms of the Settlement, the Class Notice, and the proposed administration procedures and associated deadlines.

Plaintiffs now move for final approval of the Settlement, Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment, Class Representative Service Payments, Administration Expenses Payment, and allocation for PAGA Penalties.

III. SUMMARY OF THE SETTLEMENT TERMS AND PLAN OF DISTRIBUTION

Under the terms of the Settlement Agreement, Defendants have agreed to pay a Gross Settlement Amount of \$1,850,000.00 by funding the Gross Settlement Amount, and also fund the amounts necessary to fully pay Defendants' share of payroll taxes by transmitting the funds to the Administrator no later than fifteen (15) business days after the Effective Date.⁵ Subject to approval by the Court, the Net Settlement Amount will be calculated by deducting the following amounts from the Gross Settlement Amount: (1) Class Counsel Fees Payment and Class Counsel Litigation Expenses Payment, consisting of attorneys' fees in the amount of \$647,500.00 and reimbursement of litigation costs and expenses in the amount of \$16,500.85, to Class Counsel; (2) Class Representative Service Payments in the amount of \$10,000.00 each to Plaintiffs Alberto Gonzalez, James Picarello, and Donald Bennett, for a combined amount of \$30,000.00; (3) Administration

⁵ Settlement Agreement, § 4.3.

Expenses Payment in the amount of \$9,389.00 to Simpluris; and (4) PAGA Penalties in the amount of \$200,000.00.⁶ The Net Settlement Amount, which is estimated to be \$946,610.15, will be distributed in accordance with the Agreement.⁷

The Administrator will calculate each Participating Class Member's *pro rata* share of the Net Settlement Amount ("Individual Class Payment"), by (a) dividing the Net Settlement Amount by the total number of Workweeks worked by all Participating Class Members during the Class Period and (b) multiplying the result by each Participating Class Member's individual number of Workweeks.⁸

The Administrator will calculate each Aggrieved Employee's *pro rata* share of the twenty-five percent (25%) portion of the PAGA Penalties ("Individual PAGA Payment), by (a) dividing the amount of the Aggrieved Employees' 25% share of PAGA Penalties (\$50,000.00) by the total number of Workweeks worked by all Aggrieved Employees during the PAGA Period and (b) multiplying the result by each Aggrieved Employee's individual number of Workweeks during the PAGA Period.⁹

Class Members had sixty (60) calendar days after the Administrator mails the Class Notice to Class Members and Aggrieved Employees to submit a Request for Exclusion, object to the Class Settlement, and/or challenge the number of Workweeks to which they were credited ("Response Deadline").¹⁰ The Response Deadline was February 2, 2024.¹¹ ***As of the date of this Motion, the Administrator has not received any written requests to be excluded from the Class Settlement ("Request for Exclusion") and no written objections to the Class Settlement from Class Members.***¹²

⁶ Settlement Agreement., §§ 3.2.1, 3.2.2, 3.2.3 & 3.2.5.

⁷ This amount is higher than the amount stated in Paragraph 16 of the accompanying Declaration of Jennifer Beliveau of Simpluris, Inc. Regarding Notice and Settlement Administration ("Simpluris Declaration" or "Simpluris Decl.") because the Settlement Administrator's calculation assumes that Class Counsel will obtain litigation costs and expenses in the maximum amount of \$20,000.00, which is allocated under the Settlement. However, Class Counsel seeks the amount of only \$16,500.85 for reimbursement of litigation costs and expenses, and the difference of \$3,499.15 will remain part of the Net Settlement Amount.

⁸ Settlement Agreement, §§ 1.29 and 3.2.4.

⁹ *Id.*, §§ 1.30 and 3.2.5.1.

¹⁰ *Id.*, § 1.51.

¹¹ Simpluris Decl., ¶ 11.

¹² *Id.*, ¶¶ 12 and 13.

Each Individual Class Payment will be allocated as follows: twenty percent (20%) as wages (“Wage Portion”, which will be reported on IRS Form W-2; and the remaining eighty percent (80%) as interest, penalties,, and non-wage damages (“Non-Wage Portion”), to be reported on IRS Form 1099 (if applicable).¹³ Participating Class Members will be issued payment of their Individual Class Payment subject to reduction for the employee’s share of taxes and withholdings with respect to the Wage Portion of each Individual Class Payment (the net payment is referred to as an “Individual Settlement Payment”).¹⁴ The Parties agree that the Individual PAGA Payment distributed to each Aggrieved Employee will be allocated as one hundred percent (100%) penalties, and will be reported on an IRS Form 1099, if necessary.¹⁵ Defendant will pay the employer’s share of payroll taxes and contributions with respect to the Wage Portion of Individual Class Payments in addition to the Gross Settlement Amount.¹⁶

The Individual Settlement Payment and Individual PAGA Payment check will be valid and negotiable for one hundred eighty (180) calendar days after the date of mailing, and thereafter, will be voided.¹⁷ The funds associated with such voided checks will be transmitted by the Administrator to the California Controller’s Unclaimed Property Fund in the name of the Participating Class Member and/or Aggrieved Employee whose check is canceled and in the respective amount of the canceled check.¹⁸ Participating Class Members whose Individual Settlement Payment checks are cancelled shall, nevertheless, be bound to the Class Settlement, and Aggrieved Employees whose Individual PAGA Payment checks are canceled shall, nevertheless, be bound by the PAGA Settlement.¹⁹

IV. THE SETTLEMENT ADMINISTRATION PROCESS

The Court-appointed Administrator, Simpluris, has taken all necessary steps to effectuate the notice and settlement administration process, as set forth in the Court’s October 17, 2023, Preliminary Approval Order.

¹³ Settlement Agreement, § 3.2.4.1.

¹⁴ *Id.*, §§ 1.31 & 3.2.4.1

¹⁵ *Id.*, § 3.2.5.1.

¹⁶ *Id.*, § 3.1.

¹⁷ *Id.*, § 4.4.1.

¹⁸ *Id.*, § 4.4.3.

¹⁹ *Ibid.*

Between November 3, 2023 and November 13, 2023, respectively, Simpluris received data from Defense Counsel that contained each Class Member's and Aggrieved Employee's full names, last known mailing addresses, Social Security Numbers, Workweeks during the Class Period, and Workweeks during the PAGA Period ("Class Data").²⁰ The Class List contained information for four hundred sixty-four (464) individuals.²¹ Simpluris processed the names and addresses through the National Change of Address Database ("NCOA") and updated the Class Data with any updated addresses located.²²

On December 4, 2023, Simpluris mailed the Class Notice via U.S. first class mail to four hundred fifty (450) individuals identified as Class Members and three hundred twenty-six (326) individuals identified as Aggrieved Employees on the Class Data.²³

As of the date of this Motion, thirteen (13) Class Notices were returned to Simpluris.²⁴ Of these, two (2) were returned with a forwarding address and Simpluris promptly re-mailed the Class Notice to the provided forwarding address.²⁵ Eleven (11) Class Notices were returned as undeliverable without forwarding addresses.²⁶ Simpluris performed a skip-trace search on the eleven (11) Class Notices that were returned to Simpluris without forwarding addresses, located an updated address for nine (9) Class Members, and promptly re-mailed the Class Notice to the updated addresses.²⁷ Ultimately, two (2) Class Notices remain undeliverable because an updated address was not located through skip-tracing or the Class Notice was returned as undeliverable a second time.²⁸

As of the date of this Motion, the Administrator has not received any objections to the Class Settlement, Requests for Exclusion, or challenges to Workweeks.²⁹

///

²⁰ Simpluris Decl., ¶ 6.

²¹ Ibid.

²² *Id.*, ¶ 7.

²³ *Id.*, ¶ 8.

²⁴ *Id.*, ¶ 9.

²⁵ Ibid.

²⁶ Ibid.

²⁷ Ibid.

²⁸ Ibid.

²⁹ *Id.*, ¶¶ 12-14.

To date, there are four hundred and fifty (450) Class Members who did not submit a timely and valid Request for Exclusion, and are therefore, deemed to be Participating Class Members.³⁰ Pursuant to the terms of the Settlement, the Net Settlement Amount of approximately \$946,610.15 will be distributed to Participating Class Members in accordance with the terms of the Settlement.³¹ The highest Individual Settlement Payment is currently estimated to be \$4,581.07 and the average Individual Settlement Payment is currently estimated to be \$2,095.80.³² The highest Individual PAGA Payment is currently estimated to be \$369.05 and the average Individual PAGA Payment is currently estimated to be \$153.37.³³

V. THE COURT SHOULD GRANT FINAL APPROVAL OF THE CLASS ACTION SETTLEMENT.

The trial court has broad discretion to determine whether a class action settlement is fair and reasonable. *Chavez v. Netflix, Inc.* (2008) 162 Cal.App.4th 43, 52. To determine whether the settlement is fair and reasonable, courts consider relevant factors such as:

the strength of plaintiffs' case, the risk, expense, complexity and likely duration of further litigation, the risk of maintaining class action status through trial, the amount offered in settlement, the extent of discovery completed and the stage of the proceedings, the experience and views of counsel, the presence of a governmental participant, and the reaction of the class members to the proposed settlement.

Dunk v. Ford Motor Co. (1996) 48 Cal.App.4th 1794, 1801. "The list of factors is not exclusive and the court is free to engage in a balancing and weighing of the factors depending on the circumstances of each case." *Wershba v. Apple Computer, Inc.* (2001) 91 Cal.App.4th 224, 245. "Due regard should be given to what is otherwise a private consensual agreement between the parties." *Dunk, supra*, 48 Cal.App.4th at 1801.

The proponent of the settlement has the burden to show that it is fair and reasonable. *Wershba, supra*, 91 Cal.App.4th at 245. At the final approval stage, a presumption of fairness

³⁰ Simpluris Decl., ¶ 15.

³¹ *Id.*, ¶ 16; see also, n.7, *supra*.

³² *Id.*, ¶ 17. The actual average and highest Individual Settlement Payment to a Participating Class Member will be larger than the amounts stated in the Simpluris Declaration because the Net Settlement Amount is larger due to Class Counsel's request for reimbursement of litigation costs and expenses in an amount that is less than \$20,000.00 (the difference between the amount sought and the amount authorized under the Settlement, \$3,499.15, will be part of the Net Settlement Amount). See n.7, *supra*.

³³ *Id.*, ¶ 20.

exists where, as here: “(1) the settlement is reached through arm’s-length bargaining; (2) investigation and discovery are sufficient to allow counsel and the court to act intelligently; (3) counsel is experienced in similar litigation; and (4) the percentage of objectors is small.” *Dunk, supra*, 48 Cal.App.4th at 1802. In reviewing a class settlement, the court need not reach any ultimate conclusions on the issues of fact and law that underlie the merits of the dispute. *7-Eleven Owners for Fair Franchising v. Southland Corp.* (2000) 85 Cal.App.4th 1135, 1146. The inquiry is not whether the settlement agreement is the best one that class members could have possibly obtained, but whether the settlement, taken as a whole, is “fair, adequate, and reasonable.” *Chavez v. Netflix, Inc.* (2008) 162 Cal.App.4th 43, 55. A settlement need not obtain 100 percent of the damages sought in order to be fair, reasonable, and ultimately, meaningful. *Wershba, supra*, 91 Cal.App.4th at 251. Even if the proposed settlement affords relief that is substantially narrower than it would be if the cases were to be successfully litigated, that is no bar to a class settlement because the public interest may indeed be served by a voluntary settlement in which each side gives ground in the interest of avoiding prolonged litigation. *Id.*

A. The Settlement Resulted from Arm’s-Length Negotiations Based Upon Extensive Investigation and Discovery.

The Parties actively litigated the case since the *Gonsalez* Action commenced on June 7, 2021. Class Counsel conducted significant formal and informal discovery and investigation into the facts of the case, to assess the veracity, strength, and scope of the claims, and was preparing the matter for class certification and trial prior to reaching the Settlement.³⁴

The Parties conducted significant formal and informal discovery and investigation into the facts of the cases, and also formally and informally exchanged a large volume of information, documents, and data throughout the course of the litigation and in connection with mediation and settlement negotiations.³⁵ The information, documents, and data reviewed and analyzed by Class Counsel included, and were not limited to, Plaintiffs’ employment records, a sampling of Class Members’ time and pay data, and documents regarding Defendant’s operations and employment

³⁴ Declaration of Joanna Ghosh (“Ghosh Decl.”), ¶ 7.

³⁵ *Ibid.*

practices, policies, and procedures, among other information and documents.³⁶ Class Counsel developed liability, damages, and penalties valuation models in the course of litigation and in connection with mediation and settlement negotiations, and met and conferred with Defendants' counsel on numerous occasions, e.g., to discuss issues relating to the pleadings, motion practice, case management, discovery, and the production of information, documents, and data in the course of litigation and mediation and settlement negotiations.³⁷ Class Counsel reviewed and analyzed a large volume of information, data, and documents obtained from Plaintiffs, Defendants, and other sources.³⁸ Lawyers for Justice, PC propounded multiple sets of written discovery requests on Defendants Carlton Forge Works and Precision Castparts Corp. (including, but not limited to: Form Interrogatories – General (Set One), Special Interrogatories (Sets One and Two), and Requests for Production of Documents (Sets One and Two)), and prepared and served multiple deposition notices.³⁹ Other work performed by Class Counsel included, and was not limited to, case strategy and analysis; drafting, reviewing, and revising the pleadings, motion-related papers, the mediation brief, and settlement documents; and preparing for and attending court proceedings and mediation and settlement negotiations, among other tasks.⁴⁰

After conducting significant formal and informal discovery and investigation into the facts of the cases, the Parties participated in a formal, full-day mediation conducted by Mark S. Rudy Esq., a well-regarded mediator experienced in mediating complex labor and employment matters.⁴¹ In the course of mediation and settlement negotiations, the Parties exchanged information, documents, and data, and discussed all aspects of the case, including and not limited to, the risks and delays of further litigation, the risks to the Parties of proceeding with class certification and trial, the law relating to class certification, manageability, off-the-clock theory, meal and rest periods, on-premises breaks, rounding, representative PAGA claims, arbitration agreements, and wage-and-hour law and enforcement, as well as the evidence produced and analyzed, and the

³⁶ Ghosh Decl., ¶ 7.

³⁷ Ibid.

³⁸ Ibid.

³⁹ Ibid.

⁴⁰ Ibid.

⁴¹ *Id.*, ¶ 9.

possibility of appeals, among other things.⁴² During all settlement discussions, the Parties conducted their negotiations at arm's length in an adversarial position.⁴³ Arriving at a settlement that was acceptable to the Parties was not easy.⁴⁴ Defendants contended that individualized questions of fact predominate over any common issues, and these issues would pose challenges to class certification and representative adjudication.⁴⁵ Defendants and its counsel felt strongly about Defendants' ability to enforce its dispute resolution policy and related arbitration provisions, prevail on the merits, and avoid class certification and representative adjudication, while Plaintiffs and Class Counsel believed that they would be able to obtain relief in court, obtain class certification, and prevail at trial.⁴⁶ After conducting significant formal and informal discovery and investigations, settlement negotiations, and with the aid of the mediator's evaluation, the Parties agreed that the case was well-suited for settlement given the legal issues relating to Plaintiffs' principal claims, as well as the costs and risks to the Parties that would attend further litigation.⁴⁷

The Settlement takes into account the strengths and weaknesses of each side's position and the uncertainty of how the case might have concluded at certification, trial, and/or appeals. Class Counsel analyzed a large volume of information, documents, and data obtained from Defendants, Plaintiffs, and other sources, and performed research regarding applicable law, which is evolving as it relates to class certification, manageability, off-the-clock theory, meal and rest periods, on-premises breaks, rounding, representative PAGA claims and penalties, arbitration agreements, wage-and-hour law and enforcement, Plaintiffs' claims and allegations, and Defendants' defenses thereto, as well as facts discovered.⁴⁸ The Settlement was based on this large volume of facts, evidence, and investigation.⁴⁹ Additionally, Class Counsel have extensive experience in handling

⁴² Ghosh Decl., ¶ 9.

⁴³ Ibid.

⁴⁴ Ibid.

⁴⁵ Ibid.

⁴⁶ Ibid.

⁴⁷ Ibid.

⁴⁸ *Id.*, ¶ 8.

⁴⁹ *Id.*, ¶¶ 7 & 9.

1 complex wage-and-hour actions, including significant experience in employment class action
2 litigation.⁵⁰

3 **B. The Risks Inherent in Continued Litigation Favor Final Approval of the**
4 **Settlement.**

5 The Settlement, which provides for a Gross Settlement Amount of \$1,850,000.00,
6 represents a fair, adequate, and reasonable resolution of the cases, given the risks inherent in
7 litigating class and representative claims through certification proceedings, trial, and/or appeals.⁵¹
8 The Settlement was calculated using information and data uncovered through extensive case
9 investigation, formal and informal discovery, and the exchange of information in the context of
10 mediation and ongoing settlement negotiations.⁵² Had the action not settled, Defendants would
11 have vigorously challenged class certification, manageability of representative adjudication, and
12 liability. Defendants contended that individualized questions of fact predominated over any
13 common issues, and these issues would pose challenges to certification and representative
14 adjudication. Defendants would have likely argued again at trial, if any, that Plaintiffs' claims were
15 not appropriate for class-wide and/or representative adjudication. On the other hand, Defendants
16 also faced the risk of the Court certifying a class and allowing a jury to decide Plaintiffs' claims
17 on a class-wide or representative basis. Additionally, preparation for trial would have been
18 expensive for all parties.

19 It is preferable to reach an early resolution of a dispute because such resolutions save time
20 and money that would otherwise go to litigation. If this matter had settled after further litigation,
21 the settlement amount would have taken into account the additional costs incurred, and there might
22 have been less money available for Class Members, Aggrieved Employees, and the State of
23 California after all was said and done. This is not just an abstract contention. The risks and
24 expenses of further litigation outweighed any benefit that might have been gained otherwise. These
25 risks of further litigation include a determination that the claims were unsuitable for class treatment
26

27 ⁵⁰ Ghosh Decl., ¶¶ 14-20; Declaration of Raul Perez in Support of Plaintiff's Motion for Final Approval of Class
28 Action Settlement ("Declaration of Raul Perez" or "Perez Decl."), ¶¶ 9-17.

⁵¹ Ghosh Decl., ¶¶ 10 & 23.

⁵² *Id.*, ¶¶ 6-9.

and/or representative adjudication, failure to obtain certification, class de-certification after certification of a class, allowing a jury to decide the claims asserted in the case, and the real possibility of no recovery after years of litigation. Additionally, the Parties were moving into the phase of the litigation where they would have to conduct a significant amount of additional discovery, including and not limited to, depositions of Defendants' Person Most Knowledgeable designees, expert witnesses, and percipient witnesses, such as managers, supervisors, and other current and former employees throughout the State of California. Additional discovery would have certainly arisen, which would have cost the Parties additional time and money. In contrast, the Settlement provides real and significant benefits for the Class Members, the Aggrieved Employees, and the State of California here and now, while avoiding the further expenses, risks, and delay of prolonged litigation with only the possibility of recovery.

It would be grossly inefficient for such a large class of current and former employees to bring individual actions to recover from Defendants for the alleged violations of wage-and-hour laws. Moreover, the potential individual recovery that could be obtained by a Class Member would not be significant enough to provide him or her with the incentive to sue. By granting final approval of the Settlement, the Court can approve a resolution that provides a certain and substantial recovery for Class Members, the State of California, and Aggrieved Employees.

C. The Settlement Is Fair, Reasonable, and Adequate.

The Settlement, which provides for a Gross Settlement Amount of \$1,850,000.00, represents a fair, reasonable, and adequate resolution of the cases. The Settlement was calculated using information and data uncovered through extensive case investigation, formal and informal discovery, and the exchange of information in the context of preparing for mediation and conducting ongoing settlement negotiations. The Settlement takes into account the potential risks and rewards inherent in any case and, in particular, in this matter. Moreover, considering all of the facts in the cases, the Gross Settlement Amount represents a considerable recovery.

Even after deducting attorneys' fees in the amount of \$647,500.00, litigation costs and expenses in the amount of \$16,500.85, Class Representative Service Payments in the combined amount of \$30,000.00, Administration Expenses Payment in the amount of \$9,389.00, and PAGA

Penalties in the amount of \$200,000.00 from the Gross Settlement Amount of \$1,850,000.00, the Net Settlement Amount is currently estimated to be \$946,610.15.⁵³ Under the Settlement Agreement, the Gross Settlement Amount will be fully paid out, in accordance with the terms of the Settlement. As discussed in Section III, *supra*, each Participating Class Member will be paid a *pro rata* share of the Net Settlement Amount, based on the number of Workweeks credited to him or her.⁵⁴ To date, there are four hundred and fifty (450) Participating Class Members, representing 100% of the Class Members.⁵⁵ The highest Individual Settlement Payment to a Participating Class Member is currently estimated to be \$4,581.07 and the average Individual Settlement Payment is currently estimated to be \$2,095.80.⁵⁶ The highest Individual PAGA Payment to Aggrieved Employees is currently estimated to be \$369.05 and the average Individual PAGA Payment is currently estimated to be \$153.37.⁵⁷ These are significant individual recoveries, particularly in light of the risks of litigation.

At the final approval stage, “[a]n allocation formula need only have a reasonable, rational basis [to warrant approval], particularly if recommended by experienced and competent class counsel.” *In re American Bank Note Holographics, Inc., Securities Litigation* (S.D.N.Y. 2001) 127 F.Supp.2d 418, 429-30. The *pro rata* allocation here is a fair and reasonable way to distribute the Net Settlement Amount. In light of the above considerations, Class Counsel believes that the Settlement as a whole is fair, reasonable, and adequate, and in the best interest of the Class Members, the State of California, and Aggrieved Employees.⁵⁸ Although the recommendations of Class Counsel are not conclusive, the Court can properly take the recommendations into account, particularly if Class Counsel appears to be competent, has experience with this type of litigation, and significant discovery and investigation have been completed, as is the case here. Conte & Newberg, *Newberg on Class Actions* (4th Ed., 2002) § 11.47. Accordingly, the Court should grant final approval of the Settlement.

⁵³ Simpluris Decl., ¶ 16; see also, n.7, *supra*.

⁵⁴ Settlement Agreement, § 1.29.

⁵⁵ Simpluris Decl., ¶ 15.

⁵⁶ *Id.*, ¶ 17; see n.32, *supra*.

⁵⁷ *Id.*, ¶ 20.

⁵⁸ Ghosh Decl., ¶ 23.

1 **D. The Class Was Represented by Competent Counsel.**

2 Class Counsel have extensive experience in employment class action law and complex
3 wage-and-hour litigation.⁵⁹ Lawyers for Justice, PC and Capstone Law APC have been appointed
4 class counsel in numerous complex wage-and-hour cases, and has recovered millions of dollars
5 for individuals in California.⁶⁰ Both parties' counsel were capable of assessing the strengths and
6 weaknesses of the Class Members' claims against Defendants and the benefits of the Settlement
7 under the circumstances of the case and in the context of a private, consensual settlement
8 agreement.

9 **E. There Are No Objections to the Class Settlement.**

10 The Settlement has been well received by the Class – *not a single Class Member objected*
11 *to the Class Settlement.*⁶¹ Specifically, no objections have been made as to the Gross Settlement
12 Amount or requested Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment,
13 Class Representative Service Payments, Administration Expenses Payment, or the allocation for
14 PAGA Penalties. California courts have consistently found that a small number of objectors
15 indicates the class' support for a settlement and strongly favors final approval. *Wershba, supra*,
16 91 Cal.App.4th at 250-51 (final approval granted despite 20 objectors); *7-Eleven Owners, supra*,
17 85 Cal.App.4th at 1152-53 (final approval granted despite 9 objectors).

18 Here, the lack of any objections speaks volumes about the fairness, reasonableness, and
19 adequacy of this Settlement. Accordingly, the Settlement as a whole is presumed to be fair,
20 reasonable, and adequate, and the Court should grant final approval of the Settlement in its entirety.
21 *Dunk, supra*, 48 Cal.App.4th at 1802.

22 **VI. THE ATTORNEYS' FEES AWARD REQUESTED BY CLASS COUNSEL IS FAIR**
23 **AND REASONABLE AND SHOULD BE APPROVED.**

24 **A. Legal Standard for Attorneys' Fees in a Class Action Settlement.**

25 Trial courts have "wide latitude" in assessing the value of attorneys' fees and their
26 decisions will "not be disturbed on appeal absent a manifest abuse of discretion." *Lealao v.*

27 ⁵⁹ Ghosh Decl., ¶¶ 14-20; Perez Decl., ¶¶ 9-17.

28 ⁶⁰ Ghosh Decl., ¶¶ 14-20; Perez Decl., ¶¶ 9-17, Ex. 1.

⁶¹ Simpluris Decl., ¶ 13.

1 *Beneficial Cal., Inc.* (2000) 82 Cal.App.4th 19, 41; *Ketchum v. Moses* (2001) 24 Cal.4th 1122,
2 1132 (The “experienced trial judge is the best judge of the value of professional services rendered
3 in his court[.]”); *Cellphone Termination Fee Cases* (2009) 180 Cal.App.4th 1110, 1118. Where
4 the amount of a settlement is a “certain easily calculable sum of money,” California courts may
5 calculate attorneys’ fees as a reasonable percentage of the settlement. Weil and Brown, California
6 Practice Guide, *Civil Procedure Before Trial*, Chapter 14, § 14:145; see also *Laffitte v. Robert*
7 *Half Int’l Inc.* (2016) 1 Cal.5th 480, 503; *Dunk, supra*, 48 Cal.App.4th at 1808. The percentage-
8 of-the-benefit approach is preferred in class and representative actions because “it better
9 approximates the workings of the marketplace than the lodestar approach.” *Lealao, supra*, 82
10 Cal.App.4th at 49.

11 California law provides that an attorneys’ fees award should be equivalent to fees paid in
12 the legal marketplace for the result achieved and risk incurred. *Id.* at 47-50; *Laffitte v. Robert Half*
13 *Int’l, Inc.* (2016) 1 Cal.5th 480, 503. In *Lealao*, the court held that when an action leads to a
14 recovery that can be “monetized” with a reasonable degree of certainty, the trial court should
15 “ensure that the fee awarded is within the range of fees freely negotiated in the legal marketplace
16 in comparable litigation.” *Lealao, supra*, 82 Cal.App.4th at 50. Fee awards that are too small will
17 “chill the private enforcement essential to the vindication of many legal rights and obstruct the
18 representative actions that often relieve the courts of the need to separately adjudicate numerous
19 claims.” *Lealao, supra*, 82 Cal.App.4th at 53.

20 “The ultimate goal . . . is the award of a ‘reasonable’ fee to compensate counsel for their
21 efforts, irrespective of the method of calculation.” *Consumer Privacy Cases* (2009) 175
22 Cal.App.4th 545, 557-58 (quoting *Apple Computer, Inc. v. Superior Court, supra*, 126 Cal.App.4th
23 at 1270). It is not an abuse of discretion to choose one method over another as long as the method
24 chosen is applied consistently using percentage figures and/or rates that accurately reflect the
25 marketplace. In cases where class members present claims against a settlement amount and the
26 settlement agreement provides that the defendant agrees to paying the attorneys a percentage of
27 the same, use of that percentage method is appropriate. *Lealao, supra*, 82 Cal.App.4th at 32.

28 ///

Historically, courts have awarded fees as high as fifty percent (50%) of the settlement, depending on the circumstances of the case. Conte & Newberg, *Newberg on Class Actions* (4th Ed., 2002) § 14.03; see also *In re Ampicillin Antitrust Litig.* (D.D.C. 1981) 526 F.Supp. 494 (awarding attorneys' fees in the amount of 45% of the settlement amount of \$7.3 million); *Beech Cinema, Inc. v. Twentieth-Century Fox Film Corp.* (S.D.N.Y. 1979) 480 F.Supp. 1195 (awarding approximately 53% of the settlement amount as attorneys' fees). California courts routinely approve class action attorneys' fees awards "averag[ing] around one-third of the recovery." *Chavez v. Netflix, Inc.* (2008) 162 Cal.App.4th 43, 66 n.11 (lower court found 20 to 40 percent range of contingency fee in marketplace was appropriate in class actions); see also *Laffitte*, 1 Cal.5th at 488 & 506 (approving fee award of 1/3 of common fund of \$19 million).

B. A Fee Award of a Percentage of the Entire Fund Is Appropriate.

California and federal courts have long recognized that an appropriate method for determining the award of attorneys' fees is based on a percentage of the total value of benefits made available to class members by the settlement. *Laffitte*, 1 Cal.5th at 503; *Boeing Co. v. Van Gemert* (1980) 444 U.S. 472, 478; *Paul, Johnson, Alston & Hunt v. Gaulty* (9th Cir. 1989) 886 F.2d 268, 272; *Vincent v. Hughes Air West, Inc.* (9th Cir. 1977) 557 F.2d 759, 769; *Serrano v. Priest* (1977) 20 Cal.3d 25, 34.⁶² The purpose of this equitable doctrine is to spread litigation costs proportionally among all the beneficiaries so that the active beneficiary does not bear the entire burden alone. See *Vincent, supra*, 557 F.2d at 769.

When a litigant's efforts result in a settlement from which others may derive benefits, the litigant may require the passive beneficiaries to compensate those whose efforts brought about the settlement. See, R. Pearle, *California Attorney Fee Awards* (CEB, 1993) § 7A, p. 5-7 (permitting attorneys' fees and costs to be paid out of the settlement or directly on behalf of the other parties enjoying the benefit of the settlement). Both state and federal courts have embraced this doctrine. See *Serrano, supra*, 20 Cal.3d at 35; *Crampton v. Takegoshi* (1993) 17 Cal.App.4th 308, 317; *Vincent, supra*, 557 F.2d at 769.

⁶² The California Supreme Court has urged trial courts to consider class action federal authority. *Green v. Obledo* (1981) 29 Cal.3d 126, 146; *Vasquez v. Superior Court* (1971) 4 Cal.3d 800, 821.

1 The propriety of calculating and awarding attorneys' fees as a percentage of a monetary
2 settlement that has, by litigation, been preserved or recovered for the benefit of others, has been
3 confirmed by the California Supreme Court. *Laffitte, supra*, 1 Cal.5th 480 at 486 & 506. The
4 California Supreme Court has taken the position that "[t]rial courts have discretion to conduct a
5 lodestar cross-check on a percentage fee," "they also retain the discretion to forgo a lodestar cross-
6 check and use other means to evaluate the reasonableness of a requested percentage fee[.]" and
7 "[t]he percentage [...] method survives in California." *Id.* (internal quotes omitted).

8 Courts have consistently recognized that class and representative action litigation is
9 increasingly necessary to protect the rights of individuals whose injuries and/or damages are too
10 small to economically justify legal action on an individual basis. Accordingly, in determining a
11 reasonable fee award, courts award fees to serve as an economic incentive for lawyers to pursue
12 such litigation in order to achieve increased access to the judicial system for meritorious claims
13 and to enhance deterrents to wrongdoing. This is especially true in situations where multiple
14 similar alleged wrongs would not be economically feasible to pursue individually, such as here.
15 See A. Conte, *Attorney Fee Awards* (2d Ed., 1993) 104, at 6.

16 When the case was originally filed, not only was it inescapably contingent, but the prospect
17 of a long, drawn-out battle with a defendant represented by experienced counsel, was almost a
18 certainty. By taking on this "battle" on a contingency basis, Class Counsel risked substantial
19 economic loss if the results were not successful. This substantial risk is the reason that the courts
20 approve the use of the percentage method when a settlement is obtained by the efforts of class
21 counsel. See *Vizcaino v. Microsoft* (9th Cir. 2002) 290 F.3d 1043, 1048-49 (discussing the risks
22 of engaging in litigation without certainty of compensation).

23 Under the terms of the Settlement Agreement, Defendants will pay a Gross Settlement
24 Amount of \$1,850,000.00. The requested attorneys' fees are \$647,500.00, which is thirty-five
25 percent (35%) of the total value of the monetary settlement. In light of Class Counsel's successful
26 prosecution and resolution of the cases, the requested attorneys' fees are appropriate and
27 reasonable.

28 ///

Compensating class counsel in class litigation on a percentage basis makes good sense because: (1) it is consistent with the private marketplace where contingent fee attorneys are customarily compensated on such a basis; (2) it aligns the interests of class counsel and absent class members in achieving the maximum possible resolution of the case; and (3) it encourages the most efficient and expeditious resolution of the litigation by providing an incentive for early, yet reasonable, settlement. The requested attorneys' fees in this matter satisfy all of those factors and should be approved on a percentage basis.

The percentage method is consistent with, and is intended to mirror, the practice in the private marketplace where contingent-fee attorneys typically negotiate percentage-fee arrangements with their clients. Named plaintiffs' agreement to pay a contingent fee is powerful evidence of a reasonable fee. One of the best ways to demonstrate the value of counsel's work to the class is to review the consideration agreed to be paid by the named plaintiffs. If the named plaintiffs have employed counsel on a contingency-fee basis, it would indeed be inequitable for the members of the class, who will enjoy the benefits of the settlement without incurring the risks of bringing the claim, to pay less than the named plaintiffs.

Furthermore, a percentage-fee award is not dependent on a determination of the actual amount claimed by those entitled—it is the creation of the settlement that is the crucial fact. In *Winslow v. Harold G. Ferguson Corp.*, the California Supreme Court expressly held that “it is equitable that [the attorney's] compensation and expenses should come from the entire fund saved for all classes concerned before it is distributed.” *Winslow v. Harold G. Ferguson Corp.* (1944) 25 Cal.2d 274, 284. Likewise, *Lealao* expressly held that a percentage-based fee “may be calculated on the basis of the total fund made available rather than the actual payments made to the class.” *Lealao, supra*, 82 Cal.App.4th at 51; *see also Boeing, supra*, 444 U.S. at 478 (“a litigant or a lawyer who recovers” a settlement “for the benefit of persons other than himself or his client is entitled to a reasonable attorneys' fee from the fund as a whole”).

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In *Wershba v. Apple Computer, Inc.* (2001) 91 Cal.App.4th 224, in determining reasonable attorneys' fees, the Court of Appeal valued a settlement based on the total value of the settlement made available to class members by the efforts of counsel, decided in favor of granting fees as a percentage of the total value of the settlement, and rejected an objection that the fees be awarded based on the exact amount claimed by class members. *Id.* at 247.

Class Counsel have obtained a substantial recovery on behalf of Plaintiffs, the Class, Aggrieved Employees, and the State of California, and the results achieved justify an attorneys' fees award that is the equivalent of the standard market fee and that is consistent with the contingency-fee agreement entered into by and between Plaintiffs and Class Counsel. Thus, the requested attorneys' fees are appropriate.

C. The Attorneys' Fees Award Requested by Class Counsel Is Reasonable Based on the Factors Considered in Determination of Fee Awards.

In *Camden I Condominium Association, Inc. v. Dunkel*, the court identified twelve factors to be considered in determining whether fee awards are reasonable: (1) the time and labor required; (2) the novelty and difficulty of the questions involved; (3) the skill required to perform the legal services properly; (4) the preclusion of other employment by the attorney due to the acceptance of the case; (5) the customary fee; (6) whether the fee is fixed or contingent; (7) time limitation imposed by the client or the circumstances; (8) the amount involved and results obtained; (9) the experience, reputation and ability of the attorney; (10) the undesirability of the case; (11) the nature and length of the professional relationship with the client; and (12) awards in similar cases. *Camden I Condominium Association, Inc. v. Dunkel* (11th Cir. 1991) 946 F.2d 768, 772.

Each and every one of these factors favors the attorneys' fees sought here; however, some of the most relevant factors to this Court's fee determination will be addressed herein. The award of attorneys' fees in the amount of \$647,500.00 (which is 35% of the Gross Settlement Amount) is commensurate with the time, effort, and expense dedicated to the cases, the contingent nature of Class Counsel's fee and the risks taken in commencing the cases, the skill and determination required, the results that Class Counsel have achieved, and the value of the settlement that Class Counsel have obtained for the Class Members.

1 **1. *Time & Labor.***

2 Class Counsel used its experience and skills, and dedicated the full extent of resources, to
3 litigate and bring this matter to a successful conclusion on behalf of the Class. Moreover, as
4 demonstrated in the supporting declarations, Class Counsel have extensive experience in the
5 handling of class actions and complex litigation cases.⁶³

6 As outlined in the Declaration of Joanna Ghosh and Declaration of Raul Perez, Class
7 Counsel have fully and actively participated in litigation of the Actions.⁶⁴ Prior to commencing
8 the lawsuit, Class Counsel had conducted a significant amount of investigation into the factual and
9 legal issues, Defendants' business, and its operations and employment policies, practices, and
10 procedures.⁶⁵ During the litigation of the Actions, Class Counsel had the opportunity to interview
11 Plaintiffs and other Class Members; reviewed and analyzed a large volume of information,
12 documents and data obtained from Defendants, Plaintiffs, and other sources; and prepared liability,
13 damages, penalties, and valuation calculations.⁶⁶ Class Counsel also met and conferred with
14 Defendants' counsel over the issues relating to pleadings, discovery, and the production of
15 information, documents and data, among other things; engaged in settlement negotiations with
16 Defendants' counsel; and prepared for and attended court proceedings, mediation, and settlement
17 negotiations.⁶⁷

18 Class Counsel have dedicated staffing and monetary resources necessary to prosecute this
19 matter diligently and with maximum efficiency and has fully and actively participated in the
20 litigation process. The Task and Time Chart, which is attached as "**EXHIBIT A**" to the
21 accompanying Declaration of Joanna Ghosh, sets forth in detail the hours that Lawyers for Justice,
22 PC has spent performing tasks on behalf of Plaintiffs and the Class.⁶⁸ The Task and Time Chart is
23 thorough and comprehensive, and was prepared so that the Court can peruse it without having to
24 set forth each and every task in the body of this Motion. The Court is respectfully referred to the
25

26 ⁶³ Ghosh Decl., ¶¶ 14-20; Perez Decl., ¶¶ 9-17.

27 ⁶⁴ Ghosh Decl., Exh. A; Perez Decl., ¶¶ 18 & 22.

28 ⁶⁵ Ghosh Decl., ¶ 6 & Exh. A.

⁶⁶ *Id.*, ¶ 7.

⁶⁷ *Ibid.*

⁶⁸ *Id.*, Exh. A.

chart, which sets forth the history of the work performed by Lawyers for Justice, PC, and the Declaration of Raul Perez sets forth the work performed by Capstone Law APC, commencing with the pre-filing analysis and research, and continuing up to settlement and final approval. Class Counsel have spent 691.80 hours, with 542.20 hours spent by Lawyers for Justice, PC and 149.60 hours spent by Capstone Law APC, performing tasks and to obtain a significant recovery on behalf of Plaintiffs, the Class, the Aggrieved Employees, and the State of California.⁶⁹ These hours were required to bring this matter to its successful conclusion. In light of the value of time expended and the carrying of costs involved in litigating this case, the requested attorneys' fees are fair, adequate, and reasonable.

2. The Skill Required to Perform Legal Services Properly.

The skill required to properly litigate the cases is evident not only in the results achieved, but in the steps necessary to reach those results. Defendants retained well-respected counsel to represent its defenses. More specifically, Defendants and its counsel felt very strongly about Defendants' ability to obtain a denial of certification and to prevail on the merits. Plaintiffs and Class Counsel believed that they would have obtained class certification and prevailed at trial.

Class Counsel undertook significant investigation, analysis, and research prior to filing this case, during the litigation, and prior to mediation. Class Counsel took steps to prepare the matter for class certification and representative adjudication and had every intention of taking the case to trial on a class-wide basis if Defendants did not offer an appropriate class-wide settlement. Despite all of the obstacles that had to be overcome, as demonstrated in the Declaration of Joanna Ghosh and Declaration of Raul Perez, Class Counsel used its extensive experience in the handling of class actions and complex wage-and-hour litigation actions in order to obtain the Settlement with maximum efficiency.⁷⁰

3. The Value of the Settlement for the Class Members.

The Settlement represents an excellent resolution of the actions, given the risks inherent in litigating the cases through certification proceedings, trial, and/or appeals. Had the case not settled,

⁶⁹ Ghosh Decl., ¶ 12; Perez Decl., ¶ 18.

⁷⁰ Ghosh Decl., ¶¶ 14-20; Perez Decl., ¶¶ 9-17.

Defendants would have vigorously challenged certifiability, manageability of representative adjudication, and liability. Defendants, however, faced risks if the Court certified a class and allowed a jury to decide the claims. Additionally, preparing the cases for trial would have been expensive for the Parties.

The Settlement at this stage is preferred over continued litigation because such resolutions save time and money that would otherwise go to litigation. The risks and expenses of further litigation outweighed any benefit that might have been gained otherwise. The Settlement provides an immediate recovery, as opposed to an uncertain result in the future after prolonged litigation involving expert discovery, trial preparation, class certification proceedings, and appellate review of those proceedings. The Settlement offers present relief and/or recovery to Settlement Class Members, the State of California, and Aggrieved Employees while avoiding the further expense, risk, and delay in obtaining possible recovery at an unknown time in the future.

As a result of this litigation and of settlement negotiations, Defendants agreed to pay a Gross Settlement Amount of \$1,850,000.00 to settle the matter. After deducting the attorneys' fees (\$647,500.00), litigation costs and expenses (\$16,500.85), Class Representative Service Payments (combined, \$30,000.00), Administration Expenses Payment (\$9,389.00), and PAGA Penalties (\$200,000.00) from the Gross Settlement Amount, it is currently estimated that the Net Settlement Amount is approximately \$946,610.15.⁷¹ The Net Settlement Amount will be fully distributed in accordance with the terms of the Settlement. The highest Individual Settlement Payment to a Participating Class Member is currently estimated to be \$4,581.07 and the average Individual Settlement Payment is currently estimated to be \$2,095.80.⁷² The highest Individual PAGA Payment is currently estimated to be \$369.05 and the average Individual PAGA Payment is currently estimated to be \$153.37.⁷³ The Settlement offers significant monetary relief to the Participating Class Members, the State of California, and Aggrieved Employees.

4. Whether the Fee Is Fixed or Contingent.

Plaintiffs entered into a contingency fee agreement with Class Counsel, and the

⁷¹ Simpluris Decl., ¶ 16; see also, n.7, *supra*.

⁷² *Id.*, ¶ 17; see n.32, *supra*.

⁷³ *Id.*, ¶ 20.

representation of the Class provided by Class Counsel have been wholly contingent. Class Counsel took on the cases without knowing whether any recovery would be obtained. Class Counsel have collectively invested 691.80 hours of time to obtain relief on behalf of Plaintiffs, Class Members, the State of California, and Aggrieved Employees.⁷⁴ Class Counsel have also collectively incurred litigation costs and expenses in the amount of \$16,500.85.⁷⁵

Class Counsel have borne all of the risks and costs of litigation and will not receive any compensation until recovery is obtained.⁷⁶ Class Counsel is well-experienced in wage-and-hour class action and complex litigation and used that experience to obtain a great result.⁷⁷ The skill and determination that Class Counsel have shown, along with the results obtained, justify the requested Class Counsel Fees Payment and Class Counsel Litigation Expenses Payment. Considering the amounts requested, the work performed, and the risks incurred, the requested fees and costs are reasonable and should be awarded.

In determining the reasonableness of a fee award in a class action settlement, whether or not representation is provided on a contingency basis is an important factor:

A contingent fee must be higher than a fee for the same legal services paid as they are performed. The contingent fee compensates the lawyer not only for the legal services he renders but for the loan of those services. A lawyer who both bears the risk of not being paid and provides legal services is not receiving the fair market value of his work if he is paid only for the second of these functions. If he is paid no more, competent counsel will be reluctant to accept fee award cases.

Cates v. Chiang (2013) 213 Cal.App.4th 791, 823 (internal quotes and citations omitted). Class Counsel litigated the case on a contingent basis with all of the concomitant risk factors inherent in such an uncertain undertaking. Had Class Counsel not been successful, the time that Class Counsel have devoted to litigating the case would have been for naught, and would not have produced any fee or any reimbursement of costs or expenses.

5. The Amount Involved and the Results Achieved.

The results achieved, in light of the difficulties inherent in similar cases and the specific

⁷⁴ Ghosh Decl., ¶ 12, Exh. A; Perez Decl., ¶ 18.

⁷⁵ See Part VII, *infra*.

⁷⁶ Ghosh Decl., ¶ 21.

⁷⁷ Ghosh Decl., ¶¶ 14-20; Perez Decl., ¶¶ 9-17.

difficulties faced in this matter, are considerable. The Settlement has yielded a positive response from the Class Members—no Class Members objected to the Class Settlement.⁷⁸

The court in *Camden* noted that, “a key element of the common fund case is that fees are [...] taken from the fund [...] and a common fund is itself the measure of success ... [and] represents the benchmark on which a reasonable fee will be awarded.” *Camden*, 946 F. 2d 768, fn. 28 (citing *Court Awarded Attorney Fees, Report of the Third Circuit Task Force* (October 8, 1985) 108 F.R.D. 237 and Newberg, *Attorney Fee Awards* § 2.07 (1986)).

Here, the results achieved and obtained on behalf of Plaintiffs and the Class are reasonable in light of the risks inherent in further litigating this matter. Class Counsel’s efforts have resulted in a settlement that provides for a Gross Settlement Amount of \$1,850,000.00.⁷⁹ The Gross Settlement Amount will be fully paid out, in accordance with the terms of the Settlement Agreement. The highest Individual Settlement Payment to a Participating Class Member is currently estimated to be \$4,581.07 and the average Individual Settlement Payment is currently estimated to be \$2,095.80.⁸⁰ The highest Individual PAGA Payment is currently estimated to be \$369.05 and the average Individual PAGA Payment is currently estimated to be \$153.37.⁸¹

6. *The Reputation and Ability of the Attorneys.*

Lawyers for Justice, PC is a recognized class action law firm that employed its attorneys’ knowledge, skills, and experience in bringing these cases to a successful conclusion. Class Counsel have years of complex and class action litigation experience, have recovered millions of dollars on behalf of thousands of individuals in California, and have successfully handled numerous significant wage-and-hour class action and complex cases.⁸²

D. The Lodestar Methodology Also Justifies Approval of the Requested Fees, Because Class Counsel have Performed Work That Is of Significant Value Based On Reasonable Hours and Prevailing Hourly Rates of Compensation.

⁷⁸ Simpluris Decl., ¶ 13.

⁷⁹ Ghosh Decl., ¶¶ 6-9.

⁸⁰ Simpluris Decl., ¶ 17; see n.32, *supra*.

⁸¹ *Id.*, ¶ 20.

⁸² Ghosh Decl., ¶¶ 14-20; Perez Decl., ¶¶ 9-17.

While the percentage-of-the-benefit approach is endorsed as the better approximation of the workings of the marketplace than the lodestar approach, courts may also use the lodestar method to “cross-check” the results of the other. See *Laffitte, supra*, 1 Cal.5th at 505 (explaining that “[a] lodestar cross-check is simply a quantitative method for bringing a measure of the time spent by counsel into the trial court’s reasonableness determination”); see also, e.g., *Vizcaino*, 290 F.3d at 1050 (“[W]hile the primary basis of the fee award remains the percentage method, the lodestar may provide a useful perspective on the reasonableness of a given percentage award.”). Importantly, “the lodestar calculation . . . does not override the trial court’s primary determination of the fee as a percentage” of the settlement amount and “does not impose an absolute maximum or minimum on the potential fee award.” *Laffitte, supra*, 1 Cal.5th at 505.

The lodestar is calculated based on reasonable hours at reasonable prevailing hourly rates for the attorneys. *Ketchum, supra*, 24 Cal.4th at 1131-32. Under California law, counsel is entitled to compensation for every hour reasonably spent on the matter. *Id.* at 1133.

1. The Number of Hours Spent on the Litigation was Reasonable.

The reasonableness of hours is assessed by “the entire course of the litigation, including pretrial matters, settlement negotiations, discovery, litigation tactics, and the trial itself[.]” *Vo v. Las Virgenes Municipal Water Dist.* (2000) 79 Cal.App.4th 440, 447.

As discussed above, the cases were highly contested and required a significant amount of time and labor. Defendants made it clear very early on that it disputed all of the allegations of the cases and disputed that the matter was appropriate for class or representative treatment. Defendants raised affirmative defenses and denied liability, and the pursuit of this matter involved gathering and analyzing data not only from Defendants but also from the Class Members. The handling of the case involved a great amount of effort, and also required and involved the exercise of a high level of skill, which Class Counsel have as a result of their extensive experience in employment class actions and complex wage-and-hour litigation. Long and difficult battles would have followed as the cases moved toward certification and trial, including taking and defending depositions of Defendant’s Person Most Knowledgeable designees, percipient witnesses, and experts, propounding additional discovery requests and conducting additional document

production, and engaging in extensive motion practice. As Class Counsel geared up for these battles, Class Counsel undertook intense preparation in an attempt to resolve the entire matter through mediation.

Class Counsel had to bring together a large volume of information, documents and data that were obtained from Defendants, Plaintiffs, and through other sources. Class Counsel conducted extensive review and analysis of the information, documents, and data to strategize the action and to prepare for mediation and engage in settlement discussions.

As discussed above in Part VI.C.1, *infra*, attached to the Declaration of Joanna Ghosh is a task and time chart that sets forth in detail the numerous tasks that Lawyers for Justice, PC performed on behalf of Plaintiffs and the Class, and the time required for completing those tasks.⁸³ The chart and the Declaration of Raul Perez demonstrate that Class Counsel have collectively spent a total of 691.80 hours litigating the case and finalizing the Settlement.⁸⁴ In light of the facts and circumstances of the cases, as well as the results that Class Counsel have achieved on behalf of Plaintiffs, Class Members, the Aggrieved Employees, and the State of California, Class Counsel have spent a reasonable number of hours on this matter. In addition, Class Counsel will continue to perform work on this matter through the date of final approval and in connection with the implementation of the Settlement.

2. The Fees Requested Represent a Reasonable Hourly Rate of Compensation in Light of Class Counsel's Efforts and Experience.

Both California and federal courts recognize that attorneys should be compensated for providing representation on a contingency basis and for taking on the risks associated with said representation, as well as being provided with financial incentives to enforce important rights and protections like those at issue in this action. See *Ketchum, supra*, 24 Cal.4th at 1132-33. In awarding attorneys' fees, the aim is to mirror "the established practice in the private legal market of rewarding attorneys for taking the risk of nonpayment by paying them a premium over their normal hourly rates for winning contingency cases." See *id.*

⁸³ See Ghosh Decl., Exh. A.

⁸⁴ Ghosh Decl., ¶ 12; Perez Decl., ¶ 18.

Class Counsel have been actively involved in this matter, prior to its commencement and all the way up to the present, and Class Counsel's dedication to providing representation in this matter has precluded other employment. Here, Class Counsel bore the risk that, despite all of its efforts and skills employed, there may be no recovery. Ultimately, Class Counsel was successful in reaching a settlement of \$1,850,000.00.

As set forth in the Declaration of Joanna Ghosh, the professional backgrounds and experience of Class Counsel support a reasonable hourly rate of compensation of at least \$850 per hour for services provided by Lawyers for Justice, PC.⁸⁵ Lawyers for Justice, PC has been awarded attorneys' fees, compensating the firm at the rate of at least \$850 for legal service performed, by courts of this state.⁸⁶ While the circumstances of every case is unique, the fact remains that the work performed and efforts undertaken by Class Counsel on behalf of the Class Members justify the requested attorneys' fees.

3. The Risks Involved, Skill Required, Complexity of the Matter, and Results Obtained Warrant Upward Enhancement of the Lodestar.

Even when courts have opted to award fees in Total Settlement Amount cases based on time reasonably expended on the action, courts have generally awarded these fees based on the actual time expended (the lodestar) in conjunction with a multiplier of between 2 and 4. *Kerr v. Screen Extras Guild, Inc.* (9th Cir. 1975) 526 F.2d 67. Such a multiplier is warranted in this case.

Courts frequently apply multipliers to enhance the lodestar to reflect the risks involved, the complexity of the litigation, and the other relevant facts. *Vizcaino*, 290 F.3d at 1051; *Graham v. DaimlerChrysler Corp.* (2004) 34 Cal.4th 553, 579 ("One of the most common fee enhancers [...] is for contingency risk."). Such an enhancement "mirrors the established practice in the private legal market of rewarding attorneys for taking the risk of nonpayment by paying them a premium over their normal hourly rates for winning contingency cases." *Vizcaino*, 290 F.3d at 1051; *accord Ketchum*, 24 Cal.4th at 1132-33. A risk multiplier also serves to bring the financial incentives for enforcing important rights "into line with incentives [attorneys] have to undertake claims for which

⁸⁵ Ghosh Decl., ¶ 13.

⁸⁶ *Ibid.*

they are paid on a fee-for-services basis.” *Ketchum*, 24 Cal. 4th at 1132.

In determining whether or not to enhance the lodestar, California courts take into account multiple factors, many of which were specifically addressed above in §§ VI.B-C, *infra*. See, *Cates* at 822-823. Multiple factors warrant enhancement in this case, including the following:

- The time and labor required
- The skill requisite to perform the legal services properly
- The preclusion of other employment by the attorney due to the acceptance of the case
- The contingent nature of the fee
- The amount involved and results obtained
- The experience, reputation, and ability of the attorney
- Awards in similar cases

Ketchum at 1134.

Adjustment of the base lodestar figure to compute an award of attorneys’ fees for a claim under the California Labor Code is appropriate. See *Id.*, at 1135-1136; *Serrano v. Priest* (1977) 20 Cal.3d 25, 48-49. “The lodestar is calculated by multiplying the reasonable hours expended by a reasonable hourly rate. The court may then enhance the lodestar with a multiplier, if appropriate.” *Wershba, supra*, 91 Cal.App.4th at 254. In the first stage of the lodestar adjustment method, the trial court determines the reasonable hourly rate of compensation for counsel, which it then multiplies by the number of hours the court finds were reasonably spent preparing the case, to obtain the lodestar figure. *Ketchum, supra*, 24 Cal.4th at 1131-1132. The lodestar figure is the “basic fee for comparable legal services in the community” based upon the “hourly amount to which attorneys of like skill in the area would typically be entitled.” *Id.*, at 1132-1133 (quotation marks and citation omitted).

As discussed above, this was a highly contested matter which required an extensive amount of time and labor. Defendant raised defenses and denied liability, and the case involved gathering and analyzing documents and data not only from Defendant but also from the Class Members. The handling of this matter involved a great amount of effort, and required the exercise of high-level of skill, which Class Counsel have as a result of extensive experience in employment class actions

1 and wage-and-hour litigation. Class Counsel have been actively involved in the prosecution of this
2 matter, prior to its commencement and Class Counsel's work has continued all the way up to the
3 present. Class Counsel's dedication to the representation of the Class Members has precluded other
4 employment.

5 Most importantly, all services were performed by Class Counsel on a contingent basis.
6 Both California and federal courts recognize that attorneys should be compensated for taking on
7 such contingent risks and provided with financial incentives to enforce important rights and
8 protections like those at issue in the matter at hand. See, e.g., *Vizcaino*, 290 F.3d at 1051; *Ketchum*,
9 24 Cal. 4th at 1132-33. Here, Class Counsel bore the risk that, despite all of its efforts and the skill
10 employed, there may be no recovery. Therefore, at a minimum, Class Counsel is entitled to a risk
11 multiplier. The results obtained by way of Class Counsel's efforts are significant here. Class
12 Counsel was successful in achieving substantial results in the form of a settlement of
13 \$1,850,000.00. Also, Class Counsel's efforts throughout the case demonstrate dedication to the
14 interests of the Class Members.

15 Class Counsel's application for attorneys' fees in light of the facts and circumstances
16 surrounding the matter is well within the range of reasonableness. While handling this matter,
17 Class Counsel devoted the hours in legal time summarized above and detailed in the Task and
18 Time Chart, which is attached as EXHIBIT A to the Declaration of Joanna Ghosh.⁸⁷ As the chart
19 indicates, Class Counsel have worked 691.80 hours in the pursuit of this matter. The Declaration
20 of Joanna Ghosh and Declaration of Raul Perez set forth the entire picture. Applying a reasonable
21 blended rate of \$850 per hour to 542.20 hours of work performed by Lawyers for Justice, PC
22 would place a base lodestar value of \$460,870.00 on Lawyers for Justice, PC's services, and, as
23 set forth in the Declaration of Raul Perez, the base lodestar value for Capstone Law APC's services
24 is \$118,635.00, for a combined base lodestar value of \$579,505.00. Applying a modest multiplier
25 of 1.12, the total enhanced lodestar fees are \$649,045.60.⁸⁸ Class Counsel seeks an attorneys' fee
26 award of \$647,500.00 (35% of the Gross Settlement Amount). Far greater multipliers have been
27

28 ⁸⁷ Ghosh Decl., Exh. A.

⁸⁸ *Id.*, ¶¶ 12-13; Perez Decl., ¶ 18.

awarded in similar cases, and the total amount of fees sought by Class Counsel is also reasonable compared to fees awarded in similar cases. Courts routinely enhance lodestar amounts based on multipliers that “range from **2 to 4 or even higher.**” *Wershba, supra*, 91 Cal.App.4th at 255 (emphasis added); *see also, e.g., Chavez v. Netflix, Inc.* (2008) 162 Cal.App.4th 43, 66 (approving **multiplier of 2.5**); *Vizcaino*, 290 F.3d at 1051 (approving **multiplier of 3.65**); *Wal-Mart Stores, Inc. v. Visa U.S.A., Inc.* (2d Cir. 2005) 396 F.3d 96, 123 (approving **multiplier of 3.5**); *Craft v. County of San Bernardino* (C.D. Cal. 2006) 624 F.Supp.2d 1113, 1125 (awarding **multiplier of 5.2** and referring to other cases with cross-check **multipliers ranging from 4.5 to 19.6**).

The nature of the work performed, skill exercised, and the outcome in this matter—which involves an outstanding monetary recovery involving a **Gross Settlement Amount of \$1,850,000.00** (with a Net Settlement Amount of **at least \$946,610.15 to be paid to Participating Class Members** with an average payment of approximately \$2,095.80 per Participating Class Member, a **payment of \$50,000.00 to Aggrieved Employees** with an average payment of \$153.37 per Aggrieved Employee, and **payment of \$150,000.00 to the State of California**)—support the percentage fee sought and the application of a lodestar multiplier.⁸⁹

Therefore, application of a modest multiplier of 1.12 is warranted, and the lodestar as a cross-check to the percentage figure sought herein, strongly supports the reasonableness of the requested attorneys’ fees award. Plaintiff respectfully requests that the Court grant final approval of, and award, attorneys’ fees in the amount of \$647,500.00 to Class Counsel.

VII. COSTS TO BE REIMBURSED TO CLASS COUNSEL ARE FAIR AND REASONABLE AND SHOULD BE APPROVED.

The Settlement provides for reimbursement of litigation costs and expenses of up to \$20,000.00. As set forth in the Declaration of Joanna Ghosh and Declaration of Raul Perez, Class Counsel have incurred a total of \$16,500.85 in litigation costs and expenses in this matter.⁹⁰ This amount was reasonable and necessary in the prosecution of the cases and to obtain the Settlement, and is less than the maximum amount allocated under the Settlement Agreement.⁹¹ Accordingly,

⁸⁹ Simpluris Decl., ¶¶ 16, 17, 19 & 20. *See* n.7 & 32.

⁹⁰ Ghosh Decl., ¶ 21; Perez Decl., ¶ 22.

⁹¹ *Ibid.*

Plaintiffs requests that the Court award litigation costs and expenses in the amount of \$16,500.85 to Class Counsel.

VIII. THE ADMINISTRATION EXPENSES PAYMENT ARE FAIR AND REASONABLE AND SHOULD BE APPROVED.

As set forth in the accompanying Simpluris Declaration, the total costs incurred and to be incurred by Simpluris for the notice and settlement administration process are \$9,389.00.⁹² The costs incurred and to be incurred include, but are not limited to, (a) establishing and maintaining a related settlement fund account; (b) establishing and maintaining a calendar of administrative deadlines and responsibilities; (c) processing and mailing payments to the Plaintiffs, Class Counsel, Participating Class Members, and Aggrieved Employees; (d) printing and mailing the Court Approved Notice of Class and PAGA Action Settlement and Hearing Date for Final Court Approval (“Class Notice”) to Class Members in English and Spanish; (e) receiving and validating Requests for Exclusion, objections to the Class Settlement, and/or challenges to Workweeks submitted by Class Members; (f) calculating employer payroll taxes and providing appropriate forms and calculations to Defendants; (g) mailing Individual Settlement Payment checks to Participating Class Members and Individual PAGA Payments to Aggrieved Employees., (h) providing counsel with weekly reports; and (i) other tasks as the Parties mutually agree or the Court orders Simpluris to perform.⁹³

Accordingly, the Court should grant final approval of payment to Simpluris, a necessary third-party for handling of the notice and settlement process, in the amount of \$9,389.00.

IX. THE REQUESTED CLASS REPRESENTATIVE SERVICE PAYMENTS ARE FAIR AND REASONABLE, AND SHOULD BE APPROVED.

The Settlement provides for a Class Representative Service Payments in the amount of \$10,000.00 each to Plaintiffs Alberto Gonzalez, James Picarello, and Donald Bennett (for a combined total of \$30,000.00) to compensate Plaintiffs for the time and effort that they expended

⁹² Simpluris Decl., ¶ 21.

⁹³ *Id.*, ¶ 3.

on behalf of the Class and the State of California. The requested Class Representative Service Payments are both common and reasonable and should be awarded.

In determining whether to make service payments, courts consider the following factors: (1) the risk to the class representative in commencing suit, both financial and otherwise; (2) the notoriety and personal difficulties encountered by the class representatives; (3) the amount of time and efforts spent by the class representatives; (4) the duration of the litigation; and (5) the personal benefit (or lack thereof) enjoyed by the class representatives as a result of the litigation. *Vranken v. Atlantic Richfield Co.* (N.D. Cal. 1995) 901 F.Supp. 294, 299 (approving \$50,000 participation award to a single class representative).

The requested Class Representative Service Payments are fair and appropriate because Plaintiffs spent a substantial amount of time and effort producing relevant documents and past employment records, as well as providing the facts and evidence to support the prosecutions of the claims.⁹⁴ Plaintiffs were available whenever Class Counsel needed them and actively tried to obtain, and gave, information to support the pursuit of the case.⁹⁵

Accordingly, it is appropriate and just for Plaintiffs Alberto Gonzalez, James Picarello, and Donald Bennett to each receive \$10,000.00 as reasonable Class Representative Service Payments, for their services on behalf of the Class, Aggrieved Employees, and the State of California, in addition to their individual settlement payments.

X. CONCLUSION

For the foregoing reasons, Plaintiffs respectfully requests that the Court grant final approval of the Settlement, and award Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment, Class Representative Service Payments, Administration Expenses Payment, and allocation for the PAGA Penalties, in their entirety, as sought herein; and permit the filing of a memorandum that exceeds the page limit.

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⁹⁴ Ghosh Decl., ¶ 22; Declaration of Alberto Gonzalez (“Gonzalez Decl.”), ¶¶ 3-5; Declaration of James Picarello (“Picarello Decl.”), ¶¶ 3-5; Declaration of Donald Bennett in Support of Plaintiffs’ Motion for Preliminary Approval of Class Action Settlement (“Bennett Decl.”), filed on September 25, 2023, ¶¶ 6-12, 16-23, & 25-26.

⁹⁵ Ibid.

1 Dated: February 26, 2024

LAWYERS for JUSTICE, PC

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3 By:



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