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SUPERIOR COURT OF THE STATE OF CALIFORNIA

FOR THE COUNTY OF KERN

EUSEBIO MORALES JR., individually, on
behalf of other members of the general public
similarly situated, and on behalf of aggrieved
employees pursuant to the Private Attorneys
General Act (“PAGA”);

Plaintiff,

v.

CYGNUS HOME SERVICE, LLC, a
Minnesota limited liability company; and
DOES 1 through 100, inclusive;

Defendants.

Case No.: BCV-24-103203-BCB

Assigned for All Purposes to:
Honorable Bernard C. Barmann, Jr.
Division H

CLASS ACTION

**NOTICE OF MOTION AND MOTION
FOR PRELIMINARY APPROVAL OF
CLASS ACTION SETTLEMENT,
CONDITIONAL CERTIFICATION,
APPROVAL OF CLASS NOTICE,
SETTING OF FINAL APPROVAL
HEARING DATE; MEMORANDUM OF
POINTS AND AUTHORITIES IN
SUPPORT THEREOF**

[Declaration of Proposed Class Counsel
(Douglas Han); and [Proposed] Order filed
concurrently herewith]

Hearing Date: January 29, 2025

Hearing Time: 8:30 a.m.

Hearing Place: Division H

Complaint Filed: September 19, 2024

Trial Date: None Set

1 **PLEASE TAKE NOTICE** that on January 29, 2025 at 8:30 a.m., or as soon as the matter
2 may be heard, before the Honorable Bernard C. Barmann, Jr. in Division H of the Kern County
3 Superior Court located at 1215 Truxtun Avenue, Bakersfield, California 93301, Plaintiff Eusebio
4 Morales Jr. (“Plaintiff”) will and hereby does move for an order:

- 5 • Granting Preliminary Approval of the class action settlement described herein and
6 as set forth in the Class Action and PAGA Settlement Agreement (“Settlement
7 Agreement,” “Settlement,” or “Agreement”), attached as **Exhibit 2** to the
8 Declaration of Douglas Han, including, and not limited to, the means of allocation
9 and distribution of funds;
- 10 • Conditionally certifying the Class for settlement purposes only;
- 11 • Appointing Plaintiff as the class representative;
- 12 • Appointing Justice Law Corporation as Class Counsel;
- 13 • Approving the Court Approved Notice of Class Action Settlement and Hearing
14 Date for Final Court Approval (“Class Notice”) attached as **Exhibit A** to the
15 Settlement Agreement;
- 16 • Directing the mailing of the Class Notice with a postage-paid return envelope to
17 the Class;
- 18 • Approving the proposed deadlines for the settlement administration process;
- 19 • Approving ILYM Group, Inc. as the Administrator; and
- 20 • Scheduling a hearing to consider whether to grant Final Approval of the Settlement
21 Agreement, at which time the Court will also consider whether to grant Final
22 Approval of the requests for the Class Counsel Fees Payment, Class Counsel
23 Litigation Expenses Payment, Class Representative Service Payment,
24 Administration Expenses Payment, and approval of the allocation of the Private
25 Attorney General Act of 2004 (“PAGA”) Penalties.

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1 This motion is based upon the following memorandum of points and authorities;
2 Declaration of Proposed Class Counsel (Douglas Han); [Proposed] Order filed concurrently with
3 this motion; pleadings and other records on file with the Court in this matter; and such documentary
4 evidence and oral argument as may be presented at the hearing on this motion.

5
6 Dated: November 27, 2024

JUSTICE LAW CORPORATION

7 By: 
8 Douglas Han
9 *Attorneys for Plaintiff*

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1 **I. INTRODUCTION**

2 This motion seeks preliminary approval of a non-reversionary proposed wage-and-hour
3 class action settlement by Plaintiff on behalf of himself and all current and former Routes Service
4 Representatives of Defendant Cygnus Home Service, LLC (“Defendant”) within the State of
5 California and all current and former hourly-paid, non-exempt employees of Defendant within the
6 State of California at any time during the period from July 28, 2019 through August 27, 2024
7 (“Class,” “Class Members,” and “Class Period”). At the time of this filing, the number of Class
8 Members is estimated to be four hundred seven (407), which was confirmed by Defendant.
9 (Declaration of Douglas Han In Support of Motion for Preliminary Approval of Class Action
10 Settlement (“Han Decl.”), ¶¶ 8, 9.)

11 **II. BACKGROUND**

12 On August 23, 2021, Ivan Barroso Salazar provided written notice to the California Labor
13 and Workforce Development Agency (“LWDA”) and Defendant. (Han Decl., *supra*, at ¶ 10;
14 Exhibit 3.)

15 On November 1, 2021, Ivan Barroso Salazar filed a representative Private Attorneys
16 General Act of 2004 (“PAGA”) action in the Superior Court of California, County of Alameda
17 (Case No. 21CV001411). (Han Decl., *supra*, at ¶ 11; Exhibit 4.)

18 On November 16, 2023, Ivan Barroso filed a First Amended Complaint that added several
19 wage-and-hour class action causes of action. (Han Decl., *supra*, at ¶ 12; Exhibit 5.)

20 On August 27, 2024, the Parties remotely attended mediation with the mediator Brandon
21 McKelvey resulting in a settlement via a mediator’s proposal. (Han Decl., *supra*, at ¶ 13.) The
22 Parties agreed to dismiss Ivan Barroso Salazar’s individual claims with prejudice and his wage-
23 and-hour class and PAGA claims without prejudice. (*Ibid.*)

24 In line with the settlement, on September 10, 2024, Plaintiff provided written notice to the
25 LWDA and Defendant. (Han Decl., *supra*, at ¶ 14; Exhibit 6.)

26 On September 19, 2024, Plaintiff filed a wage-and-hour class action lawsuit in the Superior
27 Court of California, County of Kern (Case No. BCV-24-103203), alleging nine (9) causes of
28 action. (Han Decl., *supra*, at ¶ 15; Exhibit 7.)

III. INVESTIGATION/ LITIGATION HISTORY

a. Discovery, Investigation, and the Parties' Staunchly Conflicting Positions

After initiating this lawsuit, the Parties engaged in discovery. (Han Decl., *supra*, at ¶ 17.) The Parties drafted and propounded form interrogatories, special interrogatories, requests for admission, and requests for production of documents and responded to the formal discovery requests. (*Ibid.*) The Parties met and conferred and agreed to engage in the informal exchange of information and then eventually remotely attended mediation. (*Ibid.*)

Prior to the mediation, Defendant produced several documents relating to the policies, practices, and procedures. (Han Decl., *supra*, at ¶ 18.) As part of Defendant's production, Plaintiff also reviewed time records, pay records, and information relating to the size and scope of the Class. (*Ibid.*) Several putative class members were also located and interviewed to attain a better understanding of the extent and frequency of the alleged day-to-day violations. (*Ibid.*)

Based on the information provided by Defendant and interviews with putative class members, Plaintiff contends – and Defendant denies – Defendant: (1) failed to provide employees with legally mandated meal and rest breaks; (2) failed to pay employees for all hours worked; (3) failed to reimburse employees for necessary business expenses; (4) issued noncompliant wage statements; and (5) is liable for waiting time penalties. (Han Decl., *supra*, at ¶¶ 20-26.)

b. The Parties Were Able to Reach an Agreement on Settlement of the Action

i. The Parties Attended Mediation Which Led to the Settlement

The Parties remotely attended mediation with an experienced mediator. (Han Decl., *supra*, at ¶ 27.) Under the auspices of the mediator, the Parties reached a settlement via a mediator's proposal, the terms were memorialized in the Settlement Agreement. (*Id.* at ¶ 27; Exhibits 2, 8.)

ii. The Settlement Was Reached as a Result of Arm's-Length Negotiations

The Settlement was reached because of arm's-length negotiations. (Han Decl., *supra*, at ¶ 30.) Though cordial and professional, the settlement negotiations have always been adversarial and non-collusive in nature. (*Ibid.*) At the mediation, the Parties' counsel conducted extensive arm's-length settlement negotiations until an agreement was ultimately reached. (*Ibid.*)

///

1 Plaintiff and Class Counsel recognize the expense and length of additional proceedings
2 necessary to continue the litigation through trial and any possible appeals. (Han Decl., *supra*, at ¶
3 31.) Plaintiff and Class Counsel also considered the uncertainty and risk of further litigation,
4 potential outcome, and difficulties and delays inherent in such litigation. (*Ibid.*) Based on the
5 foregoing, Plaintiff and Class Counsel believe that the Settlement is a fair, adequate, and
6 reasonable settlement and is in the best interests of the Class Members. (*Ibid.*)

7 **iii. The Settlement Is the Result of Thorough Investigation and Discovery**

8 The Parties investigated and evaluated the strengths and weaknesses of the claims and
9 defenses before reaching the Settlement and engaged in research and discovery to support the
10 Settlement. (Han Decl., *supra*, at ¶ 32.) The Settlement was only possible following significant
11 investigation and evaluation of the relevant policies and practices, permitting Class Counsel to
12 engage in a comprehensive analysis of liability and potential damages. (*Ibid.*) This case has
13 reached the stage where the Parties understand “the strength of the case; the reasonableness of the
14 settlement in light of the attendant risks of litigation, and in light of the best possible recovery”
15 sufficient to support the Settlement’s reasonableness, adequacy, and fairness. (Han Decl., *supra*,
16 at ¶ 32; *Boyd v. Bechtel Corp.* (N.D.Cal. 1979) 485 F.Supp. 610, 617.)

17 **c. Terms of the Proposed Settlement**

18 **i. Deductions from the Settlement**

19 The Parties agreed that (subject to the Court’s approval) this matter be settled and
20 compromised for the non-reversionary sum of \$1,212,500 (“Gross Settlement Amount”) which
21 includes: (1) Class Counsel Fees Payment up to \$460,750 (38% of the Gross Settlement Amount);
22 (2) Class Counsel Litigation Expenses Payment up to \$35,000; (3) Class Representative Service
23 Payment up to \$10,000; (4) Administration Expenses Payment up to \$15,000; and (5) PAGA
24 Penalties up to \$75,000. (Han Decl., *supra*, at ¶ 28.)

25 **ii. Calculating Settlement Payments**

26 After all Court-approved deductions from the Gross Settlement Amount, it is estimated
27 that \$616,750 (“Net Settlement Amount”) will be paid to Participating Class Members – with a
28 gross *average* Individual Class Payment estimated at \$1,515.36. (Han Decl., *supra*, at ¶ 29s.)

1 The Participating Class Members will receive a proportionate share of the Net Settlement
2 Amount using the formula set forth in the Settlement Agreement. (Han Decl., *supra*, at ¶ 27;
3 Exhibit 2, *supra*, at § C(2)(d).) Individual Class Payments will be allocated twenty percent (20%)
4 to the settlement of wage claims and eighty percent (80%) to the settlement of claims for interests
5 and penalties. (*Id.* at § C(2)(d)(i).)

6 The portion of the PAGA Penalties that is to be paid to each Aggrieved Employee shall be
7 determined using the formula set forth in the Settlement Agreement. (Han Decl., *supra*, at ¶ 27;
8 Exhibit 2, *supra*, at § C(2)(e)(i).) Aggrieved Employees' portion of the PAGA Penalties will be
9 allocated as one hundred percent (100%) penalties. (*Id.* at § C(2)(e)(ii).)

10 **iii. Notice to the Class**

11 No later than fourteen (14) calendar days after the Court grants Preliminary Approval of
12 the Settlement, Defendant will deliver the Class Data to the Administrator. (Han Decl., *supra*, at ¶
13 27; Exhibit 2, *supra*, at § G(4)(a).) No later than fourteen (14) calendar days after receiving the
14 Class Data, the Administrator will send the Class Notice with a translation to all Class Members
15 identified in the Class Data via first-class United States Postal Service mail. (*Id.* at § G(4)(c).)

16 **iv. Distribution of Funds**

17 The Gross Settlement Amount will be funded and distributed pursuant to the timeline and
18 manner set forth in the Settlement. (Han Decl., *supra*, at ¶ 27; Exhibit 2, *supra*, at §§ D(2), D(3).)
19 Uncashed settlement checks will be canceled and transmitted to the California Controller's
20 Unclaimed Property Fund in the name of the Class Member. (*Id.* at §§ D(3)(a), D(3)(c).)

21 **v. Release of Claims**

22 Effective on the date when Defendant funds the Gross Settlement Amount and all employer
23 payroll taxes owed on the Wage Portion of the Individual Class Payments, all Participating Class
24 Members, on behalf of themselves and their former and present representatives, agents, attorneys,
25 heirs, administrators, successors, and assigns, release Defendant and the Released Parties from the
26 Released Class Claims. (Han Decl., *supra*, at ¶ 27; Exhibit 2, *supra*, at § E(2).)

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Effective on the date when Defendant funds the Gross Settlement Amount and all employer payroll taxes owed on the Wage Portion of the Individual Class Payments, all Participating and Non-Participating Class Members, who are Aggrieved Employees, are deemed to release, on behalf of themselves and their former and present representatives, agents, attorneys, heirs, administrators, successors, and assigns, Defendant and the Released Parties from Released PAGA Claims. (Han Decl., *supra*, at ¶ 27; Exhibit 2, *supra*, at § E(3).)

Effective on the date when Defendant funds the Gross Settlement Amount and all employer payroll taxes owed on the Wage Portion of the Individual Class Payments, Plaintiff and his former and present spouses, representatives, agents, attorneys, heirs, administrators, successors, and assigns generally release and discharge the Defendant and the Released Parties from the Plaintiff's Release. (Han Decl., *supra*, at ¶ 27; Exhibit 2, *supra*, at § E(1).) Furthermore, Plaintiff expressly waives and relinquishes the provisions, rights, and benefits, if any, of section 1542 of the Civil Code. (*Id.* at § E(1)(a).)

With regards to class action releases, “[A] court may release not only those claims alleged in the complaint and before the court, but also claims which ‘could have been alleged by reason of or in connection with any matter or fact set forth or referred to in’ the complaint.” (*Amaro v. Anaheim Arena Management, LLC* (2021) 69 Cal.App.5th 521, 537.) The scope of the releases in this case are acceptable because they are limited to the scope of the allegations in the operative complaint. Moreover, the released claims are “based on the identical factual predicate as that underlying the claims in the settled class action.” (*Ibid.*) In other words, the released claims do not “go beyond the scope of the allegations in the operative complaint” (*Ibid.*)

d. Counsel for Both Parties Are Experienced in Similar Litigation

The Parties' counsel are experienced in wage-and-hour employment law and class actions. (Han Decl., *supra*, at ¶¶ 2-7; Exhibit 1.) Class Counsel have prosecuted numerous cases on behalf of employees for Labor Code violations and are experienced and qualified to evaluate the class claims, settlement versus trial on a fully informed basis, and viability of the defenses. (*Ibid.*) This

1 experience instructed Class Counsel on the risks and uncertainties of further litigation and guided
2 their determination to endorse the Settlement.¹ (Han Decl., *supra*, at ¶¶ 2-7; Exhibit 1.)

3 **IV. ARGUMENT**

4 **a. Class Action Settlements Are Subject to Court Review**

5 California Rules of Court, rule 3.769 requires court approval for class action settlements.²
6 “Before final approval, the court must conduct an inquiry into the fairness of the proposed
7 settlement.” (Cal. Rules of Court, rule 3.769(g).) Rule 3.769 further requires a noticed motion for
8 preliminary approval of class settlements:

9 (a) A settlement or compromise of an entire class action, or a cause of action in
10 a class action, or as to a party, requires the approval of the court after
hearing.

11 . . .

12 (c) Any party to a settlement agreement may serve and file a written notice of
13 motion for preliminary approval of the settlement. The settlement
agreement and proposed notice to class members must be filed with the
14 motion, and the proposed order must be lodged with the motion.

15 Courts have discretion to approve settlements that are fair, not collusive, and consider “all
16 the normal perils of litigation as well as the additional uncertainties inherent in complex class
17 actions.” (*In re Beef Industry Antitrust Litigation* (5th Cir. 1979) 607 F.2d 167, 179, cert. den. *sub*
nom. Iowa Beef Processors, Inc. v. Meat Price Investigators Ass’n (1981) 452 U.S. 905.)

18 **b. The Proposed Settlement Is a Reasonable Compromise of Claims**

19 An understanding of the amount in controversy is an important factor in whether the
20 settlement “of the class members’ claims is reasonable in light of the strengths and weaknesses of
21 the claims and the risks of the particular litigation.” (*Kullar v. Foot Locker Retail, Inc.* (2008) 168
22 Cal.App.4th 116, 129; see also *Munoz v. BCI Coca-Cola Bottling Co. of Los Angeles* (2010) 186

23 ¹ The final factor mentioned in *Dunk* – the number of objectors – is not determinable until
24 the Class Notice has been provided to the Class, and they have had an opportunity to respond. This
25 information will be provided to the Court in conjunction with the Motion for Final Approval of
Class Action Settlement.

26 ² The California Supreme Court has authorized California’s trial courts to use Federal Rule
27 23 and cases applying it for guidance in considering class issues. (*Vasquez v. Superior Court*
28 (1971) 4 Cal.3d 800, 821; *Green v. Obledo* (1981) 29 Cal.3d 126, 145-146.) Where appropriate,
Plaintiff cites Federal Rule 23 and federal case law in addition to California law.

Cal.App.4th 399, 409.) The most important factor in this regard is ““the strength of the case for plaintiffs on the merits, balanced against the amount offered in settlement.”” (*Kullar v. Foot Locker Retail, Inc.*, *supra*, 168 Cal.App.4th at p. 130; see also *Munoz v. BCI Coca-Cola Bottling Co. of Los Angeles*, *supra*, 186 Cal.App.4th at p. 409.)

Kullar instructs the court is not to “decide the merits of the case or to substitute its evaluation of the most appropriate settlement for that of the attorneys.” (*Kullar v. Foot Locker Retail, Inc.*, *supra*, 168 Cal.App.4th at p. 133.) *Kullar* does not require a statement of the maximum amount the class could recover if plaintiff prevailed on all his claims, provided there is a record that allows “an understanding of the amount that is in controversy and the realistic range of outcomes of the litigation.” (*Munoz v. BCI Coca-Cola Bottling Co. of Los Angeles*, *supra*, 186 Cal.App.4th at p. 409.) “[A]s the court does when it approves a settlement as in good faith under Code of Civil Procedure § 877.6, the court must at least satisfy itself that the class settlement is within the ‘ballpark’ of reasonableness.” (*Kullar*, at p. 133.)

i. The Settlement Amount of \$1,212,500 Is Fair and Reasonable

The Settlement Agreement was only possible following significant investigation and evaluation of the relevant policies and procedures, as well as the data produced, as referenced in Section III above, permitting Class Counsel to engage in a comprehensive analysis of liability and potential damages. (Han Decl., *supra*, at ¶ 32.)

The claims are predicated on the alleged: (1) failure to pay overtime wages; (2) failure to pay minimum wages; (3) failure to provide meal and rest breaks and pay applicable premium wages; (4) failure to timely pay wages; (5) failure to issue compliant wage statements; (6) failure to reimburse business expenses; (7) violation of PAGA; and (8) violation of Business & Professions Code section 17200. (Han Decl., *supra*, at ¶ 33.) Defendant vehemently denies the theories of liability. (*Id.* at ¶ 34.)

While Plaintiff believes that the case is suitable for certification, uncertainties with respect to certification are always present. (Han Decl., *supra*, at ¶ 35.) As the California Supreme Court ruled in *Sav-On Drug Stores, Inc. v. Superior Court* (2004) 34 Cal.4th 319, class certification is always a matter of the trial court’s sound discretion. (*Ibid.*) Decisions following *Sav-On Drug*

Stores, Inc. have reached different conclusions concerning certification of wage-and-hour claims.³ (Han Decl., *supra*, at ¶ 35.) Thus, the calculations for potential damages were discounted.

ii. The PAGA Penalties of \$75,000 Is Reasonable

The provisions of the Labor Code potentially triggering PAGA penalties include Labor Code sections 201, 202, 203, 204, 210, 218.5, 221, 226(a), 226.3, 226.7, 246, 510, 512(a), 558, 1174(d), 1194, 1197, 1197.1, 1198, 2800, and 2802. (Han Decl., *supra*, at ¶ 43.) Defendant asserted that, regardless of the results of the underlying causes of action, PAGA penalties are not mandatory but permissive and discretionary. (*Ibid.*) Defendant also maintained that it had a strong argument that it would be unjust to award maximum PAGA penalties given the law's current unsettled state concerning PAGA penalties. (Han Decl., *supra*, at ¶ 43; *Thurman v. Bayshore Transit Mgmt.* (2012) 203 Cal.App.4th 1112 [reducing penalties by 30% under this authority].) Furthermore, Defendant argued that without stacking and limited to the initial violation, the PAGA penalties would be limited to about **\$33,400** (334 employees x \$100 penalty for initial violation) on the low end and **\$267,200** (334 employees x \$100 penalty for initial violation x 8 theories of recovery) on the high end. (Han Decl., *supra*, at ¶¶ 44-46.)

Plaintiff recognized that the risk that any PAGA award could be reduced. (Han Decl., *supra*, at ¶ 47.) Many of the causes of action brought were also duplicative of the statutory claims. (*Ibid.*) Allocating \$75,000 to PAGA civil penalties was reasonable given that Defendant is also paying an additional \$1,137,500 in the class settlement. (*Ibid.*) When PAGA penalties are negotiated in good faith and "there is no indication that [the] amount was the result of self-interest at the expense of other Class Members," such amounts are reasonable.⁴ (*Ibid.*)

³ (See e.g. *Harris v. Superior Court* (2007) 154 Cal.App.4th 164 [reversing decertification of class claiming misclassification and ordering summary adjudication in favor of employees], review granted Nov. 28, 2007, (2007) 171 P.3d 545 [not cited as precedent, but rather for illustrative purposes only]; *Walsh v. IKON Office Solutions, Inc.* (2007) 148 Cal.App.4th 1440 [affirming decertification of class claiming misclassification]; *Aguiar v. Cintas Corp. No. 2* (2006) 144 Cal.App.4th 121 [reversing denial of certification]; *Dunbar v. Albertson's Inc.* (2006) 141 Cal.App.4th 1422 [affirming denial of certification].)

⁴ (*Hopson v. Hanesbrands Inc.* (N.D.Cal. Apr. 3, 2009, No. CV-08-0844 EDL) 2009 U.S. Dist. LEXIS 33900, at *24; see e.g. *Nordstrom Com. Cases* (2010) 186 Cal.App.4th 576, 579,

Considering the defenses, supporting evidence, and position that the case is not suitable for class treatment, the Settlement Agreement is reasonable, adequate, and fair.

c. Discount Analysis Justifies the Settlement

Excluding the civil penalties, which could be completely discretionary, the total estimated potential exposure, assuming certification and prevailing at trial, would be about **\$6,915,671.10** on the low end and around **\$7,474,536.75** on the high end. (Han Decl., *supra*, at ¶ 48.)

Category	Potential Exposure	Certification Risk	Merits Risk	Realistic Exposure
Rest Break Premiums	\$1,353,911.10	70%	60%	\$162,469.33
Meal Break Premiums	\$684,567.70	60%	60%	\$109,530.83
Overtime/Minimum Wage: Off-the-Clock Work	\$1,117,731.30 to \$1,676,596.95	50%	50%	\$279,432.83 to \$419,149.24
Unreimbursed Business Expenses	\$266,725	30%	70%	\$56,012.25
Wage Statement Penalty	\$1,336,000	50%	50%	\$334,000
Waiting Time Penalty	\$2,156,736	50%	50%	\$539,184
MAXIMUM TOTAL EXPOSURE	\$6,915,671.10 to \$7,474,536.75⁵			\$1,480,629.24 to \$1,620,345.65⁶

The realistic recovery for this case is about **\$1,480,629.24** on the low end and **\$1,620,345.65** on the high end. (Han Decl., *supra*, at ¶ 55.) The Gross Settlement Amount is about sixteen percent (16.22%) of the maximum potential exposure and around seventy-five percent (74.83%) of the maximum realistic exposure at trial, which is a reasonable settlement. (*Ibid.*)

The only question at preliminary approval is whether the settlement is within the range of possible approval. (*In re General Motors Corp. Engine Interchange Litigation* (7th Cir. 1979) 594 F.2d 1106, 1124; *Acosta v. TransUnion, LLC* (C.D. Cal. 2007) 240 F.R.D. 564, 575.) “The fact that a proposed settlement may only amount to a fraction of the potential recovery does not, in and of itself, mean that the proposed settlement is grossly inadequate and should be disapproved.”

“[T]rial court did not abuse its discretion in approving a settlement which does not allocate any damages to the PAGA claims”.)

⁵ (Han Decl., *supra*, at ¶¶ 36-42.)

⁶ (*Id.* at ¶¶ 49-54.)

of itself, mean that the proposed settlement is grossly inadequate and should be disapproved.” (*Detroit v. Grinnell Corp.* (2d Cir. 1974) 495 F.2d 448, 455; see also *Linney v. Cellular Alaska P’ship* (9th Cir. 1998) 151 F.3d 1234, 1242, “[I]t is the very uncertainty of outcome in litigation and avoidance of wasteful and expensive litigation that induce consensual settlements. The proposed settlement is not to be judged against a hypothetical or speculative measure of what might have been achieved by the negotiators”). This settlement is in line with the realistic exposure if Plaintiff prevailed at trial and provides a significant recovery for the Class Members.

d. Conditional Certification of the Class Is Appropriate

Code of Civil Procedure section 382 “authorizes class actions ‘when the question is one of a common or general interest, of many persons, or when the parties are numerous, and it is impracticable to bring them all before the court.’” (*Sav-On Drug Stores, Inc. v. Superior Court*, *supra*, 34 Cal.4th at p. 326.) California courts certify class actions if plaintiff identifies “both [1] an ascertainable class and [2] a well-defined community of interest among class members.” (*Ibid.*)

The Class is ascertainable and numerous as to make it impracticable to join all Class Members, and there are common questions of law and fact that predominate over any questions affecting any individual Class Member. (Han Decl., *supra*, at ¶ 56.) Plaintiff contends that his claims are typical of the claims of the Class, and Class Counsel will fairly and adequately protect the interests of the Class. (*Ibid.*) Plaintiff asserts that the prosecution of separate actions by individual Class Members would create the risk of inconsistent or varying adjudications. (*Ibid.*)

i. The Proposed Class Is Ascertainable and Sufficiently Numerous

“Ascertainability is required in order to give notice to putative class members as to whom the judgment in the action will be res judicata.” (*Hicks v. Kaufman & Broad Home Corp.* (2001) 89 Cal.App.4th 908, 914.) “A class is ascertainable if it identifies a group of unnamed plaintiffs by describing a set of common characteristics sufficient to allow a member of that group to identify himself or herself as having a right to recover based on the description.” (*Bartold v. Glendale Federal Bank* (2000) 81 Cal.App.4th 816, 828.) The proposed class must also be sufficiently numerous. (*Linder v. Thrifty Oil Co.* (2000) 23 Cal.4th 429, 435.)

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1 This case involves approximately four hundred seven (407) Class Members, meaning that
2 the Class is sufficiently numerous. (Han Decl., *supra*, at ¶ 57.) All Class Members can and will be
3 identified by the Administrator through a review of Defendant’s employment records. (*Ibid.*)

4 **ii. Class Members Share a Well-defined Community of Interest**

5 The community of interest requirement “embodies three factors: (1) predominant common
6 questions of law or fact; (2) class representatives with claims or defenses typical of the class; and
7 (3) class representatives who can adequately represent the class.” (*Sav-On Drug Stores, Inc. v.*
8 *Superior Court, supra*, 34 Cal.4th at p. 326.) “[T]he community of interest requirement for
9 certification *does not mandate that class members have uniform or identical claims.*” (*Capitol*
10 *People First v. Department of Developmental Services* (2007) 155 Cal.App.4th 676, 692 (emphasis
11 in original).) Rather, courts focus on the defendant’s internal policies and “pattern and practice . .
12 . in order to assess whether that common behavior toward similarly situated plaintiffs renders class
13 certification appropriate.” (*Ibid.*) The application of each of these factors is discussed below.

14 **1. Common Issues Predominate**

15 The “common issues” requirement “involves analysis of whether the proponent’s ‘theory
16 of recovery’ is likely to prove compatible with class treatment.” (*Capitol People First v.*
17 *Department of Developmental Services, supra*, 155 Cal.App.4th at p. 690.) In other words, courts
18 determine whether the elements necessary to establish liability are susceptible to common proof,
19 even if the class members must individually prove their damages. (*Brinker Restaurant Corp. v.*
20 *Superior Court* (2012) 53 Cal.4th 1004, 1024). These types of claims are regularly granted class
21 certification when the plaintiff can present evidence of common policies. (See e.g. *Jones v. JGC*
22 *Dallas LLC* (N.D.Tex. Nov. 29, 2012, Civil Action No. 3:11-CV-2743-O) 2012 U.S.Dist.LEXIS
23 185042 [certified collective action involving 190 dancers]; *Espinoza v. Galardi South Enters.*
24 (S.D.Fla. Jan. 11, 2016, No. 14-21244-CIV-GOODMAN) 2016 U.S.Dist.LEXIS 2904 [court
25 certified class of dancers on state law claims].)

26 Plaintiff asserts that common issues of fact and law predominate as to each of the claims
27 alleged. (Han Decl., *supra*, at ¶ 58.) Plaintiff contends that all Class Members were subject to the
28 same or similar employment practices, policies, and procedures described in detail above. (*Ibid.*)

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Plaintiff is a former employee of Defendant and alleges that he and the Class Members were employed by the same company and injured by the common policies and practices related to the claims described above. (Han Decl., *supra*, at ¶ 59.) Plaintiff seeks relief for these claims and derivative claims on behalf of the Class. (*Ibid.*) Thus, the claims arise from the same employment practices and are based on the same legal theories applicable to the Class. (*Ibid.*)

Plaintiff has proven to be an adequate class representative. (Han Decl., *supra*, at ¶ 60.) Plaintiff conducted himself diligently and responsibly in representing the Class, understands the fiduciary obligations, and actively participated in the prosecution of this case. (*Ibid.*) Plaintiff spent time in meetings and conferences with Class Counsel to provide them with a complete understanding of the work experience and environment. (*Ibid.*) Plaintiff also has no interest averse to the interests of the other Class Members. (*Ibid.*)

A class action is superior to other available means for the fair and efficient adjudication of this controversy. Plaintiff contends that the joinder of all Class Members is impractical and that class treatment will permit many similarly situated persons to prosecute their common claims for settlement purposes simultaneously in a single forum without the duplication of effort and expense that numerous individual actions would necessitate. Because several Class Members are also current employees, Plaintiff believes that fear of retaliation further supports the superiority of class-wide relief as this fear often discourages current employees from seeking legal redress.

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1 court to act intelligently; (3) counsel is experienced in similar litigation; and (4) percentage of
2 objectors is small. (*Dunk v. Ford Motor Co.*, *supra*, 48 Cal.App.4th at p. 1802.) All these elements
3 are present here.

4 **f. Notice to the Class Complies with California Rules of Court, Rule 3.769(f)**

5 California Rules of Court, rule 3.769(f), provides:

6 If the court has certified the action as a class action, notice of the final approval
7 hearing must be given to class members in the manner specified by the court. The
8 notice must contain an explanation of the proposed settlement and procedures for
9 class members to follow in filing written objections to it and in arranging to appear
10 at the settlement hearing and state any objections to the proposed settlement.

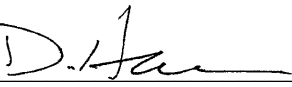
11 The Class Notice meets all these requirements. The Class Notice advises the Class
12 Members of their right to participate in the Settlement, how and when to object to or request
13 exclusion from the Settlement, and date, time, and location of the Final Approval Hearing.

14 **V. CONCLUSION**

15 Plaintiff submits the Settlement is in the Class's best interests. Under the applicable class
16 action criteria and guidelines, the Settlement should be preliminarily approved by the Court, Class
17 should be conditionally certified for settlement purposes, and Class Notice should be approved.

18 Dated: November 27, 2024

JUSTICE LAW CORPORATION

19 By: 
20 Douglas Han
21 Attorneys for Plaintiff
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**PROOF OF SERVICE
1013A(3) CCP**

STATE OF CALIFORNIA, COUNTY OF LOS ANGELES

I am employed in the County of Los Angeles, State of California. I am over the age of 18 and not a party to the within action. My business address is 751 N. Fair Oaks Avenue, Suite 101, Pasadena, CA 91103 and my electronic service address is award@justicelawcorp.com

On November 27, 2024, I served the foregoing document described as

NOTICE OF MOTION AND MOTION FOR PRELIMINARY APPROVAL OF CLASS ACTION SETTLEMENT, CONDITIONAL CERTIFICATION, APPROVAL OF CLASS NOTICE, SETTING OF FINAL APPROVAL HEARING DATE; MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT THEREOF

for the following case: **Morales v. Cygnus Home Service, LLC**
LWDA/Court Case No.: **LWDA Case No.: LWDA-CM-842247-21**
Court Case No.: BCV-24-10320
Kern County Superior Court

on interested parties in this action by electronically submitting as follows:

State of California
Labor & Workforce Development Agency
800 Capitol Mall, MIC-55
Sacramento, California 95814

[X] BY ELECTRONIC SUBMISSION

Pursuant to California Senate Bill No. 836, I caused the documents described above to be electronically submitted by and through the procedure stated on the website of the State of California Labor and Workforce Development Agency.

[X] STATE

I declare under penalty of perjury under the laws of the State of California that the above is true and correct.

Executed on November 27, 2024, at Pasadena, California.



Alex Ward