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SUPERIOR COURT OF THE STATE OF CALIFORNIA

FOR THE COUNTY OF NAPA

SALINA GALLEGOS, individually, and on
behalf of other members of the general public
similarly situated;

Plaintiff,

vs.

CENTRAL VALLEY BUILDERS SUPPLY,
an unknown business entity; and DOES 1
through 100, inclusive,

Defendants.

Case Nos.: 21CV001191 (Lead Case)
Consolidated Case No(s): 21-cv-001446

Honorable Joseph J. Solga
Department B

CLASS ACTION

**PLAINTIFF'S NOTICE OF MOTION
AND MOTION FOR FINAL APPROVAL
OF CLASS ACTION AND PAGA
SETTLEMENT, ATTORNEYS' FEES AND
COSTS, AND ENHANCEMENT
PAYMENT; MEMORANDUM OF POINTS
AND AUTHORITIES**

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

Plaintiff,

vs.

CENTRAL VALLEY BUILDERS SUPPLY,
an unknown business entity; and DOES 1
through 100, inclusive,

Defendants.

Date: June 20, 2025
Time: 9:30 a.m.
Department: B

Complaint Filed: August 16, 2021
Trial Date: None Set

1 **PLEASE TAKE NOTICE** that on June 20, 2025, at 9:30 a.m., in Department B of the above-
2 entitled Court, located at 825 Brown St, Napa, California 94559, Plaintiff Salina Gallegos (“Plaintiff” or
3 “Class Representative”) will and hereby does move for an order granting final approval of:

4 1. Making final the Court’s previous preliminary certification of the class for settlement
5 purposes, and approving the Joint Stipulation of Class Action and PAGA Settlement and Release
6 (“Settlement,” “Agreement,” or “Settlement Agreement”), on the grounds that the Settlement is fair,
7 adequate, and reasonable because, *inter alia*:

- 8 • A Net Settlement Amount of at approximately **\$1,332,829.89** will be fully distributed to the
9 Class Members who do not submit a timely and valid Request for Exclusion (“Settlement
10 Class Member”); and
11 • **No Objections** and **One Untimely Request for Exclusion** were submitted to the settlement
12 administrator, Simpluris, Inc. (“Simpluris” or “Settlement Administrator”);

13 2. Awarding payment in the amount of **\$871,500.00** to Lawyers for Justice, PC (“Class
14 Counsel”), representing thirty-five percent (35%) of the Maximum Settlement Amount, for attorneys’
15 fees, which is reasonable and justified on a percentage-basis and also based on a lodestar cross-check;

16 3. Awarding payment in the amount of **\$13,665.11** to Class Counsel for reimbursement of
17 litigation costs and expenses;

18 4. Awarding payment in the amount of **\$12,005.00** to the Settlement Administrator for
19 Settlement Administration Costs;

20 5. Awarding payment in the amount of **\$10,000.00** to Plaintiff Salina Gallegos, as an
21 Enhancement Payment; and

22 6. Approving the allocation of the penalties under the Private Attorneys General Act
23 of 2004, California Labor Code § 2698, et seq. (“PAGA”), in the amount of \$250,000.00
24 (“PAGA Amount”), of which 75%, or \$187,500.00, will be paid to the California Labor and
25 Workforce Development Agency (“LWDA”) (“LWDA Payment”) and 25%, or \$62,500.00 will
26 be distributed to PAGA Employees on a *pro rata* basis, based on PAGA Workweek during the
27 PAGA Period (“PAGA Employee Amount”).
28

This motion is made pursuant to Rules 3.764, 3.769, and 3.1113(e) of the California Rules of Court, which, respectively, require that a memorandum in support of class certification not exceed 20 pages, require approval by the Court of a class action settlement, and permit the Court to extend the page limit for memoranda, and California Labor Code section 2699(l)(2), which requires approval by the Court of a PAGA settlement. Unless otherwise specified, all citations and references to the PAGA statute that are contained within this motion and supporting papers are to the former version of the PAGA statute prior to the recent amendment effective July 1, 2024; the amended PAGA statute does not apply to the above-captioned action and the Settlement pursuant to California Labor Code § 2699, subd. (v), as amended, because the above-captioned action was filed prior to June 19, 2024.

This motion is based upon the following Memorandum of Points and Authorities; the Declarations of Class Counsel (Vartan Madoyan), Class Representative (Salina Gallegos), and Settlement Administrator (Lisa Pavlik of Simpluris) in support thereof; the pleadings and other records on file with the Court in this matter; and such evidence and oral argument as may be presented at the hearing on this motion.

Dated: May 23, 2025

LAWYERS for JUSTICE, PC

By: _____



Vartan Madoyan
Matthew Richard Soto
Attorneys for Plaintiff and the Class

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MEMORANDUM OF POINTS AND AUTHORITIES

I. SUMMARY OF MOTION

Plaintiff Salina Gallegos (“Plaintiff” or “Class Representative”) seeks final approval of: (1) the settlement reached between Plaintiff and Defendant Central Valley Builders Supply (“Defendant”) (together with Plaintiff, the “Parties”) which provides for Defendant’s payment of a Maximum Settlement Amount of \$2,490,000.00;¹ (2) attorneys’ fees in the amount of \$871,500.00, which is thirty-five percent (35%) of the Maximum Settlement Amount, and reimbursement of litigation costs and expenses in the amount of \$13,665.11 (together, referred to as the “Attorneys’ Fees and Costs”) to Lawyers for Justice, PC (“Class Counsel”); (3) payment in the amount of \$12,005.00 to Simpluris, Inc. (“Settlement Administration Costs”); (4) payment in the amount of \$10,000.00 to Plaintiff Salina Gallegos (“Enhancement Payment”); and (5) allocation of \$250,000.00 for penalties under the Private Attorneys General Act of 2004, California Labor Code § 2698, et seq. (“PAGA Amount”).²

Plaintiff requests that the Court make final its preliminary certification of the class for settlement purposes. The Settlement resolves the Released Class Claims and provides relief to a class consisting of the following individuals: all current and former non-exempt, hourly-paid employees of Defendant in California at any time during the Class Period (i.e., the time period of August 16, 2017, through March 31, 2024) (“Class” or “Class Members”).³

The Settlement also resolves the Released PAGA Claims pertaining to the employment of the following alleged aggrieved employees: all current and former non-exempt, hourly-paid employees of Defendant in California at any time during the PAGA Period (i.e., the time period of February 9, 2020, through January 16, 2025) (“PAGA Employees”).⁴

This matter involved, and the settlement is the product of meaningful and extensive investigations, and review and analysis of thousands of pages of information, documents, and data exchanged by the Parties in the course of litigation and mediation and settlement negotiations (which involved one full day mediation conducted by the late Jeffrey Krivis, Esq.).⁵

¹ Joint Stipulation of Class Action and PAGA Settlement and Release (“Settlement,” “Agreement,” “Settlement Agreement”), ¶ 6.u; Declaration of Lisa Pavlik (“Simpluris Decl.”) ¶ 6

² Settlement Agreement, ¶¶ 6.a, 6.n, 6.t, 6.u, 6.x, & 6.kk

³ *Id.*, ¶ 6.d & 6.f

⁴ *Id.*, ¶ 6.y & 6.aa

⁵ Declaration of Vartan Madoyan (“Madoyan Decl.”) ¶ 9.

This case has required 349.10 hours of attorney time by Class Counsel.⁶ As will be demonstrated herein, the request for attorneys' fees, which represents thirty-five percent (35%) of the Maximum 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.⁷

The requests for Attorneys' Fees and Costs, Enhancement Payment, Settlement Administration Costs, and allocation for the PAGA Amount were fully disclosed in the Notice of Class Action Settlement ("Class Notice") that was mailed to the Class Members. Most importantly, as of the date of this Motion, *no Class Member has objected to the Settlement or to the contemplated Attorneys' Fees and Costs, Enhancement Payment, Settlement Administration Costs, or allocation for PAGA Amount.*

The Settlement is fair, adequate, and reasonable, and is the product of arm's-length, good-faith negotiations by experienced counsel presided over by a highly-regarded mediator who was experienced in mediating wage-and-hour class action lawsuits. Accordingly, the Court should grant final approval of the Settlement, and award the Attorneys' Fees and Costs, Enhancement Payment, Settlement Administration Costs, and allocation for the PAGA Amount in the full amounts requested herein.

In order to efficiently present the Court with adequate information to determine whether to grant final approval of the Settlement, and award Attorneys' Fees and Costs, Enhancement Payment, Settlement Administration Costs, and allocation for the PAGA Amount, Plaintiff also moves for an order permitting the filing of this single consolidated memorandum, although it exceeds the page limit established by California Rules of Court, Rule 3.764, instead of filing several separate motions.

II. RELEVANT PROCEDURAL HISTORY AND FACTUAL BACKGROUND SINCE PRELIMINARY APPROVAL

For a discussion of relevant procedural history and facts regarding this matter since preliminary approval, please see the Declaration of Vartan Madoyan at paragraphs 2 to 4.

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⁶ Madoyan Decl. Exh. 1.

⁷ Applying a multiplier of 2.94, the total enhanced lodestar fees are \$872,401.90, and Class Counsel seeks an attorneys' fees award of \$871,500.00 (equal to 35% of the Maximum Settlement Amount).

1 **III. THE CLASS SHOULD BE CERTIFIED FOR SETTLEMENT PURPOSES**

2 For the reasons previously addressed by way of Plaintiff's moving and supporting papers
3 for the Motion for Preliminary Approval of Class Action Settlement (namely, that the relevant
4 class certification factors are satisfied, i.e., ascertainability, numerosity, community of interest,
5 typicality, adequacy of representation, superiority, and manageability), as well as the reasons
6 discussed herein regarding the completion of the due process notice procedure, the Court is
7 requested to now make final its preliminary certification of the class for settlement purposes.

8 **IV. SUMMARY OF THE SETTLEMENT TERMS, NOTICE PROCESS, AND PLAN OF**
9 **DISTRIBUTION**

10 Under the terms of the Settlement Agreement, Defendant has agreed to pay a Maximum
11 Settlement Amount of \$2,490,000.00 on a non-reversionary basis.⁸ Subject to approval by the Court, the
12 Net Settlement Amount will be calculated by deducting the Attorneys' Fees and Costs, Enhancement
13 Payment, Settlement Administration Costs, and PAGA Amount.⁹ The Net Settlement Amount, which is
14 estimated to be \$1,332,829.89, will be fully distributed to Settlement Class Members in accordance with
15 the Settlement Agreement.¹⁰ The PAGA Amount of \$250,000.00 will be distributed to the Labor
16 and Workforce Development Agency ("LWDA") (in the amount of \$187,500.00) and to the
17 PAGA Employees (in the amount of \$62,500.00) in accordance with the Settlement
18 Agreement.¹¹

19 Simpluris, Inc. ("Settlement Administrator" or "Simpluris") will determine each Settlement Class
20 Member's (i.e., Class Members who did not timely opt out of the Class Settlement) *pro rata* share of the
21 Net Settlement Amount ("Individual Settlement Share(s)")¹², according to the following methodology:
22 the Settlement Administrator will divide the final Net Settlement Amount by the Workweeks of all
23 Settlement Class Member during the Class Period to yield the "Final Workweek Value," and multiply
24

25 ⁸ Settlement Agreement, ¶ 6.u

26 ⁹ *Id.* ¶ 6.v

27 ¹⁰ This amount is higher than the amount stated in Paragraph 17 of the accompanying 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 seek the amount of only \$13,665.11 for
reimbursement of litigation costs and expenses, and the difference of \$6,334.89 will remain part of the Net Settlement Amount.

28 ¹¹ Settlement Agreement, ¶ 6.t, 6.x, & 6.z

¹² *Id.*, ¶ 6.s

each Settlement Class Member's individual Workweeks during the Class Period by the Final Workweek Value to yield his or her Individual Settlement Share.¹³

The Settlement Administrator will calculate each PAGA Employees' *pro rata* share of the PAGA Employee Amount ("Individual PAGA Payments") as follows: the Settlement Administrator will divide the PAGA Employee Amount by the PAGA Workweek of all PAGA Employees during the PAGA Period to yield the "PAGA Workweek Value," and multiply each PAGA Employees' individual PAGA Workweek during the PAGA Period by the PAGA Workweek Value to yield their Individual PAGA Payment that they are eligible to receive under the PAGA Settlement.¹⁴

Class Members had forty-five (45) calendar days from the initial mailing of the Class Notice ("Response Deadline") to dispute the number of Workweeks and/or the PAGA Workweek credited to each of them, opt out of the Class Settlement, and/or object to the Settlement.¹⁵ The Response Deadline was April 7, 2025, and the extended Response Deadline was April 22, 2025, for Class Members who were re-mailed the Class Notice.¹⁶ ***As of the date of this motion, the Settlement Administrator has received one (1) untimely written requests for exclusion from the Class Settlement ("Request for Exclusion") and zero (0) written objections to the Class Settlement ("Objection") from Class Members.***¹⁷ The Settlement Administrator rejected the request for exclusion because it was untimely.¹⁸

Each Individual Settlement Share will be allocated as follows: twenty percent (20%) as wages which will be reported on an IRS Form W-2; and the remaining eighty percent (80%) as interest, penalties, and non-wage damages, which will be reported on an IRS Form 1099.¹⁹ The Settlement Administrator will withhold the employer's and employee's share of taxes and withholdings with respect to the wages portion of the Individual Settlement Share, and issue checks to Settlement Class Members for their Individual Settlement Payments (i.e., payment of their Individual Settlement Share net of these taxes and withholdings).²⁰ The Individual PAGA Payments will be allocated as one hundred

¹³ Settlement Agreement, ¶ 14.

¹⁴ *Id.*, ¶ 15.

¹⁵ *Id.*, ¶ 6.ii.

¹⁶ Simpluris Decl., ¶ 12.

¹⁷ *Id.*, ¶¶ 13-14.

¹⁸ *Id.*, ¶ 13.

¹⁹ Settlement Agreement, ¶ 25.

²⁰ *Ibid.*

percent (100%) penalties, and will be reported on an IRS Form-1099, (if applicable) by the Settlement Administrator.²¹

The Settlement Administrator shall distribute the following payments: Within seven (7) calendar days of the funding of the Maximum Settlement Amount: Individual Settlement Payment to Settlement Class Member, Attorneys' Fees and Costs to Class Counsel, Enhancement Payment to Plaintiff, Individual PAGA Payment checks to PAGA Employees, the LWDA Payment to the LWDA, and Settlement Administration Costs to itself.²²

Individual Settlement Payment and Individual PAGA Payment checks will be valid and negotiable for one hundred eighty (180) calendar days from the date the checks are mailed, and thereafter, shall be canceled.²³ The funds associated with such canceled checks will be distributed by the Settlement Administrator to Napa Court Appointed Special Advocates for Children as a *cy pres* recipient pursuant to California Code of Civil Procedure 384.²⁴ All Settlement Class Member and PAGA Employees shall be bound by the terms and conditions of this Settlement Agreement regardless of whether or not they cash or otherwise negotiate their Individual Settlement Payment and/or Individual PAGA Payment checks.²⁵

V. THE SETTLEMENT ADMINISTRATION PROCESS

The Court directed Simpluris to administer and effectuate the notice and settlement administration process, as set forth in the Court's January 16, 2025 Preliminary Approval Order. On February 5, 2025, Simpluris received a mailing list from Defendant's counsel that contained each Class Members' and PAGA Employees' last known full name, last known mailing address, last known telephone number, Social Security Number, the start and end dates of employment as an hourly-paid or non-exempt employee of Defendant in California during the Class Period, and such other information as was necessary for Simpluris to calculate Workweeks during the Class Period (collectively, "Class List").²⁶

²¹ Settlement Agreement, ¶ 25.

²² *Id.*, ¶ 9.

²³ *Id.*, ¶ 20.c.

²⁴ *Ibid.*

²⁵ *Ibid.*

²⁶ Simpluris Decl., ¶ 5.

1 The Class List contained information for 901 individuals, 834 of which were identified as Class
2 Members.²⁷ The Class List identified 655 PAGA Employees, 67 of which were not Class Members and
3 would only receive Individual PAGA Payment checks.²⁸ The mailing addresses contained in the Class
4 List were processed and updated utilizing the U.S. Postal Service's National Change of Address Database
5 ("NCOA").²⁹

6 On February 20, 2025, Simpluris mailed the Class Notice via U.S. first class mail to all 834
7 individuals identified as Class Members in the Class List.³⁰

8 A total of 95 Class Notices were returned without a forwarding address and Simpluris promptly
9 performed a skip-trace search on the 95 Class Notices, located an updated address for 80 Class Members,
10 and promptly re-mailed the Class Notice to the updated addresses.³¹ There are 15 mailed Class Notices
11 that remain undeliverable.³²

12 Simpluris was contacted by one (1) individual requesting inclusion to the Class, and on or
13 about April 11, 2025, Simpluris provided the individual's name to the Defense Counsel for
14 review.³³ On or about April 15, 2025, the Defendant confirmed the individual was a Class
15 Member with approximately 301 Workweeks and 172 PAGA Workweeks.³⁴ On April 29, 2025,
16 Simpluris mailed a Class Notice to the one (1) Class Member via First Class.³⁵ Including this
17 one (1) additional individual, there are a total of eight hundred thirty-five (835) Class Members
18 and six hundred fifty-six (656) PAGA Employees.³⁶

19 The Settlement Administrator has received zero (0) Objections and one (1) untimely Request for
20 Exclusion from Class Members by the Response Deadline of April 7, 2025 or the extended Response
21 Deadline of April 22, 2025 for those Class Notices that were re-mailed.³⁷ The Settlement Administrator
22 rejected the request for exclusion because it was untimely.³⁸

23 ²⁷ Simpluris Decl., ¶ 5.

24 ²⁸ *Ibid.*

25 ²⁹ *Id.*, ¶ 7.

26 ³⁰ *Id.*, ¶ 8.

27 ³¹ *Id.*, ¶ 9.

28 ³² *Ibid.*

³³ *Id.*, ¶ 10.

³⁴ *Ibid.*

³⁵ *Ibid.*

³⁶ *Ibid.*

³⁷ *Id.*, ¶¶ 12-13.

³⁸ *Id.*, ¶ 13.

To date, there are 835 Class Members who did not submit a timely and valid Request for Exclusion (“Settlement Class Members”), and who will be paid their portion of the Net Settlement Amount. The Net Settlement Amount of approximately \$1,332,829.89 and the PAGA Amount of \$250,000.00 will be distributed in accordance with the terms of the Settlement.³⁹

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

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”—and the trial court has broad discretion to determine this. *Chavez v. Netflix, Inc.* (2008) 162 Cal.App.4th 43, 52-55. A settlement need not obtain 100 percent of the damages sought in order to be fair, reasonable, and ultimately, meaningful. *Wershba v. Apple Computer, Inc.* (2001) 91 Cal.App.4th 224, 251. Even if the proposed settlement affords relief that is substantially narrower than it would be if the case 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.*

To determine whether the settlement is fair and reasonable, relevant factors to consider are:

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 can consider different factors based on the circumstances of each case.” *Wershba* at 245. At the final approval stage, a presumption of fairness 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.”

³⁹ Simpluris Decl., ¶ 17; see, n.13, *supra*.

1 *Id.* at 1802. “Due regard should be given to what is otherwise a private consensual agreement between
2 the parties.” *Dunk* at 1801.

3 A. **The Settlement Resulted from Arm’s-Length Negotiations Based Upon Extensive**
4 **Investigation and Formal and Informal Discovery.**

5 The Parties actively litigated the cases since the initial complaint was filed on August 16, 2021.
6 Class Counsel conducted significant investigation, and extensive formal and informal discovery into the
7 facts of the case, to assess the veracity, strength, and scope of the claims, and was preparing for class
8 certification and trial prior to reaching the Settlement.⁴⁰

9 The Parties informally exchanged a volume of information, documents, and data throughout the
10 course of the litigation and in connection with the mediations and settlement negotiations.⁴¹ The Parties
11 exchanged thousands of pages of information, documents, and data throughout the course of the litigation
12 and in connection with the mediation and settlement negotiations.⁴² On March 30, 2022, Defendant
13 propounded a Request for Production of Documents (Set One).⁴³ Thereafter, on May 24, 2022, Plaintiff
14 provided her objections and responses to Defendant’s written discovery request, and on July 5, 2022,
15 Plaintiff provided her amended objections and responses to Defendant’s written discovery request.⁴⁴ On
16 July 6, 2022, Class Counsel served Plaintiff’s Requests for Production of Documents (Set One), Special
17 Interrogatories (Sets One and Two), Requests for Admissions (Set One), and Form Interrogatories –
18 General (Set One).⁴⁵ Thereafter on August 29, 2022, Defendant served its objections and responses to
19 Plaintiff’s written discovery requests.⁴⁶ The volume of information, documents, and data that Class
20 Counsel reviewed and analyzed included and was not limited to: Plaintiffs’ employment records, a
21 detailed sampling of Plaintiff’s and other Class Members’ time data and pay records, Defendant’s
22 Employee Handbook, internal memoranda, earning statements, employment orientation checklist,
23 company policy acknowledgments (including but not limited to Acknowledgement and Receipt of
24 Defendant’s Handbook), forms, procedures, and policies (including but not limited to Dress Code Policy,

25 ⁴⁰ Madoyan Decl., ¶ 5.

26 ⁴¹ *Id.*, ¶ 7.

27 ⁴² *Ibid.*

28 ⁴³ *Ibid.*

⁴⁴ *Ibid.*

⁴⁵ *Ibid.*

⁴⁶ *Ibid.*

Overtime Policy, Policy Against Harassment, and Rest Breaks and Meal Period Policies), among other information and documents.⁴⁷ Class Counsel had the opportunity to interview Plaintiff and other percipient witnesses.⁴⁸ Class Counsel developed liability, damages, and penalties valuation models in the course of litigation and in connection with the mediation and settlement negotiations, and met and conferred with Defendant's counsel on numerous occasions, e.g., to discuss issues relating to the pleadings, case management, motion practice, formal and informal discovery, and the production of information, documents, and data in the course of litigation and in connection with mediation and settlement negotiations, and settlement.⁴⁹ Other work performed by Class Counsel included, and was not limited to, case strategy and analysis; researching, drafting, reviewing, and/or revising the pleadings, motion-related papers, the mediation briefing and supporting materials, and settlement documents; drafting and propounding multiple sets of formal written discovery requests on Defendant and notices of depositions of Defendant's persons most knowledgeable designees; reviewing Defendant's responses and objections to written discovery requests; and preparing for and attending court proceedings, mediation, and settlement negotiations, among other tasks.⁵⁰

The Parties participated in a formal, full-day mediation conducted by the late Jeffrey Krivis, Esq., who was a well-regarded mediator experienced in mediating complex labor and employment matters.⁵¹ In the course of mediation and settlement negotiations, the Parties exchanged extensive 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 and expenses to the Parties of proceeding with class certification, representative adjudication, and trial; the law relating to class certification, manageability, off-the-clock theory, regular rates of pay, meal and rest periods (including *inter alia*, on premises breaks), expense reimbursements, recordkeeping and wage statement requirements, representative PAGA claims and penalties, and wage-and-hour law and enforcement; Plaintiff's claims and allegations, and Defendant's defenses thereto, as well as the evidence produced and analyzed; and the possibility of appeals, among other things.⁵² During all settlement discussions, the Parties conducted their negotiations

⁴⁷ Madoyan Decl., ¶ 7.

⁴⁸ *Ibid.*

⁴⁹ *Ibid.*

⁵⁰ *Ibid.*

⁵¹ *Id.*, ¶ 9.

⁵² *Ibid.*

1 at arm's length in an adversarial position.⁵³ Arriving at a settlement that was acceptable to the Parties was
2 not easy.⁵⁴ Defendant and its counsel felt very strongly about Defendant's ability to prevail on the merits
3 and to avoid class certification and representative adjudication and prevail on the merits, while, Plaintiff
4 and Class Counsel believed that they would be able to obtain class certification and prevail at trial.⁵⁵ After
5 conducting significant formal and informal discovery and investigations, extensive settlement
6 negotiations, and with the aid of the mediator's evaluation, the Parties agreed that this matter was well-
7 suited for settlement given the legal issues relating to Plaintiff's principal claims, as well as the costs and
8 risks to the Parties that would attend further litigation.⁵⁶

9 The Settlement takes into account the strengths and weaknesses of each side's position and the
10 uncertainty of how this matter might have concluded at certification, trial, and/or appeals.⁵⁷ The
11 Settlement was based on thousands of pages of facts, evidence, and investigation.⁵⁸ Additionally, Class
12 Counsel has extensive experience in handling complex wage-and-hour actions, including significant
13 experience in employment class action litigation.⁵⁹

14 **B. The Risks Inherent in Continued Litigation Favor Final Approval of the**
15 **Settlement.**

16 The risks inherent in litigating the claims through certification proceedings, trial, and/or appeals,
17 favor resolving this matter for a Maximum Settlement Amount of \$2,490,000.00.⁶⁰ The Settlement was
18 calculated using information and data uncovered through extensive case investigation, formal and
19 informal discovery, and the exchange of information in the context of litigation, mediation, and ongoing
20 settlement negotiations.⁶¹ Had the action not settled, Defendant would have vigorously challenged class
21 certification, manageability, and liability. Defendant contended that individualized questions of fact
22 predominated over any common issues, and these issues would pose challenges to certification and
23 representative adjudication. Defendant would have likely argued again at trial, if any, that Plaintiff's

24
25 ⁵³ Madoyan Decl., ¶ 9.

26 ⁵⁴ *Ibid.*

27 ⁵⁵ *Ibid.*

28 ⁵⁶ *Ibid.*

⁵⁷ *Id.*, ¶¶ 7 & 9.

⁵⁸ *Id.*, ¶¶ 7-8.

⁵⁹ *Id.*, ¶¶ 14-19.

⁶⁰ *Id.*, ¶ 6.u

⁶¹ *Id.*, ¶¶ 6-9.

claims were not appropriate for class-wide and/or representative adjudication. On the other hand, Defendant also faced the risk of the Court certifying a class and allowing a jury to decide Plaintiff's claims on a class-wide or representative basis. Also, preparation for trial would have been expensive for all Parties.

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

///

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

2 The Settlement, which provides for a Maximum Settlement Amount of \$2,490,000.00, represents
3 a fair, reasonable, and adequate resolution of this matter. The Settlement was calculated using
4 information and data uncovered through extensive case investigation, formal and informal discovery,
5 and the exchange of information in the context of litigation, mediation, and extensive settlement
6 negotiations. The Settlement takes into account the potential risks and rewards inherent in any case and,
7 in particular, in this matter. Moreover, considering the facts in this matter, the Maximum Settlement
8 Amount represents a considerable recovery.

9 The Maximum Settlement Amount will be fully paid out, in accordance with the terms of the
10 Settlement. As discussed in Section IV, *supra*, each Settlement Class Member will be paid a *pro rata*
11 share of the Net Settlement Amount (which is currently estimated to be \$1,332,829.89), based on the
12 number of Workweeks credited to them and each PAGA Employee will be paid a *pro rata* share of the
13 25% share of the PAGA Amount, based on the number of PAGA Workweek during the PAGA Period
14 credited to them.⁶² The highest Individual Settlement Payment to a Settlement Class Member is
15 currently estimated to be \$7,386.38 and the average Individual Settlement Payment is currently
16 estimated to be \$1,588.62.⁶³ The highest Individual PAGA Payment to a PAGA Employee is
17 current estimated to be \$369.63 and the average Individual PAGA Payment is currently
18 estimated to be \$95.27.⁶⁴ These are significant individual recoveries, particularly in light of the risks of
19 litigation.

20 Class Counsel believes that the Settlement as a whole is fair, reasonable, and adequate.⁶⁵
21 Although Class Counsel's recommendations are not conclusive, the Court can properly take the
22 recommendations into account, particularly if Class Counsel appears to be competent, has experience
23 with this type of litigation, and significant discovery and investigation have been completed, as is the case
24

25 ⁶² Settlement Agreement, ¶¶ 14-15. The *pro rata* allocation here is a fair and reasonable way to distribute the Net Settlement
26 Amount that is payable to the Settlement Class Members and 25% of the PAGA Amount that is payable to the PAGA
27 Employees. 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.

⁶³ Simpluris Decl., ¶ 18; see n.13, *supra*.

⁶⁴ *Id.*, ¶ 19.

⁶⁵ Madoyan Decl., ¶ 22.

here. Conte & Newberg, *Newberg on Class Actions* (4th Ed., 2002) § 11.47. Accordingly, the Court should grant final approval of the Settlement.

D. The Class Was Represented by Competent Counsel.

Class Counsel has extensive experience in employment class action law and complex wage-and-hour litigation.⁶⁶ Lawyers for Justice, PC has been appointed class counsel in numerous complex wage-and-hour cases, and has recovered millions of dollars for individuals in California.⁶⁷ Both Parties' counsel were capable of assessing the strengths and weaknesses of the Class Members' claims against Defendant and the benefits of the Settlement under the circumstances of the lawsuits and in the context of a private, consensual settlement agreement.

E. There Are No Written Objections to the Class Settlement.

The Settlement has been well received by the Class – *not a single Class Member objected to the Settlement and only one untimely Request for Exclusion was received by the Settlement Administrator.*⁶⁸ Specifically, no objections have been made as to the Maximum Settlement Amount or contemplated Attorneys' Fees and Costs, Enhancement Payment, Settlement Administration Costs, and allocation for the PAGA Amount. California courts have consistently found that a small number of objectors indicates support for a settlement and strongly favors final approval.⁶⁹

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

VII. THE ATTORNEYS' FEES REQUESTED SHOULD BE APPROVED.

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

Under the terms of the Settlement Agreement, Defendant will pay a Maximum Settlement Amount of \$2,490,000.00.⁷⁰ The requested attorneys' fees are thirty-five percent (35%) of the total value

⁶⁶ Madoyan Decl., ¶¶ 14-19.

⁶⁷ *Ibid.*

⁶⁸ Simpluris Decl., ¶¶ 10 & 11.

⁶⁹ *Wershba, supra*, 91 Cal.App.4th at 250-51 (final approval granted despite 20 objectors); *7-Eleven Owners, supra*, 85 Cal.App.4th at 1152-53 (final approval granted despite 9 objectors).

⁷⁰ Settlement Agreement, ¶ 6.u.

of the monetary settlement.⁷¹ In light of Class Counsel’s successful prosecution and resolution of this matter, the requested attorneys’ fees are appropriate and reasonable.

Where the amount of a settlement is a “certain easily calculable sum of money,” California courts may calculate attorneys’ fees as a reasonable percentage of the settlement. Weil and Brown, California Practice Guide, Civil Procedure Before Trial, Chapter 14, § 14:145; *In re Bluetooth Headset Prods. Liab. Litig.* (9th Cir. 2011) 654 F.3d 935, 942 (The percentage method is particularly appropriate where a monetary settlement has been recovered and “the benefit [recovered can be] easily quantified.”); see also *Laffitte v. Robert Half Int’l Inc.* (2016) 1 Cal.5th 480, 503; *Dunk* at 1808. Courts may calculate and award attorneys’ fees as a percentage of a monetary fund that has, by litigation, been preserved or recovered for the benefit of others. *Laffitte* at 486 & 506. Trial courts “retain the discretion to forgo a lodestar cross-check and [may] use other means to evaluate the reasonableness of a requested percentage fee.” *Id.* (internal quotes omitted); see also *Wershba, supra*, 91 Cal.App.4th at 253.

Courts award fees as an economic incentive for lawyers to pursue litigation that will enhance and facilitate access to the judicial system for meritorious claims, deter wrongdoing, and address multiple similar alleged wrongs that would not be economically feasible to pursue individually, such as here. See A. Conte, *Attorney Fee Awards* (2d ed. 1993) 104, at 6.

The percentage fee method is preferred in representative actions because “it better approximates the workings of the marketplace than the lodestar approach.” *Lealao v. Beneficial Cal., Inc.* (2000) 82 Cal.App.4th 19, 49. California law provides that the award for attorneys’ fees should be equivalent to fees freely negotiated in the legal marketplace and paid in comparable litigation based on the result achieved and risk incurred. *Id.* at 47-50; *Laffitte* at 503. In cases where the settlement agreement provides that the defendant will pay the plaintiff’s attorneys a percentage of the fund created by the settlement, use of that percentage method is appropriate. *Lealao* at 32. Fee awards that are too small will “chill the private enforcement essential to the vindication of many legal rights and obstruct the representative actions that often relieve the courts of the need to separately adjudicate numerous claims.” *Id.* at 53. Therefore, fees in representative actions should approximate the probable terms of a contingent fee contract negotiated by a sophisticated attorney and client in comparable litigation. *Id.* at 48. “The ultimate goal . . . is the award of a ‘reasonable’ fee to compensate counsel for their efforts, irrespective of

⁷¹ Settlement Agreement, ¶ 6.a.

1 the method of calculation.” *Consumer Privacy Cases* (2009) 175 Cal.App.4th 545, 557-58 (quoting
2 *Apple Computer, Inc. v. Superior Court* (2005) 126 Cal.App.4th, 1253, 1270).

3 Class Counsel’s application for attorneys’ fees in light of the facts and circumstances
4 surrounding the case is well-within the range of reasonableness. Courts have awarded fees as high as
5 50% of the settlement in complex actions, depending on the circumstances of the case.⁷²

6 Class Counsel has performed significant work in this matter, as discussed in the Declaration of
7 Vartan Madoyan with the very real possibility of an unsuccessful outcome and no fee recovery of any
8 kind.⁷³ In the present matter, Class Counsel has borne all of the risks and costs of litigation and will not
9 receive any compensation until recovery is obtained.⁷⁴ Class Counsel is experienced in complex wage-
10 and-hour litigation and used that experience to obtain a significant settlement recovery for Plaintiff, the
11 Class, and the State of California.⁷⁵ Considering the amount of fees requested, work performed, risks
12 incurred, results obtained, and experience of Class Counsel in handling similar matters, Plaintiff
13 maintains that the requested attorneys’ fees are reasonable and should be awarded.

14 Compensating class counsel in class litigation on a percentage basis, as requested herein, makes
15 good sense because: (1) it is consistent with the private marketplace where contingent fee attorneys are
16 customarily compensated on such a basis; (2) it aligns the interests of class counsel and absent class
17 members in achieving the maximum possible resolution of the case; and (3) it encourages the most
18 efficient and expeditious resolution of the litigation by providing an incentive for early, yet reasonable,
19 settlement. The attorney fee request here satisfies all of these factors and should be approved on a
20 percentage basis.

21 The percentage method is consistent with, and is intended to mirror, the practice in the private
22 marketplace where contingent-fee attorneys typically negotiate percentage-fee arrangements with their
23 clients. The named plaintiff’s agreement to pay a contingent fee is powerful evidence of a reasonable fee.
24 One of the best ways to demonstrate the value of counsel’s work to the class is to review the

25 ⁷² See *In re Ampicillin Antitrust Litig.* (D.D.C. 1981) 526 F.Supp. 494 (awarding attorneys’ fees in the amount of 45% of the \$7.3
26 million total settlement amount); *Beech Cinema, Inc. v. Twentieth-Century Fox Film Corp.* (S.D.N.Y. 1979) 480 F.Supp. 1195
27 (awarding approximately 53% of the settlement as attorneys’ fees). California courts routinely approve attorneys’ fees awards
“average[ing] around one-third of the recovery.” *Chavez v. Netflix, Inc.* (2008) 162 Cal.App.4th 43, 66 n.11 (lower court found
the range of contingency fees in marketplace to be 20%-40% and determined such a percentage fee was appropriate).

28 ⁷³ Madoyan Decl., ¶¶ 10-11.

⁷⁴ *Id.*, ¶¶ 10-11, & 20.

⁷⁵ *Id.*, ¶¶ 14-19.

1 consideration agreed to be paid by the named plaintiff. If the named plaintiff has employed counsel on a
2 contingency-fee basis, it would indeed be inequitable for the members of the class, who will enjoy the
3 benefits of the settlement without incurring the risks of bringing the claim, to pay less than the named
4 plaintiff. In this case, Plaintiff has agreed to a contingency fee agreement of at least thirty-five percent
5 (35%) of the recovery.⁷⁶

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

10 **B. The Attorneys' Fees Requested Are Reasonable Based on the Factors Considered**
11 **in Determination of Fee Awards.**

12 The factors which courts consider in determining whether fee awards are reasonable, all of which
13 support the fee award requested by Class Counsel, are: the time and labor required; the novelty and
14 difficulty of the questions involved; the skill requisite to perform the legal services properly; the
15 preclusion of other employment by the attorney due to the acceptance of the case; the customary fee;
16 whether the fee is fixed or contingent; the time limitation imposed by the client or the circumstances; the
17 amount involved and results obtained; the experience, reputation, and ability of the attorney; the
18 undesirability of the case; the nature and length of the professional relationship with the client; and awards
19 in similar cases. *Camden I Condominium Association, Inc. v. Dunkel* (11th Cir. 1991) 946 F.2d 768, 772.
20 Some of the most relevant factors to this Court's fee determination will be addressed below.

21 The award of attorneys' fees in the amount of \$871,500.00 (which is 35% of the Maximum
22 Settlement Amount) is commensurate with the time, effort, and expense dedicated to this matter, the
23 contingent nature of Class Counsel's fee recovery and the risks taken, the skill and determination
24 required, the results that Class Counsel has achieved, and the value of the settlement that Class Counsel
25 has obtained in this matter.

26 ///

27 ///

28 ⁷⁶ Madoyan Decl., ¶ 10.

1 **1. Time & Labor.**

2 Class Counsel used its experience and skills, and dedicated the full extent of resources, to litigate
3 and bring this matter to a successful conclusion.⁷⁷

4 As outlined in the Declaration of Vartan Madoyan, Class Counsel has fully and actively
5 participated in litigation of this matter.⁷⁸ Prior to commencing the lawsuits, Class Counsel had conducted
6 a significant amount of investigation into the factual and legal issues, Defendant's business and its
7 operations, and employment policies, practices, and procedures.⁷⁹ During the litigation of this matter,
8 Class Counsel had the opportunity to interview Plaintiff and other percipient witnesses; reviewed and
9 analyzed of thousands of pages of information, documents and data obtained from Defendant, Plaintiff,
10 and other sources; and prepared liability, damages, penalties, and valuation calculations.⁸⁰ Class Counsel
11 also met and conferred with Defendant's counsel on numerous occasions e.g., to discuss issues relating to
12 the pleadings, case management, motion practice, informal discovery, and the production of information,
13 documents and data among other things, and prepared for and attended court proceedings, mediation,
14 and settlement negotiations, and the settlement.⁸¹

15 Counsel has dedicated staffing and monetary resources necessary to prosecute this matter
16 diligently and with maximum efficiency and has fully and actively participated in the litigation
17 process.⁸² The Attorney Task and Time Chart, which is attached as "EXHIBIT 1" to the accompanying
18 Declaration of Vartan Madoyan, sets forth in detail the hours that attorneys at Lawyers for Justice, PC
19 have spent performing tasks in this matter.⁸³ Class Counsel has spent **349.10** hours performing tasks
20 and to obtain a significant recovery in this matter.⁸⁴ These hours were required to bring this matter to its
21 successful conclusion. In light of the value of Class Counsel's work and the carrying of costs involved
22 in litigating this matter, the requested attorneys' fees are fair, adequate, and reasonable.

23 ///

24 ///

25 ⁷⁷ Madoyan Decl., ¶¶ 7-9, & 12.

26 ⁷⁸ *Id.*, ¶ 7-9; Exh. 1.

27 ⁷⁹ *Id.*, ¶ 8.

28 ⁸⁰ *Id.*, ¶ 7.

⁸¹ *Ibid.*

⁸² *Id.*, ¶ 12; Exh. 1.

⁸³ *Id.*, Exh. 1

⁸⁴ *Id.*, ¶ 12; Exh. 1.

1 **2. *The Skill Required to Perform Legal Services Properly.***

2 The skill required to properly litigate this matter is evident from the results achieved, the steps
3 necessary to reach those results, and that Defendant retained well-respected counsel to represent it.

4 Class Counsel exercised its skill to perform significant investigation, analysis, and research prior
5 to filing the cases, during the litigation, and prior to and during the mediation and settlement negotiations.
6 Class Counsel took steps to prepare the matter for class certification and representative adjudication and
7 had every intention of taking this matter to trial on a class-wide basis if Defendant did not offer an
8 appropriate class-wide settlement. Despite all of the obstacles that had to be overcome, as demonstrated
9 in the Declaration of Vartan Madoyan, Class Counsel used its extensive experience in the handling of
10 class actions and complex wage-and-hour matters in order to obtain the Settlement with maximum
11 efficiency.⁸⁵

12 **3. *Whether the Fee Is Fixed or Contingent.***

13 Plaintiff entered into a contingency fee agreement with Class Counsel, and the representation of
14 the Class provided by Class Counsel has been wholly contingent.⁸⁶ Class Counsel has invested [] hours
15 of time to obtain relief on behalf of Plaintiff, the Class, and the State of California.⁸⁷ Class Counsel has
16 also incurred litigation costs and expenses in the amount of \$13,665.11.⁸⁸ Thus, Class Counsel has borne
17 all of the risks and costs of litigation and will not receive any compensation until recovery is obtained.⁸⁹

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

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

26 *Cates v. Chiang* (2013) 213 Cal.App.4th 791, 823 (internal quotes and citations omitted). Class Counsel
27 litigated this matter on a contingent basis with all of the concomitant risk factors inherent in such an

28 ⁸⁵ Madoyan Decl., ¶¶ 14-19.

⁸⁶ *Id.*, ¶ 10.

⁸⁷ *Id.*, ¶ 12; Exh. 1.

⁸⁸ *Id.*, ¶ 20.

⁸⁹ *Ibid.*

uncertain undertaking. Had Class Counsel not been successful, the time that Class Counsel has devoted to litigating this matter would have been for naught, and would not have produced any fee or any reimbursement of costs or expenses. See *Vizcaino v. Microsoft* (9th Cir. 2002) 290 F.3d 1043, 1048-49 (discussing the risks of engaging in litigation without certainty of compensation).

4. *The Amount Involved and the Results Achieved.*

The Settlement represents an excellent resolution of this matter, given the risks inherent in litigating the matter through class certification proceedings, trial, and/or appeals. Had this matter not settled, Defendant would have vigorously challenged certifiability, manageability, and liability. Defendant, however, faced risks if the Court certified a class and allowed a jury to decide the claims. Additionally, preparing this matter 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 costly, risk, and prolonged litigation involving expert discovery, trial preparation, class certification proceedings, and appellate review of those proceedings.

The results achieved, in light of the difficulties inherent in similar cases and the specific difficulties faced in this matter, are considerable.⁹⁰ Class Counsel obtained a settlement of \$2,490,000.00.⁹¹ The Settlement has yielded a positive response from the Class Members—no Class Members objected to the Class Settlement.⁹²

5. *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 this case to a successful conclusion.⁹³ Class Counsel has years of complex and class action litigation experience, has recovered millions of dollars on behalf of thousands of individuals in California, and has successfully handled numerous significant wage-and-hour class action and complex cases.⁹⁴

⁹⁰ Madoyan Decl., ¶ 7-9.

⁹¹ Settlement Agreement, ¶ 6.u.

⁹² Simpluris Decl., ¶ 14.

⁹³ Madoyan Decl., ¶¶ 14-19;

⁹⁴ *Ibid.*

1 **C. The Lodestar Methodology Also Justifies Approval of the Requested Fees.**

2 While the percentage-of-the-benefit approach is endorsed as the better approximation of the
3 workings of the marketplace than the lodestar approach, courts may also use the lodestar method to
4 “cross-check” the results of the other.⁹⁵ The lodestar is calculated based on reasonable hours at
5 reasonable prevailing hourly rates for the attorneys, and counsel is entitled to compensation for every hour
6 reasonably spent on the matter. *Ketchum v. Moses* (2001) 24 Cal.4th 1122, 1131-33. The reasonableness
7 of hours is assessed by “the entire course of the litigation, including pretrial matters, settlement
8 negotiations, discovery, litigation tactics, and the trial itself[.]” *Vo v. Las Virgenes Municipal Water Dist.*
9 (2000) 79 Cal.App.4th 440, 447.

10 As discussed above in Part VII.B.1, *infra*, and also discussed in the Declaration of Vartan
11 Madoyan, Class Counsel expended significant time and labor in this highly contested matter.⁹⁶ Class
12 Counsel has been actively involved in the prosecution of the cases, and the work performed in said cases
13 has precluded other employment.⁹⁷ Class Counsel bore the risk that, despite all of its efforts and skills
14 employed, there may be no recovery.⁹⁸ Ultimately, Class Counsel was successful in reaching a
15 settlement of \$2,490,000.00.⁹⁹ The Attorney Task and Time Chart sets forth in detail the numerous tasks
16 that Class Counsel performed in this matter, and the time required for completing those tasks.¹⁰⁰ The
17 chart demonstrates that Class Counsel has spent a total of 349.10 hours litigating this matter and
18 finalizing the Settlement.¹⁰¹ In light of the facts and circumstances of this matter, as well as the results
19 that Class Counsel has achieved, Class Counsel has spent a reasonable number of hours performing work
20 on this matter. In addition, Class Counsel will continue to perform work on this matter through the date
21 of final approval and in connection with the implementation of the Settlement.

22
23 ⁹⁵ *Laffitte, supra*, 1 Cal.5th at 505 (explaining that “[a] lodestar cross-check is simply a quantitative method for bringing a
24 measure of the time spent by counsel into the trial court’s reasonableness determination” and “the lodestar calculation . . . does
25 not override the trial court’s primary determination of the fee as a percentage” and “does not impose an absolute maximum or
minimum on the potential fee award.”); *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.”).

26 ⁹⁶ Madoyan Decl., ¶¶ 11-12; Exh. 1

27 ⁹⁷ *Id.*, ¶ 11.

28 ⁹⁸ *Id.*, ¶¶ 10, 11, & 20.

⁹⁹ Settlement Agreement, ¶ 6.u.

¹⁰⁰ Madoyan Decl., Exh. 1.

¹⁰¹ *Id.*, ¶ 12; Exh. 1

As set forth in the Declaration of Vartan Madoyan, the professional background and experience of Class Counsel support a reasonable rate of compensation of at least \$850 per hour for services provided by Class Counsel.¹⁰² Lawyers for Justice, PC has been awarded attorneys' fees, compensating the firm at the blended rate of at least \$850 per hour for legal service performed, by courts of this state.¹⁰³ While the circumstances of every case are unique, the fact remains that the work performed by Class Counsel in this matter justify the requested attorneys' fees.

Applying the rate of \$850 per hour to 349.10 hours worked by Class Counsel, would place a base lodestar value, prior to applying any multiplier, of \$296,735.00 on the services provided by Class Counsel. It also bears noting that a court may apply a multiplier in consideration for risk, efficiency, and/or obtaining a substantial result, to enhance the lodestar for purpose of cross-check. See *Ketchum* at 1133-34 (holding that a risk multiplier may be applied to compensate contingency fee attorneys at a fair market rate).¹⁰⁴ The risks involved, skill required, complexity of the matter, and results obtained warrant upward enhancement of the lodestar.¹⁰⁵ In determining whether or not to enhance the lodestar, California courts take into account multiple factors, many of which were specifically addressed above in §§ VII.B, *infra*. See *Cates* at 822-23. Multiple factors warrant enhancement of the lodestar in the cases, 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 these cases; the contingent nature of the fee; the amount involved and results obtained; the experience, reputation, and ability of the attorney; and awards in similar cases. *Ketchum* at 1134. Therefore, a multiplier of 2.94 should be

¹⁰² Madoyan Decl, ¶ 13.

¹⁰³ *Ibid*.

¹⁰⁴ Courts have approved fee awards with multipliers of 2 and even higher. See, e.g., *City of Oakland v. Oakland Raiders* (1988) 203 Cal.App.3d 78 (affirming a 2.34 multiplier without remand); *Wershba, supra*, 91 Cal.App.4th at 255 ("Multipliers can range from 2 to 4 or even higher."); *Sutter Health Uninsured Pricing Cases* (2009) 171 Cal.App.4th 495, 512 (applying a 2.52 multiplier on a lodestar cross-check); *Chavez v. Netflix, Inc.* (2008) 162 Cal.App.4th 43, 66 (applying a 2.5 multiplier in a consumer class action).

¹⁰⁵ Even when courts have opted to award fees in settlement fund 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. 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 1135-36; *Serrano v. Priest* (1977) 20 Cal.3d 25, 48-49. 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 they are paid on a fee-for-services basis." *Ketchum* at 1132.

1 applied. Applying the rate of \$850 per hour to 349.10 hours for services provided by Class Counsel and
2 applying a multiplier of 2.94¹⁰⁶ results in a total lodestar of \$872,400.90.

3 The application of a modest multiplier of 2.94 is warranted, and the lodestar method as a cross-
4 check to the percentage award sought herein, strongly supports the reasonableness of the requested
5 attorneys' fees. The nature of the work performed, skill exercised, and the outcome in this matter—
6 which involves an outstanding monetary recovery involving a Maximum Settlement Amount of
7 \$2,490,000.00 (with a Net Settlement Amount of approximately at least \$1,332,829.89 to be paid to
8 Settlement Class Member (with gross Individual Settlement Payments averaging approximately
9 more than \$1,588.62), payment of \$62,500.00 to PAGA Employees, and payment of \$187,500.00
10 to the State of California)—support the percentage fee sought and the application of a lodestar
11 multiplier. Accordingly, the Court is respectfully requested to award attorneys' fees in the amount of
12 \$871,500.00 to Class Counsel.

13 **VIII. REIMBURSEMENT OF CLASS COUNSEL'S LITIGATION COSTS AND EXPENSES**
14 **SHOULD BE APPROVED.**

15 The Settlement provides for reimbursement of litigation costs and expenses of up to \$20,000.00.
16 As set forth in the Declaration of Vartan Madoyan, Class Counsel seeks reimbursement of \$13,665.11
17 in litigation costs and expenses incurred in this matter, with the \$6,334.89 balance being added to the Net
18 Settlement Amount being distributed to the Settlement Class Members.¹⁰⁷ Class Counsel's litigation costs
19 and expenses were reasonable and necessary in the prosecution of this matter and to obtain the
20 Settlement, and is less than the maximum amount allocated under the Settlement Agreement.¹⁰⁸
21 Accordingly, Plaintiff requests that the Court award litigation costs and expenses in the amount of
22 \$13,665.11 to Class Counsel.

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25 ¹⁰⁶ Larger multipliers have been awarded in similar cases, and the total amount of fees sought by Class Counsel is also
26 reasonable compared to fees awarded in similar cases. Courts routinely enhance lodestar amounts based on multipliers that
27 "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,*
28 *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).

¹⁰⁷ Madoyan Decl., ¶ 20.

¹⁰⁸ *Ibid.*

IX. THE SETTLEMENT ADMINISTRATION COSTS 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 \$12,005.00.¹⁰⁹ The costs incurred and to be incurred include, but are not limited to, establishing and maintaining a settlement fund account; establishing and maintaining a calendar of administrative deadlines and responsibilities; processing, issuing, and transmitting settlement payments; translating and distributing notice of the Settlement to the Class; receiving and validating Request for Exclusions, Objections, or Workweeks Disputes submitted by Class Members; calculating employer and employee Taxes; providing counsel with weekly reports; and other tasks as the Parties mutually agree or the Court orders Simpluris to perform.¹¹⁰

Accordingly, the Court should grant final approval of payment to Simpluris, a necessary third-party for its handling of the notice and settlement process, in the amount of \$12,005.00.

X. THE ENHANCEMENT PAYMENT SHOULD BE APPROVED.

Plaintiff requests an Enhancement Payment in the amount of \$10,000.00 for her efforts and work spearheading the prosecution of this matter and serving as the Class Representative. Such enhancement awards are common, and the one requested here is reasonable.¹¹¹

Plaintiff spent a substantial amount of time and effort providing the facts and evidence necessary to support the prosecution of the claims.¹¹² Plaintiff was available whenever Class Counsel needed her and actively tried to obtain, and gave, information to support the pursuit of this matter.¹¹³ Further, Defendant propounded discovery requests on Plaintiff, and Plaintiff spent time reviewing said discovery requests and providing information and documents in response thereto.¹¹⁴

Accordingly, it is appropriate and just for Plaintiff Salina Gallegos to receive \$10,000.00 as a reasonable Enhancement Payment.

¹⁰⁹ Simpluris Decl., ¶ 21.

¹¹⁰ Simpluris Decl., ¶ 3.

¹¹¹ *Vranken v. Atlantic Richfield Co.* (N.D. Cal. 1995) 901 F.Supp. 294, 299 (Relevant factors considered by courts are the financial and other risk to, the notoriety and personal difficulties encountered by, and the amount of time and efforts spent by the class representative, as well as the duration of the litigation and the personal benefit (or lack thereof) enjoyed by the class representatives as a result of the litigation; approving \$50,000 participation award to a single class representative based on such factors).

¹¹² Madoyan Decl., ¶ 21; Declaration of Salina Gallegos (“Gallegos Decl.”), ¶¶ 2-6.

¹¹³ *Ibid.*

¹¹⁴ Gallegos Decl., ¶ 4.

XI. CONCLUSION

For the foregoing reasons, the Court is respectfully requested to grant final approval of the Settlement, approve and award Attorneys' Fees and Costs to Class Counsel, the Enhancement Payment to Plaintiff, Settlement Administration Costs to the Settlement Administrator, and the PAGA Amount, in their entirety, as sought herein; and permit the filing of a memorandum that exceeds the page limit.

Dated: May 23, 2025

LAWYERS for JUSTICE, PC

By:



Vartan Madoyan

Matthew Richard Soto

Attorneys for Plaintiff and the Class