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SUPERIOR COURT OF THE STATE OF CALIFORNIA
FOR THE COUNTY OF LOS ANGELES – SPRING STREET COURTHOUSE

CATHERINE GUTIERREZ, individually,
and on behalf of other members of the
general public similarly situated;

Plaintiff,

vs.

CHILDREN'S LAW CENTER OF
CALIFORNIA, a California corporation; and
DOES 1 through 100, inclusive,

Defendants.

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

Plaintiff,

vs.

CHILDREN'S LAW CENTER OF
CALIFORNIA, a California corporation; 1
through 100, inclusive,

Defendants.

Case No. 22STCV01134
[Related Case No. 22AHCV00017]

Honorable Samantha P. Jessner
Department 7

CLASS ACTION

**DECLARATION OF BRIAN J. ST.
JOHN IN SUPPORT OF
PLAINTIFF'S MOTION FOR
PRELIMINARY APPROVAL OF
CLASS ACTION AND PAGA
SETTLEMENT**

[Plaintiff's Motion for Preliminary
Approval of Class Action and PAGA
Settlement; Declaration of Proposed Class
Representative (Catherine Stephanie
Limon); and [Proposed] Order filed
concurrently herewith]

Hearing Date: April 22, 2026
Hearing Time: 10:00 a.m.
Department: 7

Complaint Filed: January 11, 2022
PAGA Filed: January 11, 2022
Trial Date: None Set

DECLARATION OF BRIAN J. ST. JOHN

I, Brian J. St. John, hereby declare as follows:

1. I am an attorney licensed to practice law in the State of California. I am a member of Lawyers *for* Justice, PC, attorneys of record for Plaintiff Catherine Stephanie Limon (formerly, Catherine Gutierrez) (“Plaintiff”). The facts set forth in this declaration are within my personal knowledge or based on information and belief, and if called as a witness, I could and would competently testify thereto.

PROCEDURAL HISTORY

2. On November 5, 2021, Plaintiff provided written notice by certified mail to the California Labor and Workforce Development Agency (“LWDA”) and the employer of the specific provisions of the California Labor Code that were alleged to be violated, including the facts and theories to support the alleged violations (the “PAGA Notice”). Aside from confirmation of receipt of the PAGA Notice, the LWDA did not respond to the PAGA Notice. Marked and attached hereto as “**EXHIBIT 2**” is a true and correct copy of Plaintiff’s PAGA Notice.

3. On January 11, 2022, Plaintiff commenced the above-caption lawsuit by filing the Class Action Complaint for Damages in the Superior Court for the County of Los Angeles (the “Class Action”).

4. On January 11, 2022, Plaintiff filed a separate Complaint for Enforcement Under the Private Attorneys General Act, Cal. Lab. Code § 2698, *Et Seq.* in the Superior Court for the County of Los Angeles, Case No. 24NWCV02386 (the “PAGA Action”) (together with the Class Action, the “Actions”).

5. On February 10, 2022, Defendant Children’s Law Center of California (“Defendant”) filed a Notice of Related Case in both Actions. On March 14, 2022, the Court deemed the Actions related, designated the PAGA Action as the lead case and reassigned the Actions to Department X of the Los Angeles County Superior Court, Northeast District, Alhambra Courthouse for all further proceedings.

6. On February 18, 2022, Defendant filed its Answer to Plaintiff’s Complaint for Enforcement Under the Private Attorneys General Act, Cal. Lab. Code § 2698, *Et Seq.* in the

1 PAGA Action.

2 7. On July 13, 2022, Defendant filed its Answer to Plaintiff's Class Action Complaint
3 for Damages in the Class Action.

4 8. On April 8, 2024, the Court reassigned the Actions to Department 7 of the above
5 titled Court for all further proceedings.

6 9. On November 19, 2025, Plaintiff and Defendant filed a Joint Stipulation to
7 Consolidate the Class Action and the PAGA Action. On November 24, 2025, the Court entered an
8 order deeming the Actions as consolidated and designating the Class Action as the lead case.

9 **THE PROPOSED SETTLEMENT**

10 10. Marked and attached hereto as "**EXHIBIT 1**" is a true and correct copy of the Class
11 Action and PAGA Settlement Agreement ("Settlement," "Agreement," or "Settlement
12 Agreement") entered into by and between Plaintiff, individually and on behalf of all others
13 similarly situated and other aggrieved employees, on the one hand, and Defendant, on the other
14 hand (together, the "Parties"). The Parties and their counsel have approved the proposed Notice of
15 Class Action Settlement and Hearing Date for Final Court Approval ("Class Notice"), which is
16 attached to the Settlement Agreement as "**Exhibit A**" and respectfully request that the Court
17 approve it as well.

18 11. The Settlement provides for a Gross Settlement Amount of \$600,000.00 to be paid
19 in a single payment on a non-reversionary basis. The Net Settlement Amount is the Gross
20 Settlement Amount less the following amounts, subject to approval by the Court: Class Counsel
21 Fees Payment of up to one third (1/3) of the Gross Settlement Amount (i.e., \$200,000.00 if the
22 Gross Settlement Amount remains \$600,000.00) and Class Counsel Litigation Expenses Payment
23 not to exceed \$24,000.00 to Class Counsel, Class Representative Service Payment to Plaintiff of
24 \$7,500.00, Administration Expenses Payment to the Administrator in an amount not to exceed
25 \$11,000.00, and the PAGA Penalties of \$100,000.00. Assuming that the amounts allocated under
26 the Settlement toward these payments are awarded by the Court, the Net Settlement Amount that
27 will be available for distribution to Participating Class Member is currently estimated to be
28 \$257,500.00. Additionally, twenty-five percent (25%) of the PAGA Penalties (i.e., Individual

1 PAGA Payments), which is \$25,000.00 out of \$100,000.00, will be distributed to the Aggrieved
2 Employees for their respective portion of the Individual PAGA Payments. The Gross Settlement
3 Amount will be fully distributed in accordance with the terms of the Settlement and there is no
4 reversion to Defendant.

5 12. The Settlement Agreement provides for Class Counsel to apply for attorneys' fees
6 in an amount of up to one-third (1/3) of the Gross Settlement Amount (i.e., \$200,000.00, if the
7 Gross Settlement Amount remains \$600,000.00) and expenses and costs of not more than
8 \$24,000.00, which will be paid out of the Gross Settlement Amount, subject to approval by the
9 Court. It should be noted that Class Counsel has borne all of the risks and costs of litigation and
10 will not receive any compensation until recovery is obtained. A description of the qualifications of
11 Class Counsel, the work performed by Class Counsel, and the results achieved by Class Counsel in
12 this matter can be found in paragraphs 20 through 32, *infra*.

13 13. The Settlement Agreement provides for payment of up to \$7,500.00 to Plaintiff as a
14 Class Representative Service Payment, to be paid out of the Gross Settlement Amount subject to
15 approval by the Court. Plaintiff spent considerable time and effort to produce relevant documents
16 and past employment records and to provide the facts and evidence necessary to attempt to prove
17 the allegations. Plaintiff was available whenever Class Counsel needed her and actively tried to
18 obtain information that would benefit the Class. Accordingly, it is appropriate and just for Plaintiff
19 to receive a Class Representative Service Payment, in addition to her individual class payment, for
20 her services on behalf of the Class, Aggrieved Employees, and the State of California.

21 14. The Parties have agreed to retain ILYM Group, Inc. ("Administrator") to handle the
22 notice and settlement administration process. The Parties respectfully request that the Court
23 appoint ILYM Group, Inc. to handle these procedures and serve as the Administrator. Defendant
24 will provide the Administrator with the Class Data, and the Administrator will calculate each Class
25 Member's estimated share of the Net Settlement Amount ("Individual Class Payment") and each
26 Aggrieved Employee's estimated *pro rata* share of the twenty-five percent (25%) portion of the
27 PAGA Penalties. The Administrator will be responsible for printing, distributing, and tracking the
28 Class Notice and other documents for the Settlement, calculating and distributing payments due

1 under the Settlement, issuing 1099 and W-2 IRS Forms and undertaking all required tax reporting,
2 filings, withholdings, and remittances, providing necessary reports and declarations, and other
3 duties and responsibilities set forth here to process the Settlement. Administration Expenses
4 Payment is currently estimated not to exceed \$11,000.00 and will be paid out of the Gross
5 Settlement Amount, subject to approval of the Court.

6 15. Under the Settlement Agreement, Defendant is responsible for any employer-side
7 tax obligations associated with the Gross Settlement Amount and will deposit that amount into the
8 settlement fund in addition to the Gross Settlement Amount. Each Participating Class Member's
9 Individual Class Share will be allocated twenty percent (20%) to settlement of wage claims
10 ("Wage Portion") and eighty percent (80%) to interest, penalties, and non-wage damages ("Non-
11 Wage Portion"). The Administrator will withhold the employee's share of taxes and withholdings
12 with respect to the wages portion of the Individual Class Shares.

13 **CONDITIONAL CERTIFICATION OF THE PROPOSED CLASS IS APPROPRIATE**

14 16. **Ascertainability:** The proposed Class is defined as all hourly paid or non-exempt
15 employees who performed work in California for Defendant at any time from January 11, 2018
16 through the date the Court grants preliminary approval of the settlement.

17 17. **Numerosity:** Based on data provided by Defendant, the Class is estimated to be
18 approximately 513 individuals who worked an estimated total of 81,125 workweeks.

19 18. **Commonality:** Based on investigation and information discovered, Class Counsel
20 believes that there is sufficient evidence to support the allegations made in the lawsuit, including
21 the allegations that Defendant, with respect to Plaintiff, Class Members, and Aggrieved
22 Employees, *inter alia*, failed to properly pay overtime and minimum wages and associated
23 premium pay, failed to provide compliant meal and rest periods and to pay associated premium
24 pay, failed to timely pay wages during employment and upon termination of employment, failed to
25 provide compliant wage statements, failed to maintain requisite payroll records, and failed to
26 reimburse necessary business expenses, and thereby engaged in unfair business practices in
27 violation of California Business and Professions Code section 17200, *et seq.*, and conduct giving
28 rise to civil penalties recoverable under the Private Attorneys General Act of 2004 (California

1 Labor Code sections 2698, et seq.). Plaintiff also asserted that Class Members were expected to
2 perform similar job duties and were subject to the same or similar operations and employment
3 policies, practices, and procedures. Additionally, Plaintiff asserted that Defendant's recordkeeping
4 practices with respect to Plaintiff, Class Members, and Aggrieved Employees were substantially
5 the same during the time period at issue. As a result of said alleged uniform practices, Plaintiff
6 claims that the Class Members were not paid all of the compensation that were owed to them by
7 Defendant. Thus, in Class Counsel's view, it is clear that the outcome of this litigation would be
8 determined by Defendant's uniform operations and employment practices, policies, and procedures
9 that Plaintiff alleges applied across its hourly-paid or non-exempt employees in California during
10 the relevant time period.

11 19. **Adequacy and Typicality:** Plaintiff undertook the responsibilities of representing a
12 class action against her former employer. Plaintiff spent considerable time and effort to produce
13 relevant documents and past employment records and to provide the facts and evidence necessary
14 to attempt to prove the allegations. Plaintiff was available whenever Class Counsel needed him and
15 actively tried to obtain information that would benefit the Class. Plaintiff has no interests that are
16 adverse to the Class. Plaintiff was employed by Defendant during the Class Period and subject to
17 the same alleged violations and the same policies, practices, and procedures. Plaintiff took on the
18 challenge and risk of commencing and maintaining the actions, and she has not yet received any
19 monetary benefit for her service to date. Plaintiff put her own interests aside and brought a publicly
20 filed lawsuit against an employer not just for her own benefit, but, instead, on behalf of other
21 hourly-paid employees and the State of California.

22 **EXPERIENCE AND ADEQUACY OF LAWYERS *for* JUSTICE, PC**

23 20. For over a decade, Lawyers *for* Justice, PC has almost exclusively focused on the
24 prosecution of consumer and employment class actions, involving wage-and-hour claims, race
25 discrimination, unfair business practices, or consumer fraud. Currently, Lawyers *for* Justice, PC is
26 the attorney of record in well over a dozen employment-related putative class actions in both state
27 and federal courts in the State of California. Lawyers *for* Justice, PC is comprised of attorneys
28 who focus on litigating complex wage-and-hour class and Private Attorneys General Act

1 (“PAGA”) representative actions. Lawyers *for* Justice, PC has successfully litigated cases
2 involving the executive, administrative, and other overtime exemptions to the State of California
3 and federal overtime compensation requirements. During a relatively short time, in association
4 with other law firms, Lawyers *for* Justice, PC has recovered millions of dollars on behalf of
5 thousands of individuals in California.

6 21. Edwin Aiwarzian is the Managing Member and Shareholder of Lawyers for Justice,
7 PC. He received his Bachelor of Arts degree from Pepperdine University in April of 1999 and
8 earned a Juris Doctor degree from Pepperdine University School of Law in May of 2004. He has
9 extensive formal training in dispute resolution and negotiation from the Straus Institute for Dispute
10 Resolution as part of its Masters in Dispute Resolution degree program. In addition, he has
11 previously served as a pro bono mediator for the Los Angeles County Superior Court. In October
12 of 2000, he obtained a Litigation Paralegal Certificate from the UCLA Extension Program. During
13 the summer of 2000, he studied Legal Writing at Harvard University. From approximately
14 September 2002 to approximately December 2002, he served as a Judicial Extern to the Honorable
15 Kim McLane Wardlaw of the United States Court of Appeals for the Ninth Circuit. From
16 approximately June 2002 to approximately August 2002, he served as a Judicial Extern to the
17 Honorable Earl Johnson, Jr. of the California Court of Appeal for the Second Appellate District.
18 In December of 2004, he obtained a license to practice law from the California State Bar. Since in
19 or around October of 2008, through his work at Lawyers for Justice, PC, he has almost exclusively
20 focused on the prosecution of consumer and employment class actions, involving wage-and-hour
21 claims, race discrimination, unfair business practices, or consumer fraud. While employed by
22 Lawyers for Justice PC, he has argued over one hundred (100) motions, taken or defended over
23 one hundred fifty (150) depositions, prepared dozens of expert witnesses for deposition or trial,
24 and attended over one hundred seventy-five (175) mediations. Together with other attorneys at the
25 firm, and in many cases in conjunction with co-counsel, he has successfully litigated cases
26 involving the executive, administrative, and other overtime exemptions to the State of California
27 and federal overtime compensation requirements. Under his supervision, Lawyers for Justice, PC
28 has successfully obtained class certification by contested motion practice in approximately sixteen

1 (16) cases in the last decade, and litigated over 1,000 class action or representative action cases.

2 22. Arby Aiwarzian is a Member and Shareholder of Lawyers for Justice, PC. He
3 received his Bachelor of Arts degree from University of California, Los Angeles and graduated
4 magna cum laude. He earned a Juris Doctor degree, cum laude, from Southwestern Law School.
5 From approximately May 2007 to approximately July 2007, he served as a Judicial Extern to the
6 Honorable Earl Johnson, Jr. of the California Court of Appeal for the Second Appellate District.
7 From approximately August 2008 to approximately December 2008, he served as a Judicial Extern
8 to the Honorable Kim McLane Wardlaw of the United State Court of Appeals for the Ninth
9 Circuit. He was admitted to practice law in California in 2010. He is admitted to practice before
10 all courts of the State of California and all United States District Courts in the State of California.
11 He has worked on many wage-and-hour class action and representative action cases, taking the
12 lead in taking and defending depositions, arguing motions, and attending mediations. He has
13 played an integral role in preparing matters for class certification, including and not limited to,
14 successful certification of a class in *Upson v. Sur La Table* (Los Angeles County Superior Court
15 Case No. BC424012), *Montazemi v. Regus Management* (Los Angeles County Superior Court
16 Case No. BC478769), and *Abdulhaqq v. Urban Outfitters* (Alameda County Superior Court Case
17 No. RG13680477). Under his supervision, dozens of class action or representative action cases
18 have resulted in settlements that have been granted court approval. He has handled over one
19 hundred and fifty (150) mediations and has worked on over two hundred and fifty (250) class
20 action or representative action cases which have resulted in settlement.

21 23. Joanna Ghosh is a Managing Member of Lawyers for Justice, PC. She received a
22 Bachelor of Arts degree from California State University, Los Angeles in 2006, a Master of
23 Science degree from the London School of Economics in 2007, and a Juris Doctor degree from
24 Georgetown University Law Center in 2010. She is admitted to practice in California (since 2010)
25 and in New York (since 2013) and She is also admitted to practice in all U.S. District Courts in
26 California, the U.S. Bankruptcy Court for the Central District of California, and the U.S. Supreme
27 Court. She has taken and defended dozens of depositions and successfully handled motion
28 practice in class action cases regarding discovery (including and not limited to, regarding class

1 contact information), class certification (both contested class certification and stipulated class
2 certification), arbitration agreements, coordination, and intervention. She has successfully handled
3 briefing and oral arguments on appeal and obtained notable decisions regarding Private Attorneys
4 General Act claims and employer efforts to compel arbitration of such claims, e.g., *Roberto*
5 *Betancourt v. Prudential Overall Supply* (Cal. Ct. App., Mar. 7, 2017) 9 Cal.App.5th 439, cert.
6 denied (Cal., May 24, 2017), cert. denied (U.S., Dec. 11, 2017) and *ZB, N.A. v. Superior Court*
7 (2019) 8 Cal.5th175. She has significant experience with class actions, including and not limited
8 to working on cases to obtain class certification through contested motion practice and working on
9 cases in the post-certification stage (e.g., post-certification discovery, appeal, statistical sampling
10 and pilot study, and trial preparation in conjunction with co-counsel in a case involving a certified
11 class consisting of approximately 2,600 individuals). She has extensive experience with class
12 action and/or representative action settlements, and has handled this process in over five hundred
13 (500) cases. Under her, Edwin Aiwasian, and Arby Aiwasian's supervision, Lawyers *for* Justice,
14 PC has handled the class certification and court approval process for hundreds of class action
15 and/or representative action matters that have successfully resolved. Joanna Ghosh is a member of
16 the California Employment Lawyers Association and, on several occasions, has been a speaker
17 regarding topics in wage and hour law at the organization's continuing legal education events.

18 24. I am a Member of Lawyers *for* Justice, PC. I received my Bachelor's degree from
19 the University of California, San Diego in 2010 and earned my Juris Doctor degree from the
20 University of California, Berkeley, School of Law in 2013. I was admitted to practice law in
21 California in 2015. I am admitted to practice before all courts of the State of California and all
22 federal district courts in the State of California. I have worked on many wage and hour class action
23 and PAGA representative matters, and my work has included, inter alia, researching and drafting
24 pleadings, administrative notice exhaustion, drafting, negotiating, and finalizing stipulations and
25 settlement agreements, engaging in motion practice, claims evaluation and analysis, and making
26 court appearances. Prior to working at Lawyers *for* Justice, PC, I spent several years working for a
27 boutique employment and labor law firm representing employers, and, in 2019 and 2020, I was
28 employed as general counsel for a DMHC licensed discount dental plan.

THE SETTLEMENT AND SUMMARY OF WORK PERFORMED

25. The effectiveness of Lawyers *for* Justice, PC (“Class Counsel”) in prosecuting this matter has translated into tangible monetary benefits in the following respects: (1) Class Members, Aggrieved Employees, and the State of California recover over a reasonably short period of time as opposed to waiting additional years for the same, or possibly worse, result; (2) a guaranteed result that compares favorably with other similar class action settlements of this type given the strengths and weaknesses of the cases; and (3) significant savings in Class Counsel’s fees and/or costs that would have only increased significantly had the cases progressed through certification, trial, and/or appeals.

26. Class Counsel has litigated the matter for over four years and was actively preparing the matter for class certification and trial. The Parties have engaged in extensive settlement negotiations and participated in a full-day mediation on July 10, 2023 conducted by the Honorable Jeffrey Winikow (Ret.), a well-respected mediator experienced in mediating complex labor and employment matters. Although the matter did not settle at mediation, the Parties agreed to re-engage the mediator to help facilitate resolution but the Parties were unable to reach an agreement. Ultimately, the Parties were able to reach the Settlement via direct negotiations. In the course of the lawsuits and in connection with the mediation and settlement negotiations, the Parties exchanged extensive information and engaged in discussions regarding their evaluations of the cases and various aspects of the cases, including but not limited to, the risks and delays of further litigation, the law relating to off-the-clock theory, meal and rest periods, PAGA representative claims, and state wage-and-hour law and enforcement, as well as the evidence produced and analyzed, and the possibility of appeals, among other things. During all settlement discussions, the Parties conducted their negotiations at arm’s length in an adversarial position. Arriving at a settlement that was acceptable to all Parties was not easy. Defendant and its counsel felt strongly about its ability to prevail on the merits, and Plaintiff and Class Counsel believed that they would be able to prevail at trial. After conducting investigations, formal and informal discovery, exchange of information, extensive settlement negotiations, and with the aid of the mediator’s evaluation, the Parties have agreed that the matter is well-suited for settlement given the legal

1 issues relating to Plaintiff's principal claims, as well as the costs and risks to both sides that would
2 attend further litigation. The Settlement is a fair, reasonable, and adequate resolution of the
3 Released Class Claims of Plaintiff and Participating Class Members, and of the Released PAGA
4 Claims of Plaintiff and the State of California, with respect to Aggrieved Employees, Released
5 Parties.

6 27. Prior to reaching the Settlement, Class Counsel investigated the veracity, strength,
7 and scope of the claims, and was preparing the actions for class certification and trial. Plaintiff
8 conducted significant investigation and formal and informal discovery regarding the facts of the
9 case, including and not limited to, the exchange, review, and analysis of a large volume of
10 documents and data obtained from Defendant, Plaintiff, and other sources. The volume of data
11 and documents that Class Counsel reviewed and analyzed included and was not limited to:
12 Plaintiff's and other Class Members' employment records, a detailed sampling of Class Members'
13 time and pay data, Defendant's Employee Handbook, company policy acknowledgements
14 (including but not limited to Employee Handbook Acknowledgment Form, Overtime
15 Acknowledgment for Support Staff, and Job Description Acknowledgement), earning statements,
16 internal memoranda, job descriptions, new hire packet/orientation checklist, Defendant's
17 operations and employment practices, forms (including but not limited to Long Term and Short
18 Term Disability Enrollment Forms, Beneficiary Designation Form, Waiver of Medical Coverage,
19 and 403(b) Retirement Plan) Agreement to Waive Second Meal Period), procedures, and policies
20 (including but not limited to Break and Lunch Period Policies, , Mobile Device Policy, Wi-Fi
21 Policy, Personal E-mail Account and Texting Policy, Drug and Substance Abuse Policy, Vacation
22 Time Policies, and Retaliation Policy), among other information and documents. Class Counsel
23 had the opportunity to interview Plaintiff and other Class Members to gather facts and to identify
24 potential witnesses. Counsel for the Parties met and conferred on numerous occasions, e.g., to
25 discuss issues relating to the pleadings, discovery, and the production of documents and data prior
26 to the mediation. Class Counsel drafted Plaintiff's pleadings and mediation brief and prepared for
27 and attended court proceedings, settlement negotiations, and the mediation, among other tasks.

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1 28. Counsel for the Parties have also invested time researching and investigating the
2 applicable law, which is constantly evolving as it relates to certification, representative PAGA
3 claims, off-the-clock theory, , regular rate, rounding, meal and rest periods, state wage-and-hour
4 law and enforcement, Plaintiff's claims and damages, and Defendant's defenses thereto, as well as
5 facts discovered. Based on Class Counsel's analysis, the result achieved in the lawsuits is fair,
6 adequate, and reasonable.

7 29. Class Counsel is aware of the defenses and position of Defendant, but believes that
8 Plaintiff could potentially obtain class certification despite many obstacles. Plaintiff and Class
9 Counsel have also taken into account the uncertainty and risk of the outcome of further litigation,
10 and the difficulties and delays inherent in such litigation. Plaintiff further recognizes the burdens
11 of proof necessary to establish liability for the claims asserted in the lawsuit, Defendant's defenses,
12 and the difficulties in establishing entitlement to monetary recovery. Plaintiff and Class Counsel
13 have also considered the Parties' settlement discussions, as well as the evaluations of the mediator,
14 who is experienced and well-regarded in complex labor and employment matters.

15 30. Defendant, on the other hand, denied and continues to deny any liability and
16 wrongdoing of any kind associated with the claims alleged in the lawsuits, and further denies that
17 the lawsuits are appropriate for class treatment or representative adjudication for any purpose other
18 than this Settlement. Defendant believes that it would ultimately succeed in the matter. Both sides
19 have also had the opportunity to interview witnesses and review documents and information
20 relating to Plaintiff's, Class Members', and Aggrieved Employees' employment with Defendant,
21 and Defendant's operations and employment policies, practices, and procedures. The Parties also
22 reviewed and analyzed a large volume of documents and data to determine the potential value and
23 strength of the claims. The available information enabled Class Counsel to assess and value the
24 class and PAGA claims and prepare violation, damages, and penalties analyses models.
25 Accordingly, counsel for the Parties have conducted adequate investigation and discovery to be
26 sufficiently informed of the nature and extent of the Class Members' claims, and to enable both
27 sides to fully evaluate the Settlement for its fairness, adequacy, and reasonableness. The
28 Settlement takes into account the strengths and weaknesses of each side's position and the

1 uncertainty of how the case might have concluded at trial and/or appeals.

2 **ESTIMATE OF THE VALUE OF THE CLAIMS**

3 31. Plaintiff's action alleged that Defendant has violated the California Labor Code and
4 Industrial Welfare Commission Wage Orders by engaging in a uniform policy and systematic
5 scheme of wage abuse against Plaintiffs and the Class Members, including *inter alia*, failing to
6 properly compensate overtime and minimum wages, failing to provide compliant meal and rest
7 periods and associated premium pay, failing to timely pay wages during employment, failing to
8 timely pay wages upon termination and associated waiting-time penalties, failing to provide
9 compliant wage statements, failing to maintain requisite payroll records, and failing to reimburse
10 necessary business expenses. Plaintiff further contends that Defendant's aforementioned conduct
11 constitutes unfair business practices (under the California Business and Professions Code ("UCL"))
12 and gives rise to civil penalties recoverable under PAGA.

13 32. Based on data and extrapolations provided by Defendant, the total number of Class
14 Members during the period from January 11, 2018 through January 23, 2025 ("relevant time
15 period") was estimated to be approximately 513 individuals who worked an estimated total of
16 81,125 workweeks with an average hourly rate of pay of \$24.65.

17 33. Plaintiff contended that Defendant required Class Members to perform work before
18 clocking-in and after clocking-out of their scheduled shifts and during meal and rest periods.
19 Plaintiff contended that Defendant implemented a policy and practice which only
20 permitted Class Members to record their scheduled hours instead of all actual time worked and
21 failed to compensate Class Members for time worked off-the-clock. Plaintiff contended that
22 Defendant discouraged the recordation of overtime hours and required Class Members to perform
23 work off-the-clock. Plaintiff contended that Defendant failed to include all commissions/non-
24 discretionary bonuses/non-discretionary performance pay in the calculation of the regular rate
25 when paying overtime wages. Plaintiff also contended that meal and rest periods were regularly
26 missed, later, shortened, and/or interrupted, that Class Members were required to remain available
27 by telephone during rest breaks, readily available to assist with work tasks, and that Defendant
28 failed to properly pay premiums for all non-compliant meal and rest periods. Additionally, Plaintiff

1 alleged that Defendant intentionally and willfully failed to pay Plaintiff and Class Members all
2 wages due to them while they were employed by Defendant, within the time period permissible
3 under California law, and that Defendant failed to pay all wages due upon termination, within the
4 time period permissible under California law, thereby triggering waiting-time penalties under
5 California Labor Code section 203. Plaintiff contended that, based on the violations described
6 herein, the wage statements provided by Defendant and the payroll records kept by Defendant
7 were inaccurate. Finally, Plaintiff contended that Defendant failed to reimburse Plaintiff and the
8 other Class Members for necessary business expenses, including, but not limited to, the costs
9 associated with the usage of personal cell phones for work duties, and costs associated with usage
10 of personal vehicles for work purposes, and other similar items to perform their work duties.

11 34. Class Counsel considered defense arguments, e.g., that multiple Labor Code
12 exemptions applied to key claims (e.g., claims for overtime, meal periods, rest periods, and failure
13 to timely pay of wages during employment) due to Defendant's collective bargaining agreements
14 ("CBAs"), and in turn, multiple claims were also limited or not viable due to their being derivative
15 of and/or predicated on those claims and/or due to CBA-related pre-emption (e.g., unpaid wages,
16 failure to timely pay wages upon termination, wage statements, and reimbursement of business
17 expenses), and that certain claims were otherwise not actionable or viable. Class Counsel also
18 considered the likelihood of Plaintiff's success in establishing that any of provisions of the
19 California Labor Code, on which the civil penalties under PAGA and the UCL claim are
20 predicated, were violated and that such violations were injurious and/or warranted imposition of
21 civil penalties. Class Counsel also considered that trial courts have wide discretion when assessing
22 penalties under PAGA, and that it could be determined that individual liability issues predominate
23 (e.g., due to purported variation in shifts, locations, job duties, and other circumstances which
24 could raise individualized questions of fact) and could pose challenges to certification,
25 manageability, and the merits of Plaintiff's claims.

26 35. Class Counsel considered information, data, and documents obtained from Plaintiff,
27 Defendant, and other sources, and created violation, damages, and penalties valuations and models
28 prior to reaching the Settlement. Based thereon, Plaintiff calculated the potential value of the

1 claims. However, the potential value of each claim assumed an exposure based on having
2 overcome significant legal risks impacting the viability of the claims (e.g., due to CBA-related
3 Labor Code exemptions, CBA-related pre-emption, derivative nature of claims, and challenges to
4 entitlement to relief through this civil action), the above-captioned action having been certified and
5 Plaintiff having proven all elements of the claims and entitlement to monetary recovery in the
6 above-captioned action (on a class-wide and a representative basis), despite risks associated with
7 obtaining and maintaining certification and demonstrating manageability, risks to establishing
8 liability and any underlying California Labor Code and IWC Wage Order violations and damages,
9 and significant additional costs that would have to be incurred in order to certify the above
10 captioned action and establish liability, damages, and penalties amounts in the cases. Plaintiff
11 faced the risk of the Court finding that individualized issues predominate, such that the cases are
12 not suitable for class treatment. While Class Counsel disagreed with Defendant's arguments and
13 factual contentions, Class Counsel recognized the circumstances and realities of the cases,
14 applicable case law and regulations, the extensive time and pay records produced by Defendant,
15 the costs and expenses of further litigation and certification, and risks to recovery, and applied
16 appropriate discounts for them. Class Counsel calculated the potential and realistic values of each
17 claim as follows:

- 18 a. Failure to Pay Overtime Wages: The potential value of this claim was estimated
19 to be \$6,000,005.00 (81,125 workweeks x 2 hours of unpaid overtime wages x
20 overtime hourly rate of \$36.98, which is based on the average hourly rate of
21 \$24.65). At this juncture, a discount of 70% was applied to account for the risks
22 associated with viability (bringing the value of this claim closer to \$
23 \$1,800,001.50), a discount of 50% was applied to account for the risks
24 associated with obtaining and maintaining class certification (bringing the value
25 of this claim closer to \$900,000.75), a discount of 60% was applied to account
26 for the risks associated with succeeding on the merits and establishing liability
27 (bringing the value of this claim closer to \$360,000.30), and a discount of 75%
28 was applied to account for the risks associated with proving the extent of

1 damages and obtaining an award thereof (bringing the value of this claim closer
2 to \$90,000.08).

3 b. Failure to Pay Minimum Wages: The potential value of this claim was estimated
4 to be \$1,999,731.25 (81,125workweeks x 1 hour of unpaid minimum wages x
5 average hourly rate of \$24.65). At this juncture, a discount of 60% was applied
6 to account for the risks associated with viability (bringing the value of this claim
7 closer to \$799,892.50), a discount of 60% was applied to account for the risks
8 associated with obtaining and maintaining class certification (bringing the value
9 of this claim closer to \$319,957.00), a discount of 70% was applied to account
10 for the risks associated with succeeding on the merits and establishing liability
11 (bringing the value of this claim closer to \$95,987.10), and a discount of 80%
12 was applied to account for the risks associated with proving the extent of
13 damages and obtaining an award thereof (bringing the value of this claim closer
14 to \$19,197.42).

15 c. Failure to Provide Compliant Meal Periods and Associated Premiums: The
16 potential value of this claim was estimated to be \$3,999,462.50
17 (81,125workweeks x 2 meal period premium x average hourly rate of \$24.65).
18 At this juncture, a discount of 70% was applied to account for the risks
19 associated with viability (bringing the value of this claim closer to
20 \$1,199,838.75), a discount of 50% was applied to account for the risks
21 associated with obtaining and maintaining class certification (bringing the value
22 of this claim closer to \$599,919.38), a discount of 60% was applied to account
23 for the risks associated with succeeding on the merits and establishing liability
24 (bringing the value of this claim closer to \$239,967.75), and a discount of 75%
25 was applied to account for the risks associated with proving the extent of
26 damages and obtaining an award thereof (bringing the value of this claim closer
27 to \$59,991.94).

28 d. Failure to Provide Compliant Rest Periods and Associated Premiums: The

1 potential value of this claim was estimated to be
2 \$1,999,731.25(81,125workweeks x 1 rest period premium x average hourly rate
3 of \$24.65). At this juncture, a discount of 70% was applied to account for the
4 risks associated with viability (bringing the value of this claim closer to
5 \$599,919.38), a discount of 60% was applied to account for the risks associated
6 with obtaining and maintaining class certification (bringing the value of this
7 claim closer to \$239,967.75), a discount of 70% was applied to account for the
8 risks associated with succeeding on the merits and establishing liability
9 (bringing the value of this claim closer to \$71,990.33), and a discount of 80%
10 was applied to account for the risks associated with proving the extent of
11 damages and obtaining an award thereof (bringing the value of this claim closer
12 to \$14,398.07).

13 e. Failure to Timely Pay Wages After Termination (and Waiting-Time Penalties):

14 Based on information and data provided by Defendant, it was estimated that
15 approximately two hundred eighty six (286) putative class members had been
16 terminated during the three-year statute of limitations. Assuming that these
17 individuals were not timely paid all wages due to them upon termination, the
18 potential value of waiting-time penalties was estimated to be
19 \$1,691,976.00collectively (286 individuals x [30 days x hourly rate of \$24.65 x
20 8 hours]), or approximately \$5,916.00 per individual. At this juncture, a
21 discount of 65% was applied to account for the risks associated with viability
22 (bringing the value of this claim closer to \$592,191.60), a discount of 60% was
23 applied to account for the risks associated with obtaining and maintaining class
24 certification (bringing the value of this claim closer to \$236,876.64), a discount
25 of 75% was applied to account for the risks associated with succeeding on the
26 merits and establishing liability (bringing the value of this claim closer to
27 \$59,219.16), and a discount of 80% was applied to account for the risks
28 associated with proving the extent of damages and obtaining an award thereof

(bringing the value of this claim closer to \$11,843.83).

- f. Failure to Timely Pay Wages During Employment (Bi-Weekly Pay): The value of this claim is considered as a part of the valuation of the PAGA claim contained infra.
- g. Failure to Provide Compliant Wage Statements: The potential value of this claim was calculated to be \$1,856,000.00(464 employees x \$4000.00 statutory maximum penalty). At this juncture, a discount of 65% was applied to account for the risks associated with viability (bringing the value of this claim closer to \$649,600.00), a discount of 60% was applied to account for the risks associated with obtaining and maintaining class certification (bringing the value of this claim closer to \$259,840.00), a discount of 75% was applied to account for the risks associated with succeeding on the merits and establishing liability (bringing the value of this claim closer to \$64,960.00), and a discount of 80% was applied to account for the risks associated with proving the extent of damages and obtaining an award thereof (bringing the value of this claim closer to \$12,992.00).
- h. Failure to Maintain Payroll Records: Arguably, civil penalties would only be recoverable by the Labor Commissioner, therefore, the value of this claim is considered as a part of the valuation of the PAGA claim contained infra.
- i. Failure to Reimburse Necessary Business Expenses: The potential value of this claim was estimated to be \$486,750.00 (81,125workweeks x \$6 unreimbursed business expenses). At this juncture, a discount of 70% was applied to account for the risks associated with viability (bringing the value of this claim closer to \$146,025.00), a discount of 60% was applied to account for the risks associated with obtaining and maintaining class certification (bringing the value of this claim closer to \$58,410.00), a discount of 75% was applied to account for the risks associated with succeeding on the merits and establishing liability (bringing the value of this claim closer to \$14,602.50), and a discount of 80%

1 was applied to account for the risks associated with proving the extent of
2 damages and obtaining an award thereof (bringing the value of this claim closer
3 to \$2,920.50).

4 j. PAGA Penalties: The amount of civil penalties at issue, which the Court could
5 determine whether or not to assess and whether or not to reduce based on the
6 facts and circumstances of the case (to avoid an award that is unjust, arbitrary
7 and oppressive, or confiscatory, pursuant to California Labor Code section
8 2699(e)(2)), were estimated to be approximately \$788,800.00 (464 aggrieved
9 employees estimated to have worked during one-year statutory period x \$1,700
10 civil penalties). At this juncture, a discount of 0% was applied to account for the
11 risks associated with viability (bringing the value of this claim closer to
12 \$788,800.00), a discount of 0% was applied to account for the risks associated
13 with possible bifurcation of discovery and/or trial (bringing the value of this
14 claim closer to \$788,800.00), a discount of 65% was applied to account for the
15 risks associated with succeeding on the merits and establishing liability
16 (bringing the value of this claim closer to \$276,080.00), and a discount of 75%
17 was applied to account for the risks associated with the Court's discretion to
18 reduce civil penalties and obtaining an award of civil penalties (bringing the
19 value of this claim closer to \$69,020.00).

20 36. The foregoing discussion confirms that the amount of the Settlement is adequate in
21 light of Plaintiff's allegations and causes of action, the evidence at issue with respect to those
22 allegations and causes of action, and legal and factual arguments and circumstances which pose
23 challenges to certification, manageability, merits, and monetary recovery. The conclusion to be
24 drawn from the foregoing analysis is that neither class certification, manageability, liability, nor
25 the ability to adjudicate and/or recover monetary relief on a class-wide or representative basis is
26 clear-cut, which is why the Parties elected to settle this matter. Class Counsel also recognized that
27 additional discounts could be made to the risk-adjusted value to account for the costs and expenses
28 associated with further litigation and the present value of obtaining a settlement now as opposed to

1 monetary recovery, if any, that may be obtained in the future after further litigation. Class Counsel
2 recognized the circumstances and realities of the case, applicable case law and regulations, and
3 risks to recovery and applied appropriate discounts.

4 37. Class Counsel submits that the Settlement is fair, reasonable, and adequate, and is
5 in the best interest of Plaintiff, the Class, and the State of California. Class Counsel further submits
6 that the Settlement is within an acceptable range of recovery for this type of litigation given the
7 strengths and weaknesses of the cases, the inherent costs and risks of further litigation, and the
8 costs and risks associated with class certification, representative adjudication, trial, and/or appeals.

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

11 Executed on this 23rd day of January 2026, at Glendale, California.

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13 _____
14 Brian J. St. John
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EXHIBIT 1

CLASS ACTION AND PAGA SETTLEMENT AGREEMENT AND CLASS NOTICE

This Class Action and PAGA Settlement Agreement (“Agreement”) is made by and between Plaintiff Catherine Stephanie Limon (formerly, Catherine Gutierrez) (“Plaintiff”) and Defendant Children’s Law Center of California (“Defendant”). The Agreement refers to Plaintiff and Defendant collectively as “Parties,” or individually as a “Party.”

1. DEFINITIONS.

- 1.1 “Actions” means (a) the Plaintiff’s class action lawsuit alleging wage and hour violations against Defendant, captioned *Gutierrez v. Children’s Law Center of California*, Case No. 22STCV01134, initiated on January 11, 2022 and pending in the Superior Court of the State of California, County of Los Angeles (the “Class Action”), and (b) Plaintiff’s related representative action under Private Attorneys General Act, California Labor Code § 2698, *et seq.* (“PAGA”) entitled *Gutierrez v. Children’s Law Center of California*, Case No. 22AHCV00017, initiated on January 11, 2022 and pending in the Superior Court of the State of California, County of Los Angeles (the “PAGA Action”).
- 1.2 “Administrator” means ILYM Group, Inc., the neutral entity the Parties have agreed to appoint to administer the Settlement.
- 1.3 “Administration Expenses Payment” means the amount the Administrator will be paid from the Gross Settlement Amount to reimburse its reasonable fees and expenses in accordance with the Administrator’s “not to exceed” bid submitted to the Court in connection with Preliminary Approval of the Settlement.
- 1.4 “Aggrieved Employee” means all hourly-paid or non-exempt employees who performed work in California for Defendant at any time from January 11, 2018 through the date the Court grants final approval of the settlement.
- 1.5 “Class” means all hourly paid or non-exempt employees who performed work in California for Defendant at any time from January 11, 2018 through the date the Court grants preliminary approval of the settlement.
- 1.6 “Class Counsel” means Arby Aiwezian, Joanna Ghosh, Brian J. St. John, and Erica Stepanian of Lawyers *for* Justice, PC, and all the lawyers of this firm acting on behalf of Plaintiff and the Class.
- 1.7 “Class Counsel Fees Payment” and “Class Counsel Litigation Expenses Payment” mean the amounts allocated to Class Counsel for reimbursement of reasonable attorneys’ fees and expenses, respectively, incurred to prosecute the Actions.
- 1.8 “Class Data” means Class Member identifying information in Defendant’s possession including the Class Member’s name, last-known mailing address, Social

Security number, and number of Workweeks and PAGA Pay Periods worked by each Class Member and Aggrieved Employee, during the Class Period and PAGA Period respectively.

- 1.9 “Class Member” means a member of the Class.
- 1.10 “Class Member Address Search” means the Administrator’s investigation and search for current Class Member mailing addresses using all reasonably available sources, methods and means including, but not limited to, the National Change of Address database, skip traces, and direct contact by the Administrator with Class Members.
- 1.11 “Class Notice” means the Court approved Notice Of Class Action Settlement and Hearing Date For Final Court Approval, to be mailed to Class Members in English with a Spanish translation, attached as Exhibit A and incorporated by reference into this Agreement.
- 1.12 “Class Period” means the period from January 11, 2018 through the date the Court grants preliminary approval of the settlement.
- 1.13 “Class Representative” means Catherine Stephanie Limon (formerly, Catherine Gutierrez), who is seeking Court approval to serve as Class Representative.
- 1.14 “Class Representative Service Payment” mean the payment to the Class Representative for initiating the Actions, providing services in support of the Actions, and entering into a general release of all claims.
- 1.15 “Class Settlement” means the settlement and resolution of all Released Class Claims.
- 1.16 “Court” means the Superior Court of California, County of Los Angeles.
- 1.17 “Defendant” means Defendant Children’s Law Center of California.
- 1.18 “Defense Counsel” means Andrew J. Sokolowski and Kerri R. Lutfey of O’Hagan Meyer LLP.
- 1.19 “Effective Date” means the date by when both of the following have occurred: (a) the Court enters a Judgment on its Order Granting Final Approval of the Settlement; and (b) the Judgment is final. The Judgment is final as of the latest of the following occurrences: (a) if no Participating Class Member objects to the Settlement, the day the Court enters Judgment; (b) if one or more Participating Class Members objects to the Settlement, the day after the deadline for filing a notice of appeal from the Judgment; or (c) if a timely appeal from the Judgment is filed, the day after the appellate court affirms the Judgment and issues a remittitur.
- 1.20 “Final Approval” means the Court’s order granting final approval of the Settlement.

- 1.21 “Final Approval Hearing” means the Court’s hearing on the Motion for Final Approval of the Settlement.
- 1.22 “Gross Settlement Amount” means \$600,000.00 which is the total amount Defendant agrees to pay under the Settlement. The Gross Settlement Amount will be used to pay Individual Class Payments, Individual PAGA Payments, the LWDA PAGA Payment, Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment, Class Representative Service Payment and the Administration Expenses Payment.
- 1.23 “Individual Class Payment” means the Participating Class Member’s pro rata share of the Net Settlement Amount calculated according to the number of Workweeks worked during the Class Period.
- 1.24 “Individual PAGA Payment” means the Aggrieved Employee’s *pro rata* share of 25% of the PAGA Penalties (i.e., the PAGA Employee Amount) calculated according to the number of PAGA Pay Periods worked during the PAGA Period.
- 1.25 “Judgment” means the judgment entered by the Court based upon the Final Approval.
- 1.26 “LWDA” means the California Labor and Workforce Development Agency.
- 1.27 “LWDA PAGA Payment” means the 75% share of the PAGA Penalties which is to be paid to the LWDA under Labor Code section 2699, subd. (i).
- 1.28 “Net Settlement Amount” means the Gross Settlement Amount, less the following payments in the amounts approved by the Court: PAGA Penalties, Class Representative Service Payment, Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment, and the Administration Expenses Payment. This remaining Net Settlement Amount is to be paid to Participating Class Members as Individual Class Payments.
- 1.29 “Notice of Objection” means a Participating Class Member’s written objection to the Class Settlement.
- 1.30 “PAGA Employee Amount” means the 25% share of the PAGA Penalties to be distributed to Aggrieved Employees on a *pro rata* basis based on the number of Workweeks worked during the PAGA Period.
- 1.31 “PAGA Pay Period” means any Pay Period during which an Aggrieved Employee worked for Defendant for at least one day during the PAGA Period.
- 1.32 “PAGA Period” means the period from January 11, 2021 through the date the Court grants preliminary approval of the settlement.
- 1.33 “PAGA” means the Private Attorneys General Act (Labor Code §§ 2698, *et seq.*).

- 1.34 “PAGA Notice” means Plaintiff Catherine Stephanie Limon’s (formerly, Catherine Gutierrez) November 5, 2021 letter to Defendant and the LWDA providing notice pursuant to Labor Code section 2699.3, subd.(a), attached as Exhibit B and incorporated by reference into this Agreement.
- 1.35 “PAGA Penalties” means the total amount of PAGA civil penalties to be paid from the Gross Settlement Amount, allocated 25% to the Aggrieved Employees and 75% to the LWDA in settlement of PAGA claims.
- 1.36 “PAGA Settlement” means the settlement and resolution of Released PAGA Claims.
- 1.37 “Participating Class Member” means a Class Member who does not submit a valid and timely Request for Exclusion from the Settlement.
- 1.38 “Plaintiff” means Plaintiff Catherine Stephanie Limon (formerly, Catherine Gutierrez).
- 1.39 “Preliminary Approval” means the Court’s Order Granting Preliminary Approval of the Settlement.
- 1.40 “Preliminary Approval Order” means the proposed Order Granting Preliminary Approval and Approval of PAGA Settlement.
- 1.41 “Released Class Claims” means the claims being released as described in Paragraph 5.2 below.
- 1.42 “Released PAGA Claims” means the claims being released as described in Paragraph 5.3 below.
- 1.43 “Released Parties” means: Defendant and each of its past, present, and future agents, executive- and/or managerial-level employees, servants, officers, directors, managing agents, members, owners (whether direct or indirect), partners, trustees, representatives, shareholders, stockholders, attorneys, parents, subsidiaries, equity sponsors, related companies/corporations and/or partnerships, divisions, assigns, predecessors, successors, insurers, consultants, joint venturers, joint employers, potential and alleged joint employers, dual employers, potential and alleged dual employers, co-employers, potential and alleged co-employers, staffing agencies and companies, temporary staffing firms (whether direct or indirect), temporary staffing agencies (whether direct or indirect), common law employers, potential and alleged common law employers, contractors, lenders, affiliates, service providers, alter-egos, alleged alter-egos, vendors, affiliated organizations, any person and/or entity with potential or alleged to have joint liability, and all of their respective past, present and future executive level employees, directors, officers, members, owners, agents, representatives, payroll agencies, attorneys, stockholders, fiduciaries, parents, subsidiaries, other service providers, and assigns.

- 1.44 “Request for Exclusion” means a Class Member’s submission of a written request to be excluded from the Class Settlement signed by the Class Member.
- 1.45 “Response Deadline” means 60 days after the Administrator mails the Class Notice to Class Members, and shall be the last date on which Class Members may: (a) fax, email, or mail Requests for Exclusion from the Settlement, or (b) fax, email, or mail his or her Objection to the Settlement. A Class Member to whom the Class Notice is re-sent after having been returned undeliverable to the Administrator shall have an additional fourteen (14) calendar days added to that Class Member’s Response Deadline.
- 1.46 “Settlement” means the disposition of the Actions effected by this Agreement and the Judgment.
- 1.47 “Workweek” means any week during which a Class Member worked for Defendant for at least one day during the Class Period.

2. RECITALS.

- 2.1 On November 5, 2021, Pursuant to Labor Code section 2699.3, Plaintiff provided written notice to Defendant by Certified Mail and to the LWDA by online submission of the specific provisions of the California Labor Code that Defendant allegedly violated by sending the PAGA Notice in compliance with all statutory requirements. In order to facilitate the global settlement of the Actions and the claims alleged in the PAGA Notice, the Parties have agreed that Plaintiff shall file a First Amended Class Action Complaint for Damages and Enforcement Under the Private Attorneys General Act, § 2698 et seq. (“First Amended Complaint” or “Operative Complaint”). The First Amended Complaint shall assert a PAGA claim coextensive with the claims and allegations in the Original Complaint, including allegations regarding (1) failure to pay overtime; (2) failure to pay meal period premiums; (3) failure to provide rest periods; (4) failure to pay minimum wages; (5) failure to pay all wages due upon termination; (6) failure to timely pay wages during employment; (7) failure to furnish accurate itemized wage statements; (8) failure to maintain required payroll records; (9) failure to reimburse employees for necessary business expenses incurred in the discharge of their duties; and (10) unfair business practices. Defendant shall waive any statute of limitations defense to the PAGA claim for settlement purposes only. A stipulation and proposed order reflecting the Parties’ agreement regarding the filing of the First Amended Complaint shall be filed with the Court on or before the date Plaintiff files her Motion for Preliminary Approval. The Parties’ consent to this Agreement is expressly conditioned upon the Court approving the filing of the First Amended Complaint. Defendant shall not be required to file any response to the First Amended Complaint. Defendant’s current operative answer shall be deemed the answer to the First Amended Complaint. If the Court declines to grant Preliminary Approval or Final Approval of the Settlement, the Parties agree, as a material term of this Agreement, that Plaintiff shall file a Second Amended Complaint that will

be the same as the First Amended Complaint, which will effect a dismissal of the PAGA claim, and the Actions will resume as if this Agreement had not been entered into, unless the Parties jointly seek reconsideration of the Court's ruling declining Preliminary Approval of Final Approval or seek Court approval of a renegotiated settlement.

- 2.2 On January 11, 2022, Plaintiff Catherine Stephanie Limon (formerly, Catherine Gutierrez) commenced the Class Action by filing a Class Action Complaint for Damages ("Original Complaint") alleging causes of action against Children's Law Center of California for (1) failure to pay overtime; (2) failure to pay meal period premiums; (3) failure to provide rest periods; (4) failure to pay minimum wages; (5) failure to pay all wages due upon termination; (6) failure to timely pay wages during employment; (7) failure to furnish accurate itemized wage statements; (8) failure to maintain required payroll records; (9) failure to reimburse employees for necessary business expenses incurred in the discharge of their duties; and (10) unfair business practices.
- 2.3 On January 11, 2022, Plaintiff Catherine Stephanie Limon (formerly, Catherine Gutierrez) filed a separate Complaint for Enforcement Under the Private Attorneys General Act, California Labor Code § 2698, *et seq.* ("PAGA"), with the above-entitled Court. On March 22, 2022, the cases were deemed related, with the PAGA matter as lead.
- 2.4 Defendant denies all allegations in the Actions, denies any failure to comply with the statutes, regulations, and other laws cited by Plaintiff in the Actions, and denies any and all liability for any cause of action alleged in the Actions.
- 2.5 On July 10, 2023, the Parties participated in an all-day mediation presided over by a well-regarded mediator, the Honorable Jeffrey Winikow (Ret.). The matter did not settle at mediation. The Parties agreed to re-engage the mediator, the Honorable Jeffrey Winikow (Ret.), to help facilitate resolution, but the Parties were unable to reach an agreement. In June and July 2025, the Parties resumed settlement discussions. These efforts ultimately led to this Agreement to settle the action. The negotiations leading up to this Settlement were lengthy, hard-fought, and at arm's length.
- 2.6 Prior to mediation, Plaintiff obtained thousands of pages of Defendant's non-exempt employees' time and pay records, all relevant wage-hour policies and procedures, and other relevant materials. The Parties litigated this matter for more than three years, and this Plaintiff's investigation is sufficient to satisfy the criteria for court approval set forth in *Dunk v. Foot Locker Retail, Inc.* (1996) 48 Cal.App.4th 1794, 1801 and *Kullar v. Foot Locker Retail, Inc.* (2008) 168 Cal.App.4th 116, 129-130 ("*Dunk/Kullar*").
- 2.7 The Court has not granted class certification, as the parties agreed to mediate prior to the filing of any motion to determine whether a class should be certified.

- 2.8 The Parties, Class Counsel, and Defense Counsel represent that they are not aware of any other pending matter or action asserting claims that will be extinguished or affected by the Settlement.
- 2.9 For the purposes of this settlement only, the Parties stipulate to the certification of the Class.

3. MONETARY TERMS.

- 3.1. Gross Settlement Amount. Except as otherwise provided by Paragraph 8 below, Defendant promises to pay \$600,000.00 and no more as the Gross Settlement Amount, and to separately pay any and all employer payroll taxes owed on the Wage Portions of the Individual Class Payments (“Employer Taxes”). Defendant has no obligation to pay the Gross Settlement Amount (or any Employer Taxes) prior to the deadline stated in Paragraph 4.3 of this Agreement. The Administrator will disburse the entire Gross Settlement Amount without asking or requiring Participating Class Members or Aggrieved Employees to submit any claim as a condition of payment. None of the Gross Settlement Amount will revert to Defendant.
- 3.2. Payments from the Gross Settlement Amount. The Administrator will make and deduct the following payments from the Gross Settlement Amount, in the amounts specified by the Court in the Final Approval:
- 3.2.1. To Plaintiff: A Class Representative Service Payment to the Class Representative of not more than \$7,500 (in addition to any Individual Class Payment and any Individual PAGA Payment the Class Representative is entitled to receive as a Participating Class Member and Aggrieved Employee). Defendant will not oppose Plaintiff’s request for a Class Representative Service Payment that does not exceed this amount. If the Court approves a Class Representative Service Payment less than the amount requested, the Administrator will retain the remainder in the Net Settlement Amount for distribution to Participating Class Members. A reduction by the Court of the Class Representative Service Payment shall not be grounds to nullify this Agreement. The Administrator will pay the Class Representative Service Payment using IRS Form 1099. Plaintiff assumes full responsibility and liability for taxes owed on the Class Representative Service Payment. The Class Representative Service Payment will be in addition to Plaintiff’s Individual Settlement Payment and Individual PAGA Payment, if any, paid pursuant to the Settlement and is conditioned on Plaintiff’s agreement to a general release of all claims.
- 3.2.2. To Class Counsel: A Class Counsel Fees Payment of not more than one-third of the Gross Settlement Amount, which is currently estimated to be \$200,000.00 and a Class Counsel Litigation Expenses Payment of not more than \$24,000.00. Defendant will not oppose requests for these payments provided that they do not exceed these amounts. If the Court approves a

Class Counsel Fees Payment and/or a Class Counsel Litigation Expenses Payment less than the amounts requested, the Administrator will allocate the remainder to the Net Settlement Amount for distribution to Participating Class Members. Released Parties shall have no liability to Class Counsel, any other Plaintiff's Counsel, Class Members, or Aggrieved Employees arising from any claim to any portion of any Class Counsel Fee Payment and/or Class Counsel Litigation Expenses Payment. A reduction by the Court of either the Class Counsel Fees Payment(s) and/or Class Counsel Litigation Expenses Payment(s) shall not be grounds to nullify this Agreement. With respect to the Class Counsel Fees Payment and/or a Class Counsel Litigation Expenses Payment to Class Counsel, the Settlement Administrator may purchase an annuity to utilize United States Treasuries and bonds or utilize other attorney fee deferral vehicles, for Class Counsel, and any additional expenses for doing so shall be paid separately by Class Counsel and shall not be included within the Settlement Administration Costs. The Administrator will pay the Class Counsel Fees Payment and Class Counsel Litigation Expenses Payment using one or more IRS 1099 Forms. Class Counsel assumes full responsibility and liability for taxes owed on the Class Counsel Fees Payment and the Class Counsel Litigation Expenses Payment and holds Released Parties harmless, and indemnifies Released Parties from any dispute or controversy regarding any division or sharing of any of these Payments.

- 3.2.3. To the Administrator: An Administration Expenses Payment not to exceed \$11,000.00 except for a showing of good cause and as approved by the Court. To the extent the Administration Expenses are less or the Court approves payment less than \$11,000.00, the Administrator will retain the remainder in the Net Settlement Amount for distribution to Participating Class Members.
- 3.2.4. To Each Participating Class Member: An Individual Class Payment calculated by (a) dividing the Net Settlement Amount by the total number of Workweeks worked by all Participating Class Members during the Class Period and (b) multiplying the result by each Participating Class Member's Workweeks.
 - 3.2.4.1. Tax Allocation of Individual Class Payments. Twenty percent (20%) of each Participating Class Member's Individual Class Payment will be allocated to settlement of wage claims (the "Wage Portion"). The Wage Portions are subject to tax withholding and will be reported on an IRS W-2 Form. Eighty percent (80%) of each Participating Class Member's Individual Class Payment will be allocated to settlement of claims for interest and penalties (the "Non-Wage Portion"). The Non-Wage Portions are not subject to wage withholdings and will be

reported on IRS 1099 Forms. Participating Class Members assume full responsibility and liability for any employee taxes owed on their Individual Class Payment.

3.2.4.2. Effect of Non-Participating Class Members on Calculation of Individual Class Payments. Class Members who submit a valid and timely Request for Exclusion will not receive any Individual Class Payments. Aggrieved Employees shall still receive an Individual PAGA Payment irrespective of whether they submit a Request for Exclusion.

3.2.5. To the LWDA and Aggrieved Employees: PAGA Penalties in the amount of \$100,000.00 to be paid from the Gross Settlement Amount, with 75% (\$75,000.00) allocated to the LWDA PAGA Payment and 25% (\$25,000.00) allocated to the PAGA Employee Amount as a satisfaction and release of the Released PAGA claims.

3.2.5.1. The Administrator will calculate each Individual PAGA Payment by (a) dividing the amount of the PAGA Employee Amount (\$25,000.00) by the total number of PAGA Pay Periods worked by all Aggrieved Employees during the PAGA Period and (b) multiplying the result by each Aggrieved Employee's PAGA Pay Periods. Aggrieved Employees assume full responsibility and liability for any taxes owed on their Individual PAGA Payment.

3.2.5.2. If the Court approves PAGA Penalties of less than the amount requested, the Administrator will allocate the remainder to the Net Settlement Amount for distribution to Participating Class Members. The Administrator will report the Individual PAGA Payments on IRS 1099 Forms.

4. SETTLEMENT FUNDING AND PAYMENTS.

4.1. Workweeks and PAGA Pay Periods. Based on a review of its records, from January 11, 2018 through April 3, 2024, Defendant estimates Class Members collectively worked approximately 74,500 Workweeks. If the number of Workweeks exceeds 74,500, the Gross Settlement Amount shall be increased on a proportional basis by the same number of percentage points above 10% (e.g., if the number of Workweeks during the Release Period exceeds 74,500 by 11% to 82,695, the Gross Settlement Amount will increase by 1%) or, alternatively, Defendant may, in its sole discretion choose to cut the Class Period and PAGA Period off on the last day the total number of Workweeks does not exceed 81,950 in order to limit or eliminate any increase in the Gross Settlement Amount.

4.2. Class Data. Not later than fourteen (14) days after the Court grants Preliminary

Approval of the Settlement, Defendant will deliver the Class Data to the Administrator, in the form of a Microsoft Excel spreadsheet. To protect Class Members' privacy rights, the Administrator must maintain the Class Data in confidence, use the Class Data only for purposes of this Settlement and for no other purpose, and restrict access to the Class Data to Administrator employees who need access to the Class Data to effect and perform under this Agreement. Defendant has a continuing duty to immediately notify Class Counsel if they discover that the Class Data omitted Class Member identifying information and to provide corrected or updated Class Data as soon as reasonably feasible. Without any extension of the deadline by which Defendant must send the Class Data to the Administrator, the Parties and their counsel will expeditiously use best efforts, in good faith, to reconstruct or otherwise resolve any issues related to missing or omitted Class Data.

4.3. Funding of Gross Settlement Amount. Defendant shall fully fund the Gross Settlement Amount, and the Employer Taxes, by transmitting the funds to the Administrator no later than thirty (30) days after the Effective Date.

4.4. Payments from the Gross Settlement Amount. Within fourteen (14) days after Defendant funds the Gross Settlement Amount, the Administrator will mail checks for all Individual Class Payments, all Individual PAGA Payments, the LWDA PAGA Payment, the Administration Expenses Payment, the Class Counsel Fees Payment, the Class Counsel Litigation Expenses Payment, and the Class Representative Service Payment. Disbursement of the Class Counsel Fees Payment, the Class Counsel Litigation Expenses Payment and the Class Representative Service Payment shall not precede disbursement of Individual Class Payments and Individual PAGA Payments.

4.4.1. The Administrator will issue checks for the Individual Class Payments and/or Individual PAGA Payments and send them to the Participating Class Members and/or Aggrieved Employees via First Class U.S. Mail, postage prepaid. The face of each check shall prominently state the date (not less than 180 days after the date of mailing) when the check will be voided. The Administrator will cancel all checks not cashed by the void date. The Administrator will send checks for Individual Class Payments to all Participating Class Members (including those for whom Class Notice was returned undelivered). The Administrator will send checks for Individual PAGA Payments to all Aggrieved Employees (including those for whom Class Notice was returned undelivered). The Administrator may send Participating Class Members a single check combining the Individual Class Payment and the Individual PAGA Payment, with employee taxes withheld and paid from the Gross Settlement Amount. Before mailing any checks, the Settlement Administrator must update the recipients' mailing addresses using the National Change of Address Database.

4.4.2. The Administrator must conduct a Class Member Address Search for all Participating Class Members and/or Aggrieved Employees whose checks are returned undelivered without USPS forwarding address. Within 7 days

of receiving a returned check the Administrator must re-mail checks to the USPS forwarding address provided or to an address ascertained through the Class Member Address Search. The Administrator need not take further steps to deliver checks to Participating Class Members and/or Aggrieved Employees whose re-mailed checks are returned as undelivered. The Administrator shall promptly send a replacement check to any Participating Class Member and/or Aggrieved Employee whose original check was lost or misplaced, requested by the Participating Class Member and/or Aggrieved Employee prior to the void date.

4.4.3. For any Participating Class Member and/or Aggrieved Employee whose Individual Class Payment check or Individual PAGA Payment check is uncashed and cancelled after the void date, the Administrator shall transmit the funds represented by such checks to the California Controller's Unclaimed Property Fund in the name of the Participating Class Member thereby leaving no "unpaid residue" subject to the requirements of California Code of Civil Procedure Section 384, subd. (b).

4.4.4. The payment of Individual Class Payments and Individual PAGA Payments shall not obligate Defendant to confer any additional benefits or make any additional payments to Participating Class Members and/or Aggrieved Employees (such as 401(k) contributions or bonuses) beyond those specified in this Agreement.

5. RELEASES OF CLAIMS. Effective on the date when Defendant fully funds the entire Gross Settlement Amount the Plaintiff, Participating Class Members, and Aggrieved Employees will release claims against all Released Parties as follows:

5.1. Plaintiff's Release and Waiver of Rights Under California Civil Code Section 1542. Upon the Effective Date and as a condition of receiving any portion of the Class Representative Service Payment, Plaintiff will agree to the additional following General Release: In consideration of Defendant's promises and agreements as set forth herein, Plaintiff hereby releases all claims related to her employment or alleged employment with the Released Parties including all claims alleged in the Actions, and all claims known and unknown, without exception, except as may be prohibited by law. Specifically, Plaintiff waives all rights and benefits afforded by California Civil Code Section 1542, which provides:

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

This release specifically excludes claims for unemployment insurance, disability, social security, and workers' compensation (with the exception of claims arising

pursuant to California Labor Code Sections 132(a) and 4553). This release excludes the release of claims not permitted by law. Plaintiff's Release does not extend to any claims or actions to enforce this Agreement, or to any claims for vested benefits, unemployment benefits, disability benefits, social security benefits, or workers' compensation benefits that arose at any time. Plaintiff acknowledges that Plaintiff may discover facts or law different from, or in addition to, the facts or law that Plaintiff now knows or believes to be true but agrees, nonetheless, that Plaintiff's Release shall be and remain effective in all respects, notwithstanding such different or additional facts or Plaintiff's discovery of them.

- 5.2. Release by Participating Class Members: Effective on the date when Defendant fully funds the entire Gross Settlement Amount and all Employer Taxes, all Participating Class Members, on behalf of themselves and their respective former and present representatives, spouses, agents, attorneys, heirs, administrators, successors, and assigns, are deemed to release the Released Parties from all claims under state, federal, or local law, pleaded in the Operative Complaint in the Class Action or that could have been asserted based on the facts pleaded in the Operative Complaint in the Class Action, such as those under the California Labor Code, Industrial Welfare Commission Wage Orders, regulations, and/or other provisions of law, including and not limited to, for: failure to pay overtime wages under California Labor Code sections 510, 1198; failure to provide meal periods and/or pay meal period premiums under California Labor Code sections 226.7, 512; failure to provide rest periods and/or pay rest period premiums under California Labor Code section 226.7; failure to pay minimum wages under California Labor Code sections 1194, et seq.; failure to pay reporting time wages under California Labor Code section 1198 and applicable Industrial Welfare Commission Wage Orders; failure to provide a day of rest under California Labor Code section 551 and 552; failure to timely pay wages upon termination under California Labor Code section 203; failure to timely pay wages during employment under California Labor Code sections 204, 210; failure to provide accurate, itemized wage statements under California Labor Code section 226; failure to keep requisite payroll records under California Labor Code section 1174, subdivision ((1); failure to reimburse business expenses under California Labor Code sections 2800, 2802; violation of California's unfair competition law under California Business and Professions Code sections 17200, et seq. arising during the Class Period ("Released Class Claims"). As part of the release of the Released Class Claims, Participating Class Members do not release any other claims, including claims for vested benefits, wrongful termination, violation of the Fair Employment and Housing Act, unemployment insurance, disability, social security, or workers' compensation or claims based on facts occurring outside the Class Period.
- 5.3. Release by Aggrieved Employees: Effective on the date when Defendant fully funds the entire Gross Settlement Amount and all Employer Taxes, the State of California with respect to the Aggrieved Employees and all Aggrieved Employees, on behalf of themselves and their respective former and present representatives, agents, attorneys, heirs, administrators, successors, and assigns, are deemed to release the Released Parties from all claims for civil penalties,

arising during the PAGA Period, that were alleged, or reasonably could have been alleged, based on the facts stated in the PAGA Notices, to the extent alleged in the Operative Complaints, including but not limited to: failure to pay minimum wages; failure to pay overtime wages; failure to provide compliant rest periods and associated premium pay; failure to provide meal periods and associated premium pay; failure to pay bonuses or other remuneration; failure to timely pay wages during employment; failure to pay timely wages upon termination; failure to reimburse necessary business-related expenses; failure to maintain requisite payroll records; and failure to provide compliant wage statements (“Released PAGA Claims”). The Released PAGA Claims include, without limitation, claims for violation of the Wage Orders of the California Industrial Welfare Commission and the following California Labor Code sections: 201, 202, 203, 204, 206, 210, 215, 216, 218, 218.5, 218.6, 226, 226.3, 226.6, 226.7, 510, 512, 558, 1174, 1174.5, 1182.12, 1194, 1194.2, 1194.3, 1197, 1197.1, 1198, 2698 et seq., 2800, and 2802). Aggrieved Employees’ Released PAGA Claims are limited to the PAGA Period.

6. MOTION FOR PRELIMINARY APPROVAL. Class Counsel agrees to prepare and file a motion for preliminary approval (“Motion for Preliminary Approval”) that complies with the Court’s current checklist for Preliminary Approvals, and to provide Defense Counsel with a copy of the same prior to filing.

6.1. Responsibilities of Counsel. Class Counsel and Defense Counsel are jointly responsible for executing declarations disclosing all facts relevant to any actual or potential conflicts of interest with the Administrator and confirming that they are not aware of any other pending matter or action asserting claims that will be extinguished or adversely affected by the Settlement; obtaining a prompt hearing date for the Motion for Preliminary Approval; and for appearing in Court to advocate in favor of the Motion for Preliminary Approval. Class Counsel is responsible for delivering the Court’s Preliminary Approval Order to the Administrator.

6.2. Duty to Cooperate. If the Parties disagree on any aspect of the proposed Motion for Preliminary Approval and/or the supporting declarations and documents, Class Counsel and Defense Counsel will expeditiously work together on behalf of the Parties by meeting in person or by telephone, and in good faith, to resolve the disagreement. If the Court does not grant Preliminary Approval or conditions Preliminary Approval on any material change to this Agreement, Class Counsel and Defense Counsel will expeditiously work together on behalf of the Parties by meeting in person or by telephone, and in good faith, to modify the Agreement and otherwise satisfy the Court’s concerns.

7. SETTLEMENT ADMINISTRATION.

7.1. Selection of Administrator. The Parties have jointly selected ILYM Group, Inc. to serve as the Administrator and verified that, as a condition of appointment, ILYM Group, Inc. agrees to be bound by this Agreement and to perform, as a fiduciary, all duties specified in this Agreement in exchange for payment of Administration Expenses. The Parties and their Counsel represent that they have no

interest or relationship, financial or otherwise, with the Administrator other than a professional relationship arising out of prior experiences administering settlements.

7.2. Qualified Settlement Fund. The Administrator shall establish a settlement fund that meets the requirements of a Qualified Settlement Fund (“QSF”) under US Treasury Regulation section 468B-1.

7.3. Notice to Class Members.

7.3.1. No later than three (3) business days after receipt of the Class Data, the Administrator shall notify Class Counsel that the list has been received and state the number of Class Members, Aggrieved Employees, Workweeks, and PAGA Pay Periods in the Class Data.

7.3.2. Using best efforts to perform as soon as possible, and in no event later than 14 days after receiving the Class Data, the Administrator will send to all Class Members identified in the Class Data, via first-class United States Postal Service (“USPS”) mail, the Class Notice with Spanish translation, substantially in the form attached to this Agreement as Exhibit A. The first page of the Class Notice shall prominently estimate the dollar amounts of any Individual Class Payment and/or Individual PAGA Payment payable to the Class Member, and the number of Workweeks and PAGA Pay Periods (if applicable) used to calculate these amounts. Before mailing Class Notices, the Administrator shall update Class Member addresses using the National Change of Address database.

7.3.3. Not later than three (3) business days after the Administrator’s receipt of any Class Notice returned by the USPS as undelivered, the Administrator shall re-mail the Class Notice using any forwarding address provided by the USPS. If the USPS does not provide a forwarding address, the Administrator shall conduct a Class Member Address Search, and re-mail the Class Notice to the most current address obtained. The Administrator has no obligation to make further attempts to locate or send Class Notice to Class Members whose Class Notice is returned by the USPS a second time.

7.3.4. The deadlines for Class Members’ Notices of Objection, Workweeks/Pay Periods disputes, and Requests for Exclusion will be extended an additional fourteen (14) days beyond the sixty (60) days otherwise provided in the Class Notice for all Class Members whose notice is re-mailed. The Administrator will inform the Class Member of the extended deadline with the re-mailed Class Notice.

7.3.5. If the Administrator, Defendant, or Class Counsel is contacted by or otherwise discovers any persons who believe they should have been included in the Class Data and should have received Class Notice, the Parties will expeditiously meet and confer in person or by telephone, and in good faith, in an effort to agree on whether to include them as Class

Members. If the Parties agree, such persons will be Class Members entitled to the same rights as other Class Members, and the Administrator will send, via email or overnight delivery, a Class Notice requiring them to exercise options under this Agreement not later than fourteen (14) days after receipt of Class Notice, or the deadline dates in the Class Notice, whichever are later.

7.4. Requests for Exclusion (Opt-Outs).

- 7.4.1. Class Members who wish to exclude themselves from (opt-out of) the Class Settlement must send the Administrator, by mail, a signed written Request for Exclusion not later than sixty (60) days after the Administrator mails the Class Notice (plus an additional (14) days for Class Members whose Class Notice is re-mailed). A Request for Exclusion is a letter from a Class Member or his/her representative that reasonably communicates the Class Member's election to be excluded from the Settlement and includes: (1) the case name and number of the Actions; (2) the Class Member's full name, address, email address, telephone number, and last four digits of his or her Social Security Number; (3) the signature of the Class Member; (4) a clear statement that the Class Member requests to be excluded from the Settlement; and (5) is sent to the Administrator no later than the Response Deadline. Requests for Exclusion submitted to the Administrator by mail must be postmarked no later than the Response deadline.
- 7.4.2. The Administrator may not reject a Request for Exclusion as invalid because it fails to contain all the information specified in the Class Notice. The Administrator shall accept any Request for Exclusion as valid if the Administrator can reasonably ascertain the identity of the person as a Class Member and the Class Member's desire to be excluded. The Administrator's determination shall be final and not appealable or otherwise susceptible to challenge. If the Administrator has reason to question the authenticity of a Request for Exclusion, the Administrator may demand additional proof of the Class Member's identity. The Administrator's determination of authenticity shall be final and not appealable or otherwise susceptible to challenge.
- 7.4.3. Every Class Member who does not submit a timely and valid Request for Exclusion is deemed to be a Participating Class Member under this Agreement, entitled to all benefits and bound by all terms and conditions of the Settlement, including the release of Released Class Claims, regardless of whether the Participating Class Member actually receives the Class Notice or objects to the Settlement.
- 7.4.4. Every Class Member who submits a valid and timely Request for Exclusion shall not receive an Individual Class Payment or have the right to object to the class action components of the Settlement. Because PAGA claims are subject to claim preclusion upon entry of the Judgment, Aggrieved Employees will release the Released PAGA Claims and receive an

Individual PAGA Payment regardless of whether they submit a Request for Exclusion.

7.5. Workweeks/Pay Period Disputes. Class Members who wish to dispute the number of Workweeks during the Class Period and/or PAGA Pay Periods (if any) during the PAGA Period allocated to the Class Member in the Class Notice must send the Administrator, by mail, a written Workweeks/Pay Periods Dispute, including: (1) the case name and number of the Actions; (2) the Class Member's full name, address, telephone number, signature, and last four digits of his or her Social Security number; (3) a statement setting forth the number of Workweeks and/or PAGA Period during the Class Period and/or PAGA Period that he or she contends is correct; and (4) attach any relevant documentation in support thereof; A Workweeks/Pay Periods Dispute must be submitted to the Administrator no later than the Response Deadline. In the absence of any contrary documentation, the Administrator is entitled to presume that the Workweeks and PAGA Pay Periods contained in the Class Notice are correct so long as they are consistent with the Class Data. The Administrator's determination of each Class Member's allocation of Workweeks and/or PAGA Pay Periods shall be final and not appealable or otherwise susceptible to challenge. The Administrator shall promptly provide copies of all Workweeks/Pay Periods disputes to Defense Counsel and Class Counsel and the Administrator's determination of the challenges.

7.6. Objections to Settlement.

7.6.1. Only Participating Class Members may object to the Class Settlement and/or this Agreement, including contesting the fairness of the Settlement, and/or amounts requested for the Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment and/or Class Representative Service Payment. Class Members and Aggrieved Employees may not object to the PAGA Settlement.

7.6.2. Participating Class Members may send Notices of Objections to the Administrator, by mail. A written Notice of Objection to the Class Settlement must: (1) contain the case name and number of the Actions; (2) contain the Class Member's full name, address, telephone number, signature and last four digits of his or her Social Security number; (3) clearly state the grounds for the objection; (4) state whether the Class Member intends to appear at the Final Approval Hearing; and (5) be submitted no later than the Response Deadline. Participating Class Members may also appear in Court (or hire an attorney to appear in Court) to present verbal objections at the Final Approval Hearing, regardless of whether they have submitted a written Notice of Objection. A Participating Class Member who elects to send a written Notice of Objection to the Administrator must do so not later than sixty (60) days after the Administrator's mailing of the Class Notice (plus an additional fourteen (14) days for Class Members whose Class Notice was re-mailed).

7.6.3. Class Members who submitted a valid and timely Request for Exclusion have no right to object to any of the class action components of the Settlement.

7.7. Administrator Duties. The Administrator has a duty to perform or observe all tasks to be performed or observed by the Administrator contained in this Agreement or otherwise.

7.7.1. Website, Email Address and Toll-Free Number. The Administrator will establish and maintain and use an internet website to post information of interest to Class Members including the date, time and location for the Final Approval Hearing and copies of the Settlement Agreement, Motion for Preliminary Approval, the Preliminary Approval, the Class Notice, the Motion for Final Approval, the Motion for Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment and Class Representative Service Payment, the Final Approval and the Judgment. The Administrator will also maintain and monitor an email address and a toll-free telephone number to receive Class Member calls, faxes and emails.

7.7.2. Requests for Exclusion (Opt-outs) and Exclusion List. The Administrator will promptly review on a rolling basis Requests for Exclusion to ascertain their validity. Not later than five (5) days after the expiration of the deadline for submitting Requests for Exclusion, the Administrator shall email a list to Class Counsel and Defense Counsel containing (a) the names and other identifying information of Class Members who have timely submitted valid Requests for Exclusion (“Exclusion List”); (b) the names and other identifying information of Class Members who have submitted invalid Requests for Exclusion; (c) copies of all Requests for Exclusion submitted (whether valid or invalid).

7.7.3. Weekly Reports. The Administrator must, on a weekly basis, provide written reports to Class Counsel and Defense Counsel that, among other things, tally the number of: Class Notices mailed or re-mailed, Class Notices returned undelivered, Requests for Exclusion (whether valid or invalid) received, objections received, Workweeks/Pay Periods disputes received and/or resolved, and checks mailed for Individual Class Payments and Individual PAGA Payments (“Weekly Report”). The Weekly Reports must provide the Administrator’s assessment of the validity of Requests for Exclusion and attach copies of all Requests for Exclusion and objections received.

7.7.4. Workweeks/Pay Periods Disputes. The Administrator has the authority to address and make final decisions consistent with the terms of this Agreement on all Workweeks/Pay Periods disputes. The Administrator’s decision shall be final and not appealable or otherwise susceptible to challenge.

7.7.5. Administrator's Declaration. Not later than fourteen (14) days before the date by which Plaintiff is required to file the Motion for Final Approval of the Settlement, the Administrator will provide to Class Counsel and Defense Counsel, a signed declaration suitable for filing in Court attesting to its due diligence and compliance with all of its obligations under this Agreement, including, but not limited to, its mailing of Class Notice, the Class Notices returned as undelivered, the re-mailing of Class Notices, attempts to locate Class Members, the total number of Requests for Exclusion it received (both valid or invalid), the number of written Notices of Objection it received, the number of Workweeks/Pay Periods disputes it received and the outcome of the challenges, and attach the Exclusion List, copies of all Requests for Exclusion it received (both valid and invalid), and copies of all written Notices of Objection it received. The Administrator will supplement its declaration as needed or requested by the Parties and/or the Court. Class Counsel is responsible for filing the Administrator's declaration(s) in Court.

7.7.6. Final Report by Settlement Administrator. Within ten (10) days after the Administrator disburses all funds in the Gross Settlement Amount, the Administrator will provide Class Counsel and Defense Counsel with a final report detailing its disbursements by employee identification number only of all payments made under this Agreement. At least fifteen (15) days before any deadline set by the Court, the Administrator will prepare, and submit to Class Counsel and Defense Counsel, a signed declaration suitable for filing in Court attesting to its disbursement of all payments required under this Agreement. Class Counsel is responsible for filing the Administrator's declaration in Court.

8. **DEFENDANT'S RIGHT TO WITHDRAW.** If the number of valid Requests for Exclusion identified in the Exclusion List exceeds ten percent (10%) of the total of all Class Members, Defendant may, but is not obligated to, elect to withdraw from the Settlement. The Parties agree that, if Defendant withdraws, the Settlement shall be void ab initio, have no force or effect whatsoever, and that no Party will have any further obligation to perform under this Agreement; provided, however, Defendant will remain responsible for paying all Administrator Expenses incurred to that point. Defendant must notify Class Counsel and the Court of its election to withdraw not later than seven (7) days after the Administrator sends the final Exclusion List to Defense Counsel; late elections will have no effect.

9. **MOTION FOR FINAL APPROVAL.** Not later than sixteen (16) court days before the calendared Final Approval Hearing, Plaintiff will file in Court, a motion for final approval of the Settlement that includes a request for approval of the PAGA settlement under Labor Code section 2699, subd. (l), a Proposed Final Approval Order and a proposed Judgment (collectively "Motion for Final Approval"). Plaintiff shall provide drafts of these documents to Defense Counsel prior to filing the Motion for Final Approval. Class Counsel and Defense Counsel will expeditiously meet and confer in person or by telephone, and in

good faith, to resolve any disagreements concerning the Motion for Final Approval.

- 9.1. Response to Objections. Each Party retains the right to respond to any objection raised by a Participating Class Member, including the right to file responsive documents in Court no later than five (5) court days prior to the Final Approval Hearing, or as otherwise ordered or accepted by the Court.
- 9.2. Duty to Cooperate. If the Court does not grant Final Approval or conditions Final Approval on any material change to the Settlement (including, but not limited to, the scope of release to be granted by Class Members), the Parties will expeditiously work together in good faith to address the Court's concerns by revising the Agreement as necessary to obtain Final Approval. The Court's decision to award less than the amounts requested for the Class Representative Service Payment, Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment and/or Administration Expenses Payment shall not constitute a material modification to the Agreement within the meaning of this paragraph.
- 9.3. Continuing Jurisdiction of the Court. The Parties agree that, after entry of Judgment, the Court will retain jurisdiction over the Parties, Actions, and the Settlement solely for purposes of (i) enforcing this Agreement and/or Judgment, (ii) addressing settlement administration matters, and (iii) addressing such post-Judgment matters as are permitted by law.
- 9.4. Waiver of Right to Appeal. Provided the Judgment is consistent with the terms and conditions of this Agreement, specifically including the Class Counsel Fees Payment and Class Counsel Litigation Expenses Payment reflected set forth in this Settlement, the Parties, their respective counsel, and all Participating Class Members who did not object to the Settlement as provided in this Agreement, waive all rights to appeal from the Judgment, including all rights to post-judgment and appellate proceedings, the right to file motions to vacate judgment, motions for new trial, extraordinary writs, and appeals. The waiver of appeal does not include any waiver of the right to oppose such motions, writs or appeals. If an objector appeals the Judgment, the Parties' obligations to perform under this Agreement will be suspended until such time as the appeal is finally resolved and the Judgment becomes final, except as to matters that do not affect the amount of the Net Settlement Amount.
- 9.5. Appellate Court Orders to Vacate, Reverse, or Materially Modify Judgment. If the reviewing Court vacates, reverses, or modifies the Judgment in a manner that requires a material modification of this Agreement (including, but not limited to, the scope of release to be granted by Class Members), this Agreement shall be null and void. The Parties shall nevertheless expeditiously work together in good faith to address the appellate court's concerns and to obtain Final Approval and entry of Judgment, sharing, on a 50-50 basis, any additional Administrator Expenses reasonably incurred after remittitur. An appellate decision to vacate, reverse, or modify the Court's award of the Class Representative Service Payment or any payments to Class Counsel shall not constitute a material modification of the

Judgment within the meaning of this paragraph, as long as the Gross Settlement Amount remains unchanged.

10. **AMENDED JUDGMENT.** If any amended judgment is required under Code of Civil Procedure section 384, the Parties will work together in good faith to jointly submit and a proposed amended judgment.

11. **ADDITIONAL PROVISIONS.**

- 11.1. No Admission of Liability, Class Certification, or Representative Manageability for Other Purposes. This Agreement represents a compromise and settlement of highly disputed claims. Nothing in this Agreement is intended or should be construed as an admission by Defendant that any of the allegations in the Actions have merit or that Defendant has any liability for any claims asserted; nor should it be intended or construed as an admission by Plaintiff that Defendant's defenses in the Actions have merit. The Parties agree that class certification and representative treatment is for purposes of this Settlement only. If, for any reason, the Court does not grant Preliminary Approval, Final Approval, or enter Judgment, Defendant reserves the right to contest certification of any class for any reasons, and Defendant reserves all available defenses to the claims in the Actions, and Plaintiff reserves the right to move for class certification on any grounds available and to contest Defendant's defenses. The Settlement, this Agreement and Parties' willingness to settle the Actions will have no bearing on, and will not be admissible in connection with, any litigation (except for proceedings to enforce or effectuate the Settlement and this Agreement).
- 11.2. Publicity. Neither side shall publicize the settlement, including but not limited to communications with the media or through any social media, unless so ordered by the Court. Nothing herein will restrict Class Counsel from including publicly available information regarding this Settlement in future judicial submissions regarding Class Counsel's qualifications and experience nor restrict Class Counsel's communications with Class Members in accordance with Class Counsel's ethical obligations owed to Class Members.
- 11.3. No Solicitation. The Parties separately agree that they and their respective counsel and employees will not solicit any Class Member to opt out of or object to the Settlement, or appeal from the Judgment. Class Counsel shall not at any time list or publicize the action or settlement on its website or any advertising material. Nothing in this paragraph shall be construed to restrict Class Counsel's ability to communicate with Class Members in accordance with Class Counsel's ethical obligations owed to Class Members.
- 11.4. Integrated Agreement. Upon execution by all Parties and their counsel, this Agreement together with its attached exhibits shall constitute the entire agreement between the Parties relating to the Settlement, superseding any and all oral

representations, warranties, covenants, or inducements made to or by any Party.

- 11.5. Attorney Authorization. Class Counsel and Defense Counsel separately warrant and represent that they are authorized by Plaintiff and Defendant, respectively, to take all appropriate action required or permitted to be taken by such Parties pursuant to this Agreement to effectuate its terms, and to execute any other documents reasonably required to effectuate the terms of this Agreement including any amendments to this Agreement.
- 11.6. Cooperation. The Parties and their counsel will cooperate with each other and use their best efforts, in good faith, to implement the Settlement by, among other things, modifying the Settlement Agreement, submitting supplemental evidence and supplementing points and authorities as requested by the Court. In the event the Parties are unable to agree upon the form or content of any document necessary to implement the Settlement, or on any modification of the Agreement that may become necessary to implement the Settlement, the Parties will seek the assistance of the mediator, Honorable Jeffrey Winikow (Ret.), and/or the Court for resolution.
- 11.7. No Prior Assignments. The Parties separately represent and warrant that they have not directly or indirectly assigned, transferred, encumbered, or purported to assign, transfer, or encumber, to any person or entity any portion of any liability, claim, demand, action, cause of action, or right released and discharged by the Party in this Settlement.
- 11.8. No Tax Advice. Neither Plaintiff, Class Counsel, Defendant, nor Defense Counsel are providing any advice regarding taxes or taxability, nor shall anything in this Settlement be relied upon as such within the meaning of United States Treasury Department Circular 230 (31 CFR Part 10, as amended) or otherwise.
- 11.9. Modification of Agreement. Prior to the filing of the motion for preliminary approval of the Settlement, the Parties may not amend or modify any provision of this Settlement Agreement except by written agreement signed by counsel for all Parties. After the filing of the motion for preliminary approval of the Settlement, the Parties may not amend or modify any provision of the Settlement Agreement except by written agreement signed by counsel for all of the Parties and subject to Court approval. Notwithstanding the foregoing, the Parties agree that any dates contained or contemplated in this Agreement may be modified by agreement of counsel for the Parties in writing without approval by the Court if the Parties agree and cause exists for such modification.
- 11.10. Agreement Binding on Successors. This Agreement will be binding upon, and inure to the benefit of, the successors of each of the Parties.
- 11.11. Applicable Law. All terms and conditions of this Agreement and its exhibits will be governed by and interpreted according to the internal laws of the state of California, without regard to conflict of law principles.

- 11.12. Cooperation in Drafting. The Parties have cooperated in the drafting and preparation of this Agreement. This Agreement will not be construed against any Party on the basis that the Party was the drafter or participated in the drafting.
- 11.13. Confidentiality. To the extent permitted by law, all agreements made, and orders entered during Actions and in this Agreement relating to the confidentiality of information shall survive the execution of this Agreement.
- 11.14. Headings. The descriptive heading of any section or paragraph of this Agreement is inserted for convenience of reference only and does not constitute a part of this Agreement.
- 11.15. Calendar Days. Unless otherwise noted, all reference to “days” in this Agreement shall be to calendar days. In the event any date or deadline set forth in this Agreement falls on a weekend or federal legal holiday, such date or deadline shall be on the first business day thereafter.
- 11.16. Notice. All notices, demands or other communications between the Parties in connection with this Agreement will be in writing and deemed to have been duly given as of the third business day after mailing by United States mail, or the day sent by email or messenger, addressed as follows:

To Plaintiff:

Arby Aiwarzian, Esq.
Joanna Ghosh, Esq.
Brian J. St. John, Esq.
Erica Stepanian, Esq.
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To Defendant:

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Facsimile: (213) 647-1799

asokolowski@ohaganmeyer.com
klutfey@ohaganmeyer.com

- 11.17. Execution in Counterparts. This Agreement may be executed in one or more counterparts by facsimile, electronically (i.e. DocuSign), or email which for purposes of this Agreement shall be accepted as an original. All executed counterparts and each of them will be deemed to be one and the same instrument if counsel for the Parties will exchange between themselves signed counterparts. Any executed counterpart will be admissible in evidence to prove the existence and contents of this Agreement.
- 11.18. Stay of Litigation. The Parties agree that upon the execution of this Agreement the litigation shall be stayed, except to effectuate the terms of this Agreement. The Parties further agree that upon the signing of this Agreement, pursuant to Code of Civil Procedure section 583.330(a), the time within which the Actions must be brought to trial under Code of Civil Procedure section 583.310 shall be extended for the period between the filing of the motion for preliminary approval and the entry of Judgment. If the Court denies Preliminary Approval or Final Approval of the Settlement, the Parties agree that the time within which the Actions must be brought to trial under Code of Civil Procedure section 583.310 shall be extended to 30 days after the date on which the Court issues an order denying the Motion for Preliminary Approval or the Motion for Final Approval.

IT IS SO AGREED.

[Signatures on Next Page]

Plaintiff Catherine Stephanie Limon (formerly, **Catherine Gutierrez**)

Dated: 01/23/2026

Catherine Stephanie Limon

Catherine Stephanie Limon (formerly, Catherine Gutierrez)

Defendant Children's Law Center of California

Dated: _____

By: _____

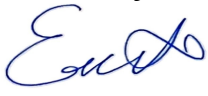
Name: _____

Title: _____

APPROVED AS TO FORM ONLY:

LAWYERS for JUSTICE, PC

Dated: January 23, 2026

By:  _____

Arby Aiwazian, Esq.
Joanna Ghosh, Esq.
Brian J. St. John, Esq.
Erica Stepanian, Esq.

*Attorneys for Plaintiff Catherine Stephanie Limon
(formerly, Catherine Gutierrez)*

O'HAGAN MEYER LLP

Dated: _____

By: _____

Andrew J. Sokolowski, Esq.
Kerri R. Lutfey, Esq.

*Attorneys for Defendant Children's Law Center of
California*

Plaintiff Catherine Stephanie Limon (formerly, **Catherine Gutierrez**)

Dated: _____

Catherine Stephanie Limon (formerly, Catherine Gutierrez)

Defendant Children's Law Center of California

Dated: Jan 23, 2026

By: Leslie Heimov
Leslie Heimov (Jan 23, 2026 15:55:29 PST)

Name: Leslie Heimov

Title: Executive Director

APPROVED AS TO FORM ONLY:

LAWYERS *for* JUSTICE, PC

Dated: _____

By: _____
Arby Aiwarzian, Esq.
Joanna Ghosh, Esq.
Brian J. St. John, Esq.
Erica Stepanian, Esq.

Attorneys for Plaintiff Catherine Stephanie Limon
(formerly, Catherine Gutierrez)

O'HAGAN MEYER LLP

Dated: January 23, 2026

By: Andrew J. Sokolowski
Andrew J. Sokolowski, Esq.
Kerri R. Lutfey, Esq.

Attorneys for Defendant Children's Law Center of California

EXHIBIT A

COURT APPROVED NOTICE OF CLASS ACTION SETTLEMENT AND HEARING DATE FOR FINAL COURT APPROVAL

Catherine Gutierrez v. Children's Law Center of California

Los Angeles Superior Court Case No. 22STCV01134 [Related Case No. 22AHCV00017]

The Superior Court for the State of California authorized this Notice. Read it carefully! It's not junk mail, spam, an advertisement, or solicitation by a lawyer. You are not being sued.

You may be eligible to receive money from an employee class action lawsuit ("Action") against Defendant Children's Law Center of California for alleged wage and hour violations. The Action was filed by former employee, Catherine Stephanie Limon (formerly, Catherine Gutierrez) ("Plaintiff") and seeks payment of (1) unpaid wages, unreimbursed business expenses, restitution, penalties, interest, and attorneys' fees and costs and other relief for a class of hourly employees ("Class Members") who worked for Defendant in California during the Class Period (January 11, 2018 to [insert date of preliminary approval]); ; and (2) penalties under the California Private Attorney General Act ("PAGA") for all hourly employees who worked for Defendant in California during the PAGA Period (January 11, 2021 to [insert date of preliminary approval]) ("Aggrieved Employees").

The proposed Settlement has two main parts: (1) a Class Settlement requiring Defendant to fund Individual Class Payments, and (2) a PAGA Settlement requiring Defendant to fund Individual PAGA Payments and pay penalties to the California Labor and Workforce Development Agency ("LWDA").

Based on Defendant's records, and the Parties' current assumptions, **your Individual Class Payment is estimated to be \$_____ (less tax withholding) and your Individual PAGA Payment is estimated to be \$_____**. The actual amount you may receive likely will be different and will depend on a number of factors. (If no amount is stated for your Individual PAGA Payment, then according to Defendant's records you are not eligible for an Individual PAGA Payment under the Settlement because you didn't work during the PAGA Period.)

The above estimates are based on Defendant's records showing that **you worked _____ Workweeks** during the Class Period and **you worked _____ Pay Periods** during the PAGA Period. If you believe that you worked more workweeks during either period, you can submit a challenge by the deadline date. See Section 4 of this Notice.

The Court has already preliminarily approved the proposed Settlement and approved this Notice. The Court has not yet decided whether to grant Final Approval. Your legal rights are affected whether you act or not act. Read this Notice carefully. You will be deemed to have carefully read and understood it. At the Final Approval Hearing, the Court will decide whether to finally approve the Settlement and how much of the Settlement will be paid to Plaintiff and Plaintiff's attorneys ("Class Counsel"). The Court will also decide whether to enter a judgment that requires Defendant to make payments under the Settlement and requires Class Members and Aggrieved Employees to give up their rights to assert certain claims against Defendant.

If you worked for Defendant during the Class Period and/or the PAGA Period, you have two basic options under the Settlement:

- (1) **Do Nothing.** You don't have to do anything to participate in the proposed Settlement and be eligible for an Individual Class Payment and/or an Individual PAGA Payment. As a Participating Class Member, though, you will give up your right to assert Class Period wage claims against Defendant.
- (2) **Opt-Out of the Class Settlement.** You can exclude yourself from the Class Settlement (opt-out) by submitting a written Request for Exclusion or otherwise notifying the Administrator in writing. If you opt-out of the Settlement, you will not receive an Individual Class Payment. You will, however, preserve your right to personally pursue Class Period wage claims against Defendant. If you are an Aggrieved Employee, you will remain eligible for an Individual PAGA Payment. You cannot opt-out of the PAGA portion of the proposed Settlement.

Defendant will not retaliate against you for any actions you take with respect to the proposed Settlement.

SUMMARY OF YOUR LEGAL RIGHTS AND OPTIONS IN THIS SETTLEMENT

You Don't Have to Do Anything to Participate in the Settlement	If you do nothing, you will be a Participating Class Member, eligible for an Individual Class Payment and an Individual PAGA Payment (if any). In exchange, you will give up your right to assert the Class Period wage claims against Defendant that are covered by this Settlement ("Released Class Claims," as defined in Section 3 of this Notice).
You Can Opt-out of the Class Settlement but not the PAGA Settlement The Opt-out Deadline is _____ [insert 60-day Response Deadline]	If you don't want to fully participate in the proposed Settlement, you can opt-out of the Class Settlement by sending the Administrator a written Request for Exclusion. Once excluded, you will be no longer eligible for an Individual Class Payment and cannot object to any portion of the proposed Settlement. See Section 6 of this Notice. You cannot opt-out of the PAGA portion of the proposed Settlement. Defendant must pay Individual PAGA Payments to all Aggrieved Employees and the Aggrieved Employees must give up their rights to pursue Released PAGA Claims (as defined in Section 3 of this Notice).
Participating Class Members Can Object to the Class Settlement but not the PAGA Settlement Written Objections	All Class Members who do not opt-out ("Participating Class Members") can object to any aspect of the proposed Settlement. The Court's decision whether to finally approve the Settlement will include a determination of how much will be paid to Class Counsel and Plaintiff who pursued the Action on behalf of the Class and Aggrieved Employees. You are not personally responsible for any payments to Class Counsel or Plaintiff, but every dollar paid to Class Counsel and Plaintiff reduces the overall amount paid to

Must be Submitted by _____ [insert 60-day Response Deadline]	Participating Class Members. You can object to the amounts requested by Class Counsel or Plaintiff if you think they are unreasonable. See Section 7 of this Notice.
You Can Participate in the [insert hearing date] Final Approval Hearing	The Court's Final Approval Hearing is scheduled to take place on _____[insert hearing date]_____. You don't have to attend but you do have the right to appear (or hire an attorney to appear on your behalf at your own cost), in person, by telephone or by using the Court's virtual appearance platform. Participating Class Members can verbally object to the Settlement at the Final Approval Hearing. See Section 8 of this Notice
You Can Challenge the Calculation of Your Workweeks/Pay Periods Written Workweeks/Pay Periods Disputes Must be Submitted by _____ [insert 60-day Response Deadline]	The amount of your Individual Class Payment and Individual PAGA Payment (if any) depends on how many Workweeks you worked at least one day during the Class Period and how many Pay Periods you worked at least one day during the PAGA Period, respectively. The number of Class Period Workweeks and number of PAGA Period Pay Periods you worked according to Defendant's records is stated on the first page of this Notice. If you disagree with either of these numbers, you must challenge it by _____[insert 60-day Response Deadline]_____. See Section 4 of this Notice.

1. WHAT IS THE ACTION ABOUT?

Plaintiff is a former employee of Defendant. The Action accuses Defendant of violating California labor laws by failing to properly pay minimum and overtime wages, provide compliant meal and rest breaks and associated premiums, timely pay wages during employment and upon termination of employment and associated waiting-time penalties, provide complaint wage statements, keep requisite payroll records, reimburse business expenses, and thereby engaged in unfair business practices in violation of the California Business & Professions Code section 17200, *et seq.* Based on the same legal theories, Plaintiff has also asserted a claim for civil penalties under the California Private Attorneys General Act (Labor Code §§ 2698, *et seq.*) ("PAGA"). Plaintiff is represented by attorneys in the Action: Lawyers for Justice, PC ("Class Counsel").

Defendant strongly denies violating any laws or failing to pay any wages and contends it complied with all applicable laws.

2. WHAT DOES IT MEAN THAT THE ACTION HAS SETTLED?

So far, the Court has made no determination whether Defendant or Plaintiff are correct on the merits. In the meantime, Plaintiff and Defendant hired a retired judge in an effort to resolve the Action by negotiating an end to the case by agreement (settle the case) rather than continuing the expensive and time-consuming process of litigation. The negotiations were successful. By

signing a lengthy written settlement agreement (“Agreement”) and agreeing to jointly ask the Court to enter a judgment ending the Action and enforcing the Agreement, Plaintiff and Defendant have negotiated a proposed Settlement that is subject to the Court’s Final Approval. Both sides agree the proposed Settlement is a fair and reasonable compromise of disputed claims. By agreeing to settle, Defendant does not admit any violations or concede the merit of any claims.

Plaintiff and Class Counsel strongly believe the Settlement is a good deal for you because they believe that: (1) Defendant has agreed to pay a fair, reasonable, and adequate amount considering the strength of the claims and the risks and uncertainties of continued litigation; and (2) Settlement is in the best interests of the Class Members and Aggrieved Employees. The Court preliminarily approved the proposed Settlement as fair, reasonable, and adequate, authorized this Notice, and scheduled a hearing to determine Final Approval.

3. WHAT ARE THE IMPORTANT TERMS OF THE PROPOSED SETTLEMENT?

1. Defendant Will Pay \$600,00.00 as the Gross Settlement Amount (“Gross Settlement”). Defendant has agreed to deposit the Gross Settlement into an account controlled by the Administrator of the Settlement. The Administrator will use the Gross Settlement to pay the Individual Class Payments, Individual PAGA Payments, Class Representative Service Payment, Class Counsel’s attorney’s fees and expenses, the Administrator’s expenses, and penalties to be paid to the California Labor and Workforce Development Agency (“LWDA”). Assuming the Court grants Final Approval, Defendant will fund the Gross Settlement not more than [30] calendar days after the Judgment entered by the Court becomes final. The Judgment will be final on the date the Court enters Judgment, or a later date if Participating Class Members object to the proposed Settlement or the Judgment is appealed.
2. Court Approved Deductions from Gross Settlement. At the Final Approval Hearing, Plaintiff and/or Class Counsel will ask the Court to approve the following deductions from the Gross Settlement, the amounts of which will be decided by the Court at the Final Approval Hearing:
 - A. Up to \$200,000.00 (1/3 of the Gross Settlement) to Class Counsel for attorneys’ fees and up to \$24,000.00 for their litigation expenses. To date, Class Counsel have worked and incurred expenses on the Action without payment.
 - B. Up to \$7,500.00 to Plaintiff Catherine Stephanie Limon (formerly, Catherine Gutierrez) as a Class Representative Service Payment for filing the Action, working with Class Counsel, and representing the Class. A Class Representative Service Payment will be the only monies Plaintiff will receive other than Plaintiff’s Individual Class Payment and any Individual PAGA Payment.
 - C. Up to \$11,000.00 to the Administrator for services administering the Settlement.
 - D. Up to \$100,000.00 for PAGA Penalties, allocated 75% to the LWDA PAGA

Payment and 25% in Individual PAGA Payments to the Aggrieved Employees based on their PAGA Period Pay Periods. Participating Class Members have the right to object to any of these deductions. The Court will consider all objections.

3. Net Settlement Distributed to Class Members. After making the above deductions in amounts approved by the Court, the Administrator will distribute the rest of the Gross Settlement (the “Net Settlement”) by making Individual Class Payments to Participating Class Members based on their Class Period Workweeks.
4. Taxes Owed on Payments to Class Members. Plaintiff and Defendant are asking the Court to approve an allocation of 20% of each Individual Class Payment to taxable wages (“Wage Portion”) and 80% to penalties and interest (“Non-Wage Portion.”). The Wage Portion is subject to withholdings and will be reported on IRS W-2 Forms. Defendant will separately pay “Employer Taxes” (defined as “taxes paid by the employer, including Federal Unemployment Tax Act, Federal Insurance Contributions Act, state unemployment insurance, and Employee Training Tax payments”) it owes on the Wage Portion. The Individual PAGA Payments are counted as penalties rather than wages for tax purposes. The Administrator will report the Individual PAGA Payments and the Non-Wage Portions of the Individual Class Payments on IRS 1099 Forms.

Although Plaintiff and Defendant have agreed to these allocations, neither side is giving you any advice on whether your Payments are taxable or how much you might owe in taxes. You are responsible for paying all taxes (including penalties and interest on back taxes) on any Payments received from the proposed Settlement. You should consult a tax advisor if you have any questions about the tax consequences of the proposed Settlement.

5. Need to Promptly Cash Payment Checks. The front of every check issued for Individual Class Payments and Individual PAGA Payments will show the date when the check expires (the void date). If you don’t cash it by the void date, your check will be automatically cancelled, and the monies will be deposited with the California Controller's Unclaimed Property Fund in your name. If the monies represented by your check are sent to the Controller’s Unclaimed Property, you should consult the rules of the Fund for instructions on how to retrieve your money.
6. Requests for Exclusion from the Class Settlement (Opt-Outs). You will be treated as a Participating Class Member, participating fully in the Class Settlement, unless you notify the Administrator in writing, not later than [insert Response Deadline], that you wish to opt-out. The easiest way to notify the Administrator is to send a written and signed Request for Exclusion by the [insert 60-day Response Deadline] Response Deadline. The Request for Exclusion is a letter from a Class Member or his/her representative setting forth a Class Member’s name, present address, telephone number, and a simple statement electing to be excluded from the Settlement. Excluded Class Members will not receive Individual Class Payments, but will preserve their rights to personally pursue wage and hour claims against Defendant.

You cannot opt-out of the PAGA portion of the Settlement. Class Members who exclude themselves from the Class Settlement remain eligible for Individual PAGA Payments and are required to give up their right to assert PAGA claims against Defendant based on the PAGA Period facts alleged in the Action.

7. The Proposed Settlement Will be Void if the Court Denies Final Approval. It is possible the Court will decline to grant Final Approval of the Settlement or decline to enter a Judgment. It is also possible the Court will enter a Judgment that is reversed on appeal. Plaintiff and Defendant have agreed that, in either case, the Settlement will be void: Defendant will not pay any money and Class Members will not release any claims against Defendant.
8. Administrator. The Court has appointed a neutral company, ILYM Group, Inc. (the “Administrator”) to send this Notice, calculate and make payments, and process Class Members’ Requests for Exclusion. The Administrator will also decide Class Member Workweeks/Pay Period disputes, mail and re-mail settlement checks and tax forms, and perform other tasks necessary to administer the Settlement. The Administrator’s contact information is contained in Section 9 of this Notice.
9. Participating Class Members’ Released Class Claims. After the Judgment is final and Defendant has fully funded the Gross Settlement and separately paid all employer payroll taxes, Participating Class Members will be legally barred from asserting any of the claims released under the Settlement. This means that unless you opted out by validly excluding yourself from the Class Settlement, you cannot sue, continue to sue, or be part of any other lawsuit against Defendant or related entities for wages based on the Class Period facts and PAGA penalties based on PAGA Period facts, as alleged in the Action and resolved by this Settlement.

The Participating Class Members will be bound by the following release:

All Participating Class Members, on behalf of themselves and their respective former and present representatives, spouses, agents, attorneys, heirs, administrators, successors, and assigns, shall fully release the Released Parties of the “Released Class Claims.”

The “Released Class Claims” means all claims under state, federal, or local law, pleaded in the Operative Complaint in the Class Action or that could have been asserted based on the facts pleaded in the Operative Complaint in the Class Action, such as those under the California Labor Code, Industrial Welfare Commission Wage Orders, regulations, and/or other provisions of law, including and not limited to, for: failure to pay overtime wages under California Labor Code sections 510, 1198; failure to provide meal periods and/or pay meal period premiums under California Labor Code sections 226.7, 512; failure to provide rest periods and/or pay rest period premiums under California Labor Code section 226.7; failure to pay minimum wages under California Labor Code sections 1194, et seq.; failure to pay reporting time wages under California Labor Code section

1198 and applicable Industrial Welfare Commission Wage Orders; failure to provide a day of rest under California Labor Code section 551 and 552; failure to timely pay wages upon termination under California Labor Code section 203; failure to timely pay wages during employment under California Labor Code sections 204, 210; failure to provide accurate, itemized wage statements under California Labor Code section 226; failure to keep requisite payroll records under California Labor Code section 1774, subdivision ((1)); failure to reimburse business expenses under California Labor Code sections 2800, 2802; violation of California's unfair competition law under California Business and Professions Code sections 17200, et seq. arising during the Class Period.

10. Aggrieved Employees' Released PAGA Claims. After the Court's judgment is final, and Defendant has paid the Gross Settlement and separately paid the Employer Taxes), all Aggrieved Employees will be barred from asserting PAGA claims against Defendant, whether or not they exclude themselves from the Settlement. This means that all Aggrieved Employees, including those who are Participating Class Members and those who opt-out of the Class Settlement, cannot sue, continue to sue, or participate in any other PAGA claim against Defendant or its related entities based on the PAGA Period facts alleged in the Action and resolved by this Settlement.

The Aggrieved Employees' Release is as follows:

All claims for civil penalties, arising during the PAGA Period, that were alleged, or reasonably could have been alleged, based on the facts stated in the PAGA Notices, to the extent alleged in the Operative Complaints, including but not limited to: failure to pay minimum wages; failure to pay overtime wages; failure to provide compliant rest periods and associated premium pay; failure to provide meal periods and associated premium pay; failure to pay bonuses or other remuneration; failure to timely pay wages during employment; failure to pay timely wages upon termination; failure to reimburse necessary business-related expenses; failure to maintain requisite payroll records; and failure to provide compliant wage statements.

4. HOW WILL THE ADMINISTRATOR CALCULATE MY PAYMENT?

1. Individual Class Payments. The Administrator will calculate Individual Class Payments by (a) dividing the Net Settlement Amount by the total number of Workweeks worked by all Participating Class Members, and (b) multiplying the result by the number of Workweeks worked by each individual Participating Class Member.
2. Individual PAGA Payments. The Administrator will calculate Individual PAGA Payments by (a) dividing \$25,000.00 by the total number of PAGA Pay Periods during the PAGA Period worked by all Aggrieved Employees and (b) multiplying the result by the number of PAGA Period Pay Periods during the PAGA Period worked by each individual Aggrieved Employee.

3. Workweeks/Pay Periods Disputes. The number of Class Workweeks you worked during the Class Period and the number of PAGA Pay Periods you worked during the PAGA Period, as recorded in Defendant's records, are stated on the first page of this Notice. You have until [insert 60-day Response Deadline] to challenge the number of Workweeks and/or Pay Periods credited to you. You can submit your challenge by signing and sending a letter to the Administrator via mail, email or fax. Section 9 of this Notice has the Administrator's contact information.

You need to support your challenge by sending copies of pay stubs or other records. The Administrator will accept Defendant's calculation of Workweeks and/or Pay Periods based on Defendant's records as accurate unless you send copies of records containing contrary information. You should send copies rather than originals because the documents will not be returned to you. The Administrator will resolve Workweek and/or Pay Period disputes based on your submission and on input from Class Counsel (who will advocate on behalf of Participating Class Members) and Defendant's Counsel. The Administrator's decision is final. You can't appeal or otherwise challenge its final decision.

5. HOW WILL I GET PAID?

The Administrator will send, by U.S. mail, a single check to every Participating Class Member (i.e., every Class Member who doesn't opt-out) including those who also qualify as Aggrieved Employees. The single check will combine the Individual Class Payment and the Individual PAGA Payment, if any. The Administrator will send, by U.S. mail, a single Individual PAGA Payment check to every Aggrieved Employee who opts out of the Class Settlement.

Your check will be sent to the same address as this Notice. If you change your address, be sure to notify the Administrator as soon as possible. Section 9 of this Notice has the Administrator's contact information.

6. HOW DO I OPT-OUT OF THE CLASS SETTLEMENT?

Submit a written and signed letter with your name, present address, telephone number, and a simple statement that you do not want to participate in the Settlement. The Administrator will exclude you based on any writing communicating your request to be excluded. Be sure to personally sign your request, identify the Action as *Gutierrez v. Children's Law Center of California*, Los Angeles Superior Court Case No. 22STCV01134, , and include your identifying information (full name, address, and email address or telephone number for verification purposes). You must make the request yourself. If someone else makes the request for you, it will not be valid. **The Administrator must be sent your request to be excluded by [insert 60-day Response Deadline], or it will be invalid.** Section 9 of the Notice has the Administrator's contact information.

7. HOW DO I OBJECT TO THE SETTLEMENT?

Only Participating Class Members have the right to object to the Settlement. Before deciding whether to object, you may wish to see what Plaintiff and Defendant are asking the Court to approve. At least 16 court days before the [insert hearing date] Final Approval Hearing, Class Counsel and/or Plaintiff will file in Court (1) a Motion for Final Approval that includes, among other things, the reasons why the proposed Settlement is fair, and (2) a Motion for Fees, Litigation Expenses, and Class Representative Service Payment stating (i) the amount Class Counsel is requesting for attorneys' fees and litigation expenses; and (ii) the amount Plaintiff is requesting as a Class Representative Service Payment. Upon reasonable request, Class Counsel (whose contact information is in Section 9 of this Notice) will send you copies of these documents at no cost to you. You can also view them on the Administrator's website at [insert website] or the Court's website at <https://www.lacourt.ca.gov/paos/v2web3/DocumentImages>.

A Participating Class Member who disagrees with any aspect of the Agreement, the Motion for Final Approval and/or Motion for Fees, Litigation Expenses, and Class Representative Service Payment may wish to object, for example, that the proposed Settlement is unfair, or that the amounts requested by Class Counsel or Plaintiff are too high or too low. **The deadline for sending written Notices of Objection to the Administrator is [insert 60-day Response Deadline].** Be sure to tell the Administrator what you object to, why you object, and any facts that support your objection. Make sure you identify the Action *Gutierrez v. Children's Law Center of California*, Los Angeles Superior Court Case No. 22STCV01134, and include your name, current address, telephone number, and approximate dates of employment for Defendant and sign the objection. Section 9 of this Notice has the Administrator's contact information.

Alternatively, a Participating Class Member can object (or personally retain a lawyer to object at your own cost) by attending the Final Approval Hearing. You (or your attorney) should be ready to tell the Court what you object to, why you object, and any facts that support your objection. See Section 8 of this Notice (immediately below) for specifics regarding the Final Approval Hearing.

8. CAN I ATTEND THE FINAL APPROVAL HEARING?

You can, but don't have to, attend the Final Approval Hearing on [insert hearing date] at [insert time] in Department 7 of the Los Angeles Superior Court, Spring Street Courthouse, located at 312 North Spring Street, Los Angeles, CA 90012. At the Hearing, the judge will decide whether to grant Final Approval of the Settlement and how much of the Gross Settlement will be paid to Class Counsel, Plaintiff, and the Administrator. The Court will invite comment from objectors, Class Counsel and Defense Counsel before making a decision. You can attend (or hire a lawyer to attend) either personally or virtually via LACourtConnect (<https://www.lacourt.org/lacc/>). Check the Court's website for the most current information.

It's possible the Court will reschedule the Final Approval Hearing. You should check the Administrator's website at [insert website] beforehand or contact Class Counsel to verify the date and time of the Final Approval Hearing.

9. HOW CAN I GET MORE INFORMATION?

The Agreement sets forth everything Defendant and Plaintiff have promised to do under the proposed Settlement. The easiest way to read the Agreement, the Judgment, or any other Settlement documents is to go to the Administrator's website at [insert website]. You can also telephone or send an email to Class Counsel or the Administrator using the contact information listed below, or consult the Superior Court website by going to (<https://www.lacourt.ca.gov/pages/lp/access-a-case/tp/find-case-information/cp/os-civil-case-access>) and entering the Case Number for the Action, Case No. 22STCV01134. You can also make an appointment to personally review court documents in the Clerk's Office at the Stanley Mosk Courthouse by calling (213) 830-0800.

DO NOT TELEPHONE THE SUPERIOR COURT TO OBTAIN INFORMATION ABOUT THE SETTLEMENT.

Settlement Administrator:

Name of Company:

Email Address:

Mailing Address:

Telephone:

Fax Number:

Class Counsel:

Arby Aiwazian, Esq.

Joanna Ghosh, Esq.

Brian J. St. John, Esq.

Erica Stepanian, Esq.

Lawyers for Justice, PC

450 N. Brand Boulevard, Suite 900

Glendale, California 91203

Telephone (818) 265-1020

Facsimile (818) 265-1021

10. WHAT IF I LOSE MY SETTLEMENT CHECK?

If you lose or misplace your settlement check before cashing it, the Administrator will replace it as long as you request a replacement before the void date on the face of the original check. If your check is already void, you should consult the California State Controller's Office Unclaimed Property Fund for instructions on how to retrieve the funds.

11. WHAT IF I CHANGE MY ADDRESS?

To receive your check, you should immediately notify the Administrator if you move or otherwise change your mailing address.

EXHIBIT 2

LAWYERS FOR JUSTICE^{PC}

November 5, 2021

BY ONLINE SUBMISSION

California Labor & Workforce Development Agency
PAGAfilings@dir.ca.gov

Re: CHILDREN'S LAW CENTER OF CALIFORNIA

Dear Representative:

We have been retained to represent Catherine Gutierrez against Children's Law Center of California (including any and all affiliates, subsidiaries, parents, directors, officers, agents, and executive employees) (collectively referred to as "Children's Law Center") for violations of California wage-and-hour laws. Ms. Gutierrez seeks penalties for violations of the California Labor Code, which are recoverable under California Labor Code section 2698, et seq., the Labor Code Private Attorneys General Act of 2004 ("PAGA") and all other remedies available under PAGA.

Ms. Gutierrez seeks these remedies on behalf of the State of California and "aggrieved employees," as defined herein. This letter is sent in compliance with the reporting requirements of California Labor Code section 2699.3.

Children's Law Center employed Ms. Gutierrez as an hourly-paid, non-exempt employee from approximately July 2018 to the present, in the State of California.

The "aggrieved employees" that Ms. Gutierrez may seek penalties on behalf of are all current and former hourly-paid or non-exempt employees who worked for any of the above-referenced entities within the State of California.

Based on the following facts and theories, Children's Law Center has violated and/or continues to violate, among other provisions of the California Labor Code and applicable wage law, California Labor Code sections 201, 202, 203, 204, 226(a), 226.7, 510, 512(a), 551, 552, 558, 1174(d), 1194, 1197, 1197.1, 1198, 2800 and 2802, and IWC Wage Orders including *inter alia*, Wage Order 4-2001.

Children's Law Center required aggrieved employees to perform work before their scheduled shifts, after their scheduled shifts, during off-the-clock meal breaks, and/or during rest breaks and failed to compensate aggrieved employees for this time. Such work included, but was not limited to, responding to work-related inquiries, prepare for meetings, and responding to Covid protocols. Children's Law Center rounded the work time recorded by aggrieved employees and lunches in a manner that was not fair and neutral on its face and/or that favored Children's Law Center over time, resulting in aggrieved employees being underpaid for their time worked. Children's Law

Center required aggrieved employees to record scheduled hours only as opposed to actual hours worked.

California Labor Code sections 510 and 1198 require employers to pay time-and-a-half or double time overtime wages, and make it unlawful to work employees for hours longer than eight hours in one day and/or over forty hours in one week without paying the premium overtime rates at one-and-one-half times or double the regular rate of pay, including additional remuneration. During the relevant time period, Ms. Gutierrez and other aggrieved employees worked in excess of 8 hours in a day and 40 hours in a week. Therefore, Ms. Gutierrez and other aggrieved employees were entitled to receive certain wages for overtime compensation, but they were not paid for all overtime hours worked.

California Labor Code sections 226.7 and 512 require employers to pay an employee one additional hour of pay at the employee's regular rate for each meal or rest period that is not provided. During the relevant time period, Children's Law Center required Ms. Gutierrez and other aggrieved employees to work during meal and rest periods and failed to compensate them properly for non-compliant meal and rest periods including, *inter alia*, short, late, interrupted, and missed meal and rest periods.

California Labor Code sections 201 and 202 provide that if an employer discharges an employee, the wages earned and unpaid at the time of discharge are due and payable immediately, and if an employee quits his or her employment, his or her wages shall become due and payable not later than seventy-two (72) hours thereafter, unless the employee has given seventy-two (72) hours' notice of his or her intention to quit, in which case the employee is entitled to his or her wages at the time of quitting. During the relevant time period, Children's Law Center failed to pay Ms. Gutierrez and other aggrieved employees all wages due to them within any time period specified by California Labor Code sections 201 and 202, including earned and unpaid minimum, overtime, and premium wages as discussed above.

California Labor Code section 204 requires that all wages earned by any person in any employment between the 1st and the 15th days, inclusive, of any calendar month, other than those wages due upon termination of an employee, are due and payable between the 16th and the 26th day of the month during which the labor was performed, and that all wages earned by any person in any employment between the 16th and the last day, inclusive, of any calendar month, other than those wages due upon termination of an employee, are due and payable between the 1st and the 10th day of the following month. California Labor Code section 204 also requires that all wages earned for labor in excess of the normal work period shall be paid no later than the payday for the next regular payroll period. During the relevant time period, Children's Law Center failed to pay Ms. Gutierrez and other aggrieved employees all wages due to them within any time period specified by California Labor Code section 204, including earned and unpaid minimum, overtime, and premium wages as discussed above.

California Labor Code section 226 requires employers to make, keep and provide complete and accurate itemized wage statements to their employees. During the relevant time period, Children's Law Center did not provide Ms. Gutierrez and other aggrieved employees with complete and accurate itemized wage statements. The wage statements they received from Children's Law Center were in violation of California Labor Code section 226(a). The violations include, but are

not limited to, the failure to include the total hours worked by Ms. Gutierrez and other aggrieved employees, including time spent working off-the-clock and during meal and rest periods as discussed above.

California Labor Code sections 551 and 552 require that every person employed in any occupation of labor is entitled to one day's rest in a seven-day workweek, that no employer of labor shall cause his employees to work more than six days in a workweek, and that an employer shall pay a civil penalty in the amounts of fifty dollars (\$50) for each aggrieved employee per pay period for the initial violation and one hundred dollars (\$100) for each aggrieved employee per pay period for each subsequent violation. During the relevant time period, Ms. Gutierrez and the aggrieved employees were required to regularly and/or consistently work in excess of six (6) days in a workweek. During the relevant time period, Ms. Gutierrez and the aggrieved employees were required to work in excess of thirty (30) hours in a week and/or six (6) hours in any one (1) day thereof, during workweeks in which they were required to work in excess of six (6) days. During the relevant time period, Ms. Gutierrez and the aggrieved employees were required to work in excess of six (6) days in a workweek without accumulating or being provided the opportunity to take at least one (1) day of rest, and when Ms. Gutierrez and the aggrieved employees accumulated days of rest, they were not actually provided the opportunity to take the equivalent of one (1) day's rest in seven (7) during each calendar month.

California Labor Code sections 1174(d) requires an employer to keep, at a central location in the state or at the plants or establishments at which employees are employed, payroll records showing the hours worked daily by and the wages paid to, and the number of piece-rate units earned by and any applicable piece rate paid to, employees employed at the respective plants or establishments. These records shall be kept with rules established for this purpose by the commission, but in any case shall be kept on file for not less than two years. During the relevant time period, Children's Law Center failed to keep accurate and complete payroll records showing the actual hours worked daily and the wages earned by Ms. Gutierrez and other aggrieved employees, including earned and unpaid minimum, overtime, and premium wages as discussed above.

California Labor Code section 2810.5 requires an employer to provide written notice to an employee, at the time of hiring, containing the following information:

The rate or rates of pay and basis thereof, whether paid by the hour, shift, day, week, salary, piece, commission, or otherwise, including any rates for overtime, as applicable. Allowances, if any, claimed as part of the minimum wage, including meal or lodging allowances. The regular payday designated by the employer in accordance with the requirements of this code. The name of the employer, including any "doing business as" names used by the employer. The physical address of the employer's main office or principal place of business, and a mailing address, if different. The telephone number of the employer. The name, address, and telephone number of the employer's workers' compensation insurance carrier. That an employee: may accrue and use sick leave; has a right to request and use accrued paid sick leave; may not be terminated or retaliated against for using or requesting the use of accrued paid sick leave;

and has the right to file a complaint against an employer who retaliates. Any other information the Labor Commissioner deems material and necessary.

Children's Law Center failed to accurately provide aggrieved employees with the requisite notice in violation of California Labor Code section 2810.5.

California Labor Code sections 1194, 1197, and 1197.1 provide the minimum wage to be paid to employees, and the payment of a lesser wage than the minimum so fixed is unlawful. During the relevant time period, Children's Law Center did not provide Ms. Gutierrez and other aggrieved employees with the minimum wages to which they were entitled for work performed "off-the-clock."

California Labor Code section 1198 provides that "The employment of any employee ... under conditions of labor prohibited by the [Industrial Wage Orders] is unlawful." The applicable Industrial Wage Orders, including *inter alia*, Wage Order 4-2001, requires that for each workday an employee is required to report for work and does report, but is not put to work or is furnished less than half said employee's usual or scheduled day's work, the employee shall be paid for half the usual or scheduled day's work, but in no event for less than two (2) hours nor more than four (4) hours, at the employee's regular rate of pay. Further, if an employee is required to report for work a second time in any one workday and is furnished less than two (2) hours of work on the second reporting, said employee shall be paid for two (2) hours at the employee's regular rate of pay. During the relevant time period, Children's Law Center failed to pay Ms. Gutierrez and other aggrieved employees half the usual or scheduled day's work in an amount no less than two (2) hours nor more than four (4) hours at the employee's regular rate of pay for workdays in which Ms. Gutierrez and the other aggrieved employees reported to work and were furnished less than half the usual or scheduled day's work. During the relevant time period, Children's Law Center failed to pay Ms. Gutierrez and other aggrieved employees for two (2) hours at the employee's regular rate of pay on days in which Ms. Gutierrez and the other aggrieved employees were required to report for work a second time in one workday and were furnished less than two (2) hours of work upon the second reporting.

California Labor Code sections 2800 and 2802 require an employer to reimburse its employee for all necessary expenditures incurred by the employee in direct consequence of the discharge of his or her job duties or in direct consequence of his or her obedience to the directions of the employer. During the relevant time period, Ms. Gutierrez and other aggrieved employees incurred necessary business-related expenses and costs that were not fully reimbursed by Children's Law Center. These costs include, but are not limited to, the use of personal phones for work-related purposes and the use of personal vehicles for work-related purposes.

Therefore, on behalf of all aggrieved employees, Ms. Gutierrez seeks all applicable penalties arising out of the above-referenced wage, hour, and payroll practices, or which could be assessed and collected by the Labor and Workforce Development Agency, for violation of the California Labor Code pursuant to PAGA, including civil penalties pursuant to Labor Code section 558.

If you have any questions or require additional information, please do not hesitate to contact us.
Thank you for your attention to this matter and the noble cause you advance each and every day.

With kind regards,


Edwin Aiwarzian, Esq.

Cc: (By U.S. Certified Mail / Return Receipt Requested)

Children's Law Center of California
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