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9 Attorneys for BENITO III UY and SHOHRA YOUSUFPOOR, individually and on behalf of all
others similarly situated,

10
11 **SUPERIOR COURT OF THE STATE OF CALIFORNIA**
12 **FOR THE COUNTY OF SAN FRANCISCO**

13 BENITO III UY, individually and on behalf of
all others similarly situated,

14 Plaintiff,

15 v.

16 SFC MARKETS INCORPORATED, a
California Corporation, doing business as
17 Seafood City Supermarket and FORTUNE
MANAGEMENT COMPANY, INC., a
18 California Corporation; and DOES 1-50,
inclusive,

19 Defendants.
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Lead Case No. CGC-22-597850
[Consolidated with CGC-22-598941 and
CGC-23-607372]

Assigned for All Purposes to
the Honorable Jeffrey Ross
Room: 606

**NOTICE OF RENEWED MOTION AND
RENEWED MOTION TO APPROVE
PAGA SETTLEMENT AND
MEMORANDUM OF POINTS AND
AUTHORITIES IN SUPPORT OF
MOTION**

Date: January 16, 2026
Time: 10:30 a.m.
Dept.: 606

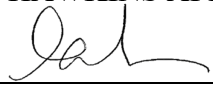
1 **TO ALL PARTIES AND THEIR RESPECTIVE ATTORNEYS OF RECORD:**
2 **YOU ARE HEREBY NOTIFIED THAT** at January 16, 2026 at 10:30 a.m. or as soon thereafter
3 as the matter can be heard, in Room 606 of the above entitled Court before the Honorable Jeffrey
4 Ross, Plaintiff BENITO III UY ("Plaintiff Uy") and Plaintiff SHOHRA YOUSUFPOOR
5 ("Plaintiff Yousufpoor") (collectively, "Plaintiffs"), will and hereby do move for an order
6 approving the settlement of the PAGA claim alleged against Defendants SFC MARKETS
7 INCORPORATED ("SFC Markets") and FORTUNE MANAGEMENT COMPANY, INC
8 ("Fortune") (collectively, "Defendants"), in accordance with Labor Code §2699(l). The proposed
9 settlement is set forth in the accompanying Amended Representative Private Attorneys General
10 Act Settlement Agreement and Release ("Settlement", "Agreement" or "Settlement Agreement").
11 This PAGA Settlement resolves this action in its entirety.

12 This Motion will be based on this notice, the accompanying points and authorities, the
13 Declaration of James Hawkins, and the complete files and records in this action. The Labor
14 Workforce Development Agency has been served with this motion and the Settlement Agreement
15 as set forth in the accompanying proof of service.

16 Dated: October 24, 2025

17 Respectfully submitted,

18 JAMES HAWKINS APLC

19 By: 
20 JAMES R. HAWKINS
21 GREGORY MAURO
22 MICHAEL CALVO
23 LAUREN FALK
24 AVA ISSARY

25 Attorneys for Plaintiffs BENITO III UY and
26 SHOHRA YOUSUFPOOR individually and
27 on behalf of the general public as Private
28 Attorney General

1 **I. INTRODUCTION**

2 Plaintiffs BENITO III UY and SHOHRA YOUSUFPOOR reached a settlement of the
3 California Private Attorneys General Act, Cal. Labor Code §2699, et seq. (“PAGA”) claim
4 asserted in this action against Defendants SFC MARKETS INCORPORATED and FORTUNE
5 MANAGEMENT COMPANY, INC. The only claim in this action is the representative PAGA
6 claim. In accordance with California Labor Code §2699(l), Plaintiffs now ask this Court to review
7 and approve the settlement of Plaintiffs’ PAGA claims. This is only a settlement of the PAGA
8 claims for civil penalties, and is not a class settlement and does not release the individual claims,
9 if any, of the affected employees other than the Plaintiffs. Cal. Labor Code § 2699(g)(1); *Iskanian*
10 *v. CLS Transportation*, 59 Cal. 4th 348, 381 (2014).

11 The PAGA settlement is set forth in the accompanying Amended Representative Private
12 Attorneys General Act Settlement Agreement and Release ("Settlement", "Agreement" or
13 "Settlement Agreement"). A true and correct copy of the Settlement Agreement, which sets forth
14 the terms for the settlement of the PAGA claims, is attached as Exhibit 1 to the Declaration of
15 James Hawkins, filed herewith. Capitalized terms shall have the same meaning as defined in the
16 Settlement Agreement. The LWDA was served notice of this Settlement and this motion as set
17 forth in the accompanying proof of service. Attached as Exhibit A to the Settlement Agreement is
18 the Notice of Settlement, i.e., “Cover Letter” to be mailed to the Aggrieved Employees.

19 A proposed order confirming review and approval of the PAGA settlement is submitted
20 herewith.

21 **II. RELEVANT FACTS**

22 On January 26, 2022, Plaintiff Uy filed a Class Action Complaint in San Francisco
23 County Superior Court, Case No. CGC-22-597850, entitled *Benito III Uy v. SFC*
24 *Markets Incorporated, et al.*, (the “Class Action”) asserting the following causes of action on a
25 class or representative basis against Defendants: (1) Failure to Pay Wages Including Overtime,
26 (2) Failure to Provide Meal Periods, (3) Failure to Provide Rest Periods, (4) Failure to Pay Timely
27 Wages, (5) Failure to Provide Accurate Itemized Wage Statements, and (6) Violation of Unfair
28 Competition Law. (Settlement Agreement ¶1(b)).

1 On March 29, 2022, Plaintiff Uy filed a PAGA Complaint in San Francisco County
2 Superior Court, Case No. CGC-22-598941, entitled *Benito III Uy v. SFC Markets Incorporated,*
3 *et al.*, asserting the following cause of action on an individual and representative basis against
4 Defendants: (1) Violation of Private Attorneys General Act. The PAGA Complaint alleged the
5 following PAGA Violations against Defendants: (1) Failure to Pay Wages Including Overtime,
6 (2) Failure to Provide Meal Periods, (3) Failure to Provide Rest Periods, (4) Failure to Pay Timely
7 Wages, and (5) Failure to Provide Accurate Itemized Wage Statements (the “PAGA Action”).
8 Prior to filing the PAGA Action, Plaintiff Uy submitted a letter to the California Labor and
9 Workforce Development Agency (“LWDA”), pursuant to PAGA, to provide notice of his intent
10 to seek civil penalties under PAGA for Defendants’ alleged violations of California Labor Code
11 sections as outlined in his PAGA Complaint, thereby initiating LWDA Case Number LWDA-
12 CM-864849-22 (the “PAGA Notice”). On September 27, 2022, the Class Action and Plaintiff
13 Uy’s PAGA Action were consolidated into a single lawsuit, Lead Case No. CGC-22-597850.
14 (Settlement Agreement ¶1(c)).

15 On June 23, 2023, Plaintiff Yousufpoor filed a PAGA Complaint in San Francisco County
16 Superior Court Case No. CGC-23-607372, entitled *Shohra Yousufpoor v. SFC Markets*
17 *Incorporated, et al.*, asserting the following cause of action on an individual and representative
18 basis against Defendants: (1) Violation of Private Attorneys General Act. Within her PAGA
19 Complaint, Plaintiff Yousufpoor alleged the following PAGA Violations against Defendants: (1)
20 Failure to Pay Overtime Wages; (2) Failure to Provide Meal Periods; (3) Failure to Provide Rest
21 Periods; (4) Failure to Pay Timely Wages; (5) Failure to Provide Accurate Itemized Wage
22 Statements; and (6) Failure to Provide Suitable Seating. Prior to filing the Yousufpoor PAGA
23 Complaint, Plaintiffs Uy and Yousufpoor submitted an Amended PAGA Notice to the LWDA
24 pursuant to PAGA, to provide notice of their intent to seek civil penalties under PAGA for
25 Defendants’ alleged violations of California Labor Code sections as outlined in Yousufpoor’s
26 PAGA Complaint, under existing LWDA Case Number LWDA-CM-864849-22 (the “Amended
27 PAGA Notice”). (Settlement Agreement ¶1(d)).

28 On October 18, 2023, the Court granted the Joint Stipulation to Consolidate Actions for

1 All Purposes, thereby consolidating *Shohra Yousufpoor v. SFC Markets Incorporated et al.* (Case
2 No. CGC-23-607372) and *Benito III Uy v. SFC Markets Incorporated et al.* (Case No. CGC-22-
3 597850), with CGC-22-597850 designated as the lead case. (Settlement Agreement ¶1(e)).

4 On or about May 16, 2024, *Shohra Yousufpoor* initiated her individual arbitration
5 agreement related to her wage and hour claims with JAMS, Case No. 5220006129. (Settlement
6 Agreement ¶1(f)).

7 Defendants deny all allegations in the Action, deny any failure to comply with the laws
8 identified in the Action, deny any failure to comply with the laws identified in Plaintiffs Uy's and
9 Yousufpoor's respective actions/arbitration, and deny any and all liability for the causes of action
10 alleged. (Settlement Agreement ¶1(h)).

11 During the course of this action Defendants and Plaintiffs exchanged numerous
12 documents and information as well as time and pay records for the aggrieved employees.
13 Defendants also produced policies and other relevant data points for Plaintiffs to conduct a
14 thorough analysis. With this information, on December 4, 2024, the Parties participated in the
15 third all-day mediation presided over by Gig Kyriacou, Esq., a well-respected and experienced
16 wage and hour mediator, which led to the Agreement to settle the Action.

17 During the mediation the Parties engaged in extensive, arms-length negotiations. As a
18 result of the Parties' efforts, the matter was fully resolved. The Parties engaged in significant
19 efforts to obtain the facts regarding the claims asserted, including the exchange of detailed
20 statistical data regarding weeks and pay periods worked by individuals and Plaintiffs. Thereafter,
21 the parties worked together to finalize the terms of the long form settlement agreement that is
22 now placed before this Court for approval. (Hawkins Decl., at ¶ 9).

23 **III. TERMS OF THE AGREEMENT**

24 The Agreement negotiated by the parties provides for Defendants to pay \$255,000.00 as
25 the Gross Settlement Amount ("GSA"). (Agreement at § 3(a)). The "Net Settlement Amount"
26 ("NSA") is the amount remaining of the GSA minus the Court-approved amounts awarded for the
27 Attorneys Fees and Costs, and Settlement Administration Costs. (Agreement at § 3(a)(3)). The
28 Net Settlement Amount is estimated to be \$134,850.74. (Hawkins Decl. ¶ 12).

1 The NSA is calculated as follows: (1) \$63,750.00 (i.e. one fourth of the GSA) shall be
2 paid to Plaintiffs' Counsel for payment of attorneys' fees; (2) Plaintiffs' Counsel's litigation
3 expenses not to exceed \$43,000.00 (Plaintiffs' counsel's litigation costs to date is \$40,849.26; (3)
4 Administration costs not to exceed \$5,550.00; and (4) General Release Payments to each Plaintiff
5 for \$5,000.00 (\$10,000 total). (Agreement at § 3). Any difference from these maximum amounts
6 will be added to the Net Settlement Amount. (Hawkins Decl., ¶ 13).

7 The Gross Settlement Amount is subject to Court approval consistent with Labor Code §
8 2699. Should the Net Settlement Amount increase or decrease, the amount to be distributed shall
9 be adjusted according to the changes made by the Court. Upon approval, the Net Settlement
10 Amount shall be allocated 75% (\$101,138.05) to the LWDA and 25% (\$33,712.69) among
11 Aggrieved Employees. The share of the Net Settlement Amount to be distributed to each
12 Aggrieved Employee is based on the number of his or her Pay Periods worked in the PAGA
13 Period in relation to the aggregate number of Pay Periods worked by the Settlement Group during
14 the PAGA Period. (Agreement at § 3). This equates to approximately \$214.22 on average to each
15 aggrieved employee. The anticipated lowest payment would be \$5.15 for an aggrieved employee
16 who works only 1 pay period. The highest would be approximately \$1,050.60 based on 201
17 maximum possible pay periods worked by aggrieved employee during the PAGA Period.
18 (Hawkins Decl., ¶ 14).

19 The "Aggrieved Employees" are defined as "all current and former hourly-paid or non-
20 exempt employees who worked for Defendants in the State of California during the PAGA Period
21 [January 26, 2021 through March 12, 2025]¹". The Aggrieved Employees are estimated to consist
22 of approximately 577 individuals who worked approximately 22,424 Compensable Pay Periods
23 (as defined in Section 7(b) of the Settlement Agreement) from January 26, 2021 to December 12,
24 2024. (Agreement at § 3(b)). Defendants provided Plaintiffs' Counsel with information
25 concerning the Aggrieved Employees, including statistical data concerning the weeks and pay

26 ¹ The period from January 26, 2021, to the earlier of either the date the Court enters
27 an order approving this Settlement or 90 days after the acceptance of the mediator's proposal,
28 December 12, 2024, is the "PAGA Period". Here the earlier date is 90 days after the acceptance of the December 12,
2024 mediator's proposal, the 90 day date is March 12, 2025. Thus the PAGA period is January 26, 2021 through
March 12, 2025. Agreement at § 3(a)(4)).

1 periods worked. If the actual number of Compensable Pay Periods from January 26, 2021 through
2 the end date of the PAGA Period is more than ten percent (10%) above 22,424 then Defendants
3 will need to choose whether to increase the Total Settlement Amount by the pro rata percentage
4 that the actual number exceeds 22,424 Compensable Pay Periods or have the PAGA Period end
5 on the date when the 10% is reached. (Agreement at § 3(b)).

6 No later than fourteen (14) calendar days after the Court's order granting approval of the
7 Settlement, Defendants will provide the PAGA Settlement Administrator with a list of all
8 Aggrieved Employees (the "Aggrieved Employees List"), containing the following information
9 for each Aggrieved Employee: (i) first and last name; (ii) last known address; (iii) last known
10 telephone number; (iv) Social Security number; and (v) the number of Compensable Pay Periods
11 he or she worked. This information is being provided confidentially to the PAGA Settlement
12 Administrator only, and the PAGA Settlement Administrator shall treat the information as private
13 and confidential and take all necessary precautions to maintain the confidentiality of contact
14 information of the Aggrieved Employees. This information is to be used only to carry out the
15 PAGA Settlement Administrator's duties as specified in the Agreement. (Agreement at § 7(c)(1)).

16 Within 30 calendar days of the approval of the settlement by the court, Defendants will
17 transmit payment to the Administrator. No later than fourteen (14) calendar days after the PAGA
18 Settlement Administrator receives the Aggrieved Employees List and Total Settlement Amount,
19 the PAGA Settlement Administrator will mail the agreed-upon Cover Letter and Individual
20 Settlement Share checks (together, the "PAGA Settlement Package") to all Aggrieved Employees
21 by first-class United States mail; transmit the LWDA Payment to the LWDA; transmit the
22 Attorneys' Fees and Costs to Plaintiff's Counsel; and transmit the Settlement Administration
23 Costs to itself, only after the PAGA Settlement Packages have been mailed to all Aggrieved
24 Employees. (Agreement at §§ 7(a)-(f)).

25 The settlement checks distributed to aggrieved employees are valid for 90 days from the
26 original date of issuance and mailing, and if they are not cashed, deposited, or otherwise
27 negotiated within the 90-day timeframe, it will be canceled, and the funds associated with
28

1 the canceled check will be transmitted to the State Controller's Office Unclaimed Property
2 Division in the aggrieved employee's name and in the amount of their respective Individual
3 Settlement Share. (Agreement at Exhibit A).

4 Upon the date the Court has entered an order approving the Settlement Agreement and full
5 funding of the Total Settlement Amount, and except as to the rights and obligations created by
6 this Settlement Agreement, Plaintiffs and the State of California with respect to Aggrieved
7 Employees, will be deemed to have knowingly and voluntarily released and forever discharged
8 Defendants, including Defendants' parent corporation, affiliates, subsidiaries, divisions,
9 predecessors, insurers, successors and assigns, and their current and former employees, attorneys,
10 officers, directors and agents thereof, both individually and in their business capacities, and their
11 employee benefit plans and programs and the trustees, administrators, fiduciaries and insurers of
12 such plans and programs (collectively, the "Released Parties"), to the full extent permitted by law,
13 of and from the PAGA Claims in the Action and from any and all claims, arising during the
14 PAGA Period, for civil penalties under California Labor Code section 2698 et seq. ("PAGA") as
15 well as any interest, fees, and costs available under PAGA, based on the factual allegations in the
16 Action, including but not limited to PAGA Claims for alleged violations of , (1) Failure to Pay
17 Wages Including Overtime, (2) Failure to Provide Meal Periods, (3) Failure to Provide Rest
18 Periods, (4) Failure to Pay Timely Wages, (5) Failure to Provide Accurate Itemized Wage
19 Statements; 6) Unfair Competition; and (7) Failure to Provide Suitable Seating codified as Labor
20 Code section 201-203, 510, 512, 558, 226, 226.3, 226.7, 1174, 1174.5, 1175, 1194, 1197, 1197.1,
21 1198, and 2698 et seq., applicable IWC Wage Orders, California Code of Regulations, Title 8,
22 section 11000 et seq., and Business and Professions Code Section 17200 et seq. Plaintiffs, on
23 behalf of themselves and the LWDA are deemed to release, on behalf of themselves and their
24 respective former and present representatives, agents, attorneys, heirs, administrators, successors,
25 and assigns, the Released Parties from all claims for PAGA Penalties that were alleged,
26 reasonably related to, or reasonably could have been alleged, based on the facts stated in the
27 PAGA Notice. (Agreement at §8(a)).

28 Since the intent of the Agreement is to bring to an end all claims, controversies, and

1 causes of action Plaintiffs have or claim to have against Defendants, Plaintiff Uy agrees to take all
2 necessary steps to dismiss, with prejudice, Plaintiff Uy's individual claims and dismiss without
3 prejudice the Class Action claims filed on January 26, 2022 against the Defendants (and their
4 subsidiaries, related companies, parents, successors and assigns, officers, directors, attorneys,
5 agents, employees and former employees) in the Court Action. (*Id.*)

6 Since the intent of the Agreement is to bring an end to all claims, controversies, and
7 causes of action Plaintiffs have or claim to have against Defendants, Plaintiff Shohra Yousufpoor
8 agrees to take all necessary steps to dismiss, with prejudice, Plaintiff Yousufpoor's individual
9 wage related claims filed June 23, 2023 against Defendants (and their subsidiaries, related
10 companies, parents, successors and assigns, officers, directors, attorneys, agents, employees and
11 former employees) in the Court Action. Plaintiff Yousufpoor agrees not to participate, as to any
12 released claims against any of the Releasees, in any class, collective, or representative action
13 (including, but not limited, to, as a class representative and/or a named representative), against
14 any of the Defendants or their subsidiaries, related companies, parents, successors and assigns,
15 officers, directors, attorneys, agents, employees and former employees. (*Id.*)

16 The California Labor Workforce Development Agency ("LWDA") is being served with a
17 copy of this motion with the Settlement Agreement through the online process as required by
18 Labor Code § 2699(l). This service on the LWDA is verified in the separately filed proof of
19 service. (Hawkins Decl., ¶ 39).

20 **IV. THE PARTIES HAVE SETTLED THE PAGA CLAIMS**

21 The claim before this court is the representative claim under PAGA on behalf of the State
22 of California for civil penalties pursuant to the PAGA. The parties have agreed to settle this
23 PAGA claim in its entirety after discovery and arm's length mediation. (Hawkins Decl., at ¶¶ 3-
24 16) The settlement is intended to fully and finally resolve the PAGA claims asserted by Plaintiffs
25 on behalf of the State of California. This is only a settlement of the PAGA claims for civil
26 penalties, and is not a class settlement and does not release the individual claims, if any, of the
27 Aggrieved Employees. Attorneys' fees equal to \$63,750.00 and actual litigation costs in the
28 amount of \$40,849.26 will also be paid to Plaintiffs' Counsel, subject to Court approval as part of

1 the settlement in accordance with California Labor Code § 2699(g)(1) as set forth in the
2 Agreement. There is also payment of up to \$5,550.00 to the Settlement Administrator to perform
3 the administrative duties to distribute the settlement money. (Hawkins Decl., ¶¶ 3-16)

4 **V. THE PARTIES REQUEST REVIEW AND APPROVAL OF THE**
5 **SETTLEMENT OF THE PAGA CLAIM**

6 Labor Code § 2699(l) requires that the Court "shall review and approve any settlement of
7 any civil [PAGA] action filed pursuant to this part. The proposed settlement shall be submitted to
8 the agency at the same time that it is submitted to the court." Consequently, the parties
9 respectfully ask the Court to review and approve the settlement of the PAGA claims and the
10 Maximum and Net Settlement Amounts to be paid as part of the proposed settlement.

11 **A. The PAGA Group Recovery to Be Paid Is Fair and Reasonable**

12 The Parties believe that the PAGA Group Recovery is fair and reasonable and therefore
13 "shall" be reviewed and approved. The Labor and Workforce Development Agency has released
14 data on PAGA settlement amounts. The Gross Settlement Amount of \$255,000.00 constitutes
15 approximately \$11.37 per pay period before deductions for fees, costs, and administration costs.
16 The Gross Settlement Amount accounts for approximately 8.7% and 25% of the maximum
17 potential recovery of between \$1,004,957 to \$1,537,708 given the reasonable applied risks
18 factors. (Hawkins Decl. ¶27).

19 Since the filing of the complaint, the Parties have exchanged extensive formal and
20 informal discovery and engaged in numerous discussions regarding the factual and legal issues
21 surrounding this case. Throughout the litigation, Defendants produced voluminous pages of
22 information and data, including policies, handbooks, time and payroll records for the Aggrieved
23 Employees reflecting time punches at the start of employees' shifts, and at the end of the shift,
24 and meal period punches as well as the applicable pay rates. Defendants also provided Plaintiffs'
25 personnel file, records regarding documents identifying the non-exempt positions during the
26 relevant time period. Defendants also provided substantial information concerning the total
27 number of potential size of the PAGA group, the total number of workweeks and pay periods at
28 issue, and the applicable hourly rates and other summary data related to the alleged Aggrieved

1 Employees. The Parties have conducted themselves in informed, good faith arms-length
2 negotiations after conducting discovery and exchanging extensive evidence and information
3 about the claims and defenses of this lawsuit and engaging in pre-mediation discussions,
4 telephone conferences, and correspondence all aimed at settling their dispute (Hawkins Decl., ¶
5 17).

6 In preparation for the three mediations, Plaintiffs reviewed the entire discovery produced.
7 The evidence and information gathered and reviewed by Plaintiffs' counsel provided a factual
8 framework for a comprehensible and reliable damage model pertaining to all Aggrieved
9 Employees. The mediation included discussions and examinations of the Aggrieved Employees
10 and the Parties' respective positions on the legal and factual issues raised in the Complaint.
11 (Hawkins Decl., ¶18).

12 The Aggrieved Employees recovery compares favorably to the estimated amount of
13 PAGA penalties. With the assistance of an expert, Plaintiffs calculated that the maximum amount
14 of statutory PAGA civil penalties for one alleged violation per pay period was potentially
15 \$2,242,400 assuming a violation per pay period per employee based on 22,424 pay periods
16 multiplied by a reasonable per pay period violation rate of \$100. The range of potential penalties
17 is approximately \$2,009,916 to approximately \$3,075,416. These alleged penalties were for the
18 various violations of the Labor Code as alleged in the complaint. For instance, the § 226.7/ 512/
19 (meal periods) for one violation per pay period could be at a maximum of \$1,098,800 based on a
20 49% late recorded meal. The missed and short lunches accounted for approximately 24% alleged
21 violations. However, Defendants countered premiums and or waivers covered most of the missed
22 and short meal periods based on its time keeping Ebers system and argued at best there was only
23 a 9% violation rate of \$201,816 (\$2,018 potential affected PAGA pay periods X \$100).
24 Defendants also argued it had complaint policies in place for meal and rest periods, paid meal
25 period premiums where required, and provided training on its policies. The penalties for violation
26 of Labor Code §§ 201/202/203 for approximately 379 former employees would be \$37,900 using
27 \$100 for each pay period in which an employee was separated and was alleged to have suffered a
28 labor code violation during his or her tenure with Defendants. Given the risks involved, a

1 reasonable risk value reduction would put the realistic possibility of recovery of penalties at an
2 approximately range of \$1,004,957 to \$1,537,708 taking into account for a reasonable 50%
3 chance of recovery at a \$100 per pay period penalty. The risks include manageability issues, not
4 prevailing on the merits, prevailing on certain claims for certain periods, reduced penalty amounts
5 awarded by the trial Court, no liability found at all, and reversal on appeal. (Hawkins Decl. ¶¶ 12-
6 22).

7 In *Carrington v. Starbucks Corp.*, 30 Cal. App. 5th 504 (2018), the Court of Appeal
8 affirmed a judgment after trial which only provided for a PAGA penalty of \$5 per pay period.
9 Therefore, at trial, any PAGA penalties awarded could be significantly less than Plaintiffs'
10 calculation even where Plaintiffs prevailed on the PAGA claim. If the amount of \$5 per pay
11 period from *Carrington v. Starbucks* is used, the potential recovery of civil penalties would be
12 only \$65,000, which is less than this settlement provides.

13 Under PAGA, Courts have considerable discretion to reduce the penalty award. In
14 *Fleming v. Covidien*, 2011 U.S. Dist. LEXIS 154590 (C.D. Cal. 2011), a federal court reduced
15 PAGA penalties from \$2,800,000 to \$500,000, a reduction of 82.2%, because the court found
16 maximum penalties "unjust" because the employees had suffered no injuries. Some trial courts
17 have actually awarded no civil penalties, even when Labor Code violations are established. See
18 *Makabi v. Gedalia*, 2016 Cal. App. Unpub. 1489, *5-7 (2nd Dist. Ct. of App. Mar. 6, 2016) (no
19 PAGA penalties were awarded by the Los Angeles County Superior Court) (unpublished
20 decision); *In re Taco Bell Wage & Hour Actions*, 2016 U.S. Dist. LEXIS 48557, *40-43 (E.D.
21 Cal. Apr. 6, 2016) (PAGA penalties denied after trial).

22 In order to recover any PAGA penalties, Plaintiffs would be required at trial to prove each
23 of the underlying Labor Code violations. See *Cardenas v. McLane Foodservice, Inc.*, 2011 U.S.
24 Dist. LEXIS 13126, *10 (C.D. Cal. 2011) ("Given the statutory language [of PAGA], a plaintiff
25 cannot recover on behalf of individuals whom the plaintiff has not proven suffered a violation of
26 the Labor Code by the Defendants."). Here, Plaintiffs would need to prove that each PAGA
27 Group Member suffered all violations for each pay period the employee worked.
28

1 The claims in this PAGA action are based upon the wage and hour practices of
2 Defendants. The settlement provides a recovery of approximately \$11.37 per pay period before
3 deductions. This provides the aggrieved employees money now rather than in the future to some
4 undetermined date and undetermined amounts. (Hawkins Decl. ¶ 27).

5 Given Defendants potential defenses to the violations at issue, the risks and costs of
6 continued litigation, Plaintiffs and their attorneys believe that the PAGA Settlement is fair and
7 reasonable. (Hawkins Decl., ¶¶ 19-39) Plaintiffs' Counsel has significant experience litigating
8 wage and hour claims including claims for PAGA penalties, and the PAGA Group Recovery here
9 is similar to or greater than similar settlements that courts have approved. (Hawkins Decl., ¶ 35)
10 The PAGA employees recovery, along with the other terms of the proposed settlement, were
11 negotiated by experienced counsel at arm's length with the assistance of a private mediator, Gig
12 Kyriacou, Esq. (Hawkins Decl., at ¶ 9)

13 As set forth in the accompanying proof of service, the LWDA has been provided notice of
14 this motion and the PAGA settlement. The decision of LWDA to accept the PAGA settlement
15 and not oppose the motion should be given considerable weight. This is not a situation where the
16 Court needs to be concerned about the rights of absent employees as in a class settlement, as this
17 PAGA-only settlement does not release the individual claims of absent employees, and the
18 LWDA is a sophisticated government entity that is more than able to look out for its own rights.

19 **B. The Remaining Settlement Terms Are Fair and Reasonable**

20 Although PAGA requires that a court approve the proposed PAGA settlement, Labor
21 Code § 2699(1) does not require that a court approve any other elements of the proposed
22 settlement. Because there are no class allegations, the approval provisions applicable to class
23 settlements under Cal. Code Civil Proc. §382 do not apply. Accordingly, the Court only needs to
24 approve the settlement of the civil penalties sought in the PAGA claim. Nevertheless, as
25 explained herein, the settlement terms for attorneys' fees and costs are reasonable.

26 **VI. THE ATTORNEYS' FEES AND COSTS ARE FAIR AND REASONABLE**

27 PAGA does not have any requirements for reviewing attorneys' fees, and Plaintiffs'
28 position is that the payment of attorneys' fees and costs in this settlement is a matter of contract

1 for a contingent representation. Nevertheless, should this Court review the requested attorneys'
2 fees, it is clear that the requested fees and costs are reasonable.

3 First, the requested fees are justified by the result achieved. Plaintiffs' Counsel negotiated
4 a recovery of \$255,000.00 and this result justifies the requested fees equal to one fourth of this
5 recovery. This amount is within the standard contingent recovery. Second, the fee award is
6 justified by the work performed. As detailed in the accompanying Declaration of Plaintiffs'
7 Counsel, the fee award is reasonable as Plaintiffs' Counsel represents its current lodestar far
8 exceeds the requested amount of \$63,750.00. (Hawkins Decl. ¶¶ 29-37).

9 Generally, the Ninth Circuit and California Courts award multipliers between 2 to 4 times
10 the lodestar to reward counsel for accepting the contingent risks of the litigation or obtaining
11 good results. *See, e.g., Laffitte*, 1 Cal. 5th at 506 (approving one-third fee award with multiplier
12 between 2.03 and 2.13); *Pellegrino v. Robert Half Intern., Inc.*, 182 Cal.App.4th 278 (2010)
13 (noting reasonable multipliers of 2.0 to 4.0 are often applied and affirming 1.75 multiplier);
14 *Wershba v. Apple Computer, Inc.*, 91 Cal.App.4th 224, 254 (2001) (noting that multipliers can
15 range from 2 to 4 or higher); *Vandervort v. Balboa Capital Corp.*, 8 F.Supp. 3d 1200, 1210 (C.D.
16 Cal. 2014) (awarding one-third of fund, which was a 2.52 multiplier of lodestar); *Boyd v. Bank of*
17 *America*, 2014 WL 6473804, at *11 (C.D. Cal. 2014) (awarding one-third of fund, which was a
18 2.58 multiplier of lodestar); *Hopkins v. Stryker Sales Corp.*, No. 11-CV-02786-LHK, 2013 WL
19 496358, at *6 (N.D. Cal. Feb. 6, 2013) (approving fee award that represented a multiplier of 2.76
20 as falling within the "majority" range for risk multipliers). Here, no multiplier is requested as
21 Plaintiffs' Counsel's lodestar exceeds the amount of requested fees. Plaintiffs' counsel's lodestar
22 amount is \$137,711.00. (Hawkins at ¶ 37).

23 Finally, the award of litigation expenses is based upon the actual expenses incurred by the
24 Plaintiffs' Counsel. (Hawkins at ¶¶ 36-38). Plaintiffs' Counsel will be recovering litigation
25 expenses in the total amount of \$40,849.26. These expenses are documented in the billing
26 statement attached to the Declaration of Hawkins as Exhibit 2.

27 VII. CONCLUSION

28 Based on the foregoing, Plaintiffs respectfully request this Court approve the PAGA

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settlement and the Aggrieved Employee recovery as set forth in the Agreement and enter the proposed order submitted herewith.

Dated: October 24, 2025 JAMES HAWKINS APLC

By: 
JAMES R. HAWKINS
GREGORY MAURO
MICHAEL CALVO
LAUREN FALK
AVA ISSARY

Attorneys for Plaintiffs BENITO III UY and
SHOHRA YOUSUFPOOR, individually and
on behalf of the general public as Private
Attorney General