

JAMES HAWKINS APLC

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Attorneys for SOVATANA SAUT and
JOHN HISATO NAKATANI individually
and on behalf of all others similarly situated

**SUPERIOR COURT OF THE STATE OF CALIFORNIA
FOR THE COUNTY OF LOS ANGELES**

SOVATANA SAUT and JOHN HISATO
NAKATANI, individually and on behalf
of themselves and all others similarly
situated,

Plaintiffs,

v.

MCKESSON CORPORATION, a
Delaware Corporation; and DOES 1-50,
inclusive,

Defendants

Case No. 22STCV28690

Assigned for All Purposes to:
Hon. Maureen Duffy-Lewis
Dept.: 38

**DECLARATION OF JAMES R. HAWKINS
IN SUPPORT OF PLAINTIFFS' MOTION
FOR FINAL APPROVAL OF CLASS
ACTION AND PAGA SETTLEMENT, AND
MOTION FOR FEES AND COSTS**

Date: July 14, 2025
Time: 9:30 a.m.
Dept.: 38

COMPLAINT FILED: SEPTEMBER 1, 2022
FAC FILED: AUGUST 29, 2025
Trial Date: None Set

1 I, James R. Hawkins, declare as follows:

2 1. I am an individual over the age of 18. I am a partner at the Law Firm of James
3 Hawkins, APLC. I am one of the attorneys of record for Plaintiffs Sovatana Saut and John Hisato
4 Nakatani (“Plaintiff” or “Class Representatives”), who filed this Class and Representative Action
5 on behalf of themselves and all current and former non-exempt employees of Defendant
6 McKesson Corporation (“Defendant”) in the State of California who worked in distribution
7 centers in the State of California during the Class Period (June 27, 2018 through April 7, 2024)
8 (the “Class Period”). I have personal knowledge of the facts set forth below, and if called to
9 testify regarding them, I could and would do so competently.

10 2. I submit this Declaration in support of Plaintiffs’ Motion for Final Approval of the
11 Class Action and PAGA Settlement, and Motion for Fees and Costs, which are filed concurrently
12 herewith, along with supporting Memoranda of Points and Authorities.

13 3. Attached hereto as **Exhibit 1** is a true and correct copy of the executed and
14 preliminarily-approved Class Action and PAGA Settlement Agreement entered by the parties, for
15 which the parties ask the Court to grant final approval (the “Settlement”).

16 4. For the Court’s ease in review, attached hereto as **Exhibit 2** is a true and correct
17 copy of the Declaration that I submitted in connection with the Motion for Preliminary Approval
18 of the Settlement in this case (the exhibits have been omitted).

19 5. Defendant does not oppose the Motion for Final Approval.

20 **THE COURT GRANTED PRELIMINARY APPROVAL OF**

21 **THE CLASS ACTION SETTLEMENT**

22 6. On September 3, 2024, Plaintiffs filed a Motion for Preliminary Approval of Class
23 Action and PAGA Settlement. The Court issued an Order on December 5, 2024 granting
24 preliminary approval of the Class Action and PAGA Settlement, approval of the class notice, and
25 conditional certification of the Class.

26 7. For the Court’s ease in review, attached hereto as **Exhibit 3** is a true and correct
27 copy of the Court’s Order granting the Motion for Preliminary Approval of the Settlement.

28 8. Additionally, the Court further preliminarily approved the formulas provided in the

1 Settlement Agreement for calculating individual settlement payments to the Class Members using
2 a workweek based calculation.

3 9. The Court also appointed ILYM Group, Inc. as the settlement administrator. Since
4 then, ILYM has worked diligently with Class Counsel and counsel for Defendant to efficiently
5 administer the Settlement.

6 **THE SETTLEMENT ADMINISTRATOR HAS CARRIED OUT**

7 **THE NOTICE PROCEDURES**

8 10. The Parties and the Settlement Administrator successfully delivered notice of the
9 Settlement and the Court's Preliminary Approval Order to the Class. As detailed in the
10 Declaration of Nathalie Beltran on behalf of ILYM Group, Inc. ("Beltran Decl."), Notice Packets
11 were mailed to the 1,065 individuals included on the Class List. Ultimately, eighteen notices
12 remained undeliverable (i.e., Class Notices that were returned undeliverable with no updated
13 address from the skip trace and/or were returned undeliverable a second time).

14 11. Class Members were mailed notice of the Settlement and were not required to
15 submit a claims form for their share of the Net Settlement Amount. The Notice included (a)
16 information regarding the nature of the Action; (b) a summary of the Settlement's principal terms;
17 (c) the Settlement Class definition; (d) the formula for calculating Individual Settlement
18 Payments for Class Members; (e) the date which comprise the Class Period; (f) instructions on
19 how to dispute the amount owed under the distribution formula, opt out of the settlement or
20 submit an objection; (g) the deadlines by which the Class Member must postmark his or her opt-
21 out or objection; (h) the claims to be released; and (i) an estimate of each Class Member's
22 Individual Settlement Payment.

23 12. The Notice was sent to the mailing address for the Class Members in Defendant's
24 records on December 9, 2024. (Beltran Decl., at ¶ 7) The Administrator conducted a skip trace to
25 obtain a new address for Notice packets that were returned undeliverable with no forwarding
26 address provided, in accordance with the terms of the Settlement. (Id. ¶ 8).

27 13. Class Members were given 45 days after the date the Settlement Administrator
28 initially mailed the Class Notice to object to the Settlement in writing. Any objecting Class

1 Members had to notify the Settlement Administrator of his or her intent to object by following the
2 procedure set forth in the Notice of Settlement within 45 calendar days of mailing. For Class
3 Members whose notice was remailed, the final date for objecting shall be extended by an
4 additional 14 days (Ex. 1, Settlement ¶ 7.4.4). Failure to strictly comply with this deadline
5 forever bars a Class Member from objecting to the Settlement. A Class Member who objects to
6 the Settlement will still be considered a Participating Class Member who is subject to the
7 Settlement. (Id. at ¶ 7.7.1).

8 14. Class Members had 45 days after the date the Settlement Administrator initially
9 mailed the Class Notice to dispute the number of workweeks that they are credited. (Id. at ¶ 7.6).
10 If a Class Member disagreed with the number of Workweeks as stated in his or her Class Notice,
11 he or she could dispute that figure by informing the Settlement Administrator of the number of
12 Workweeks in dispute and submitting supporting documentation (such as, without limitation,
13 payroll or timekeeping records, and paycheck stubs) within 45 days of the initial mailing. Class
14 Members to whom the Class Notice was remailed will have an additional 14 days to dispute the
15 number of workweeks. In the event of any dispute, the Settlement Administrator shall review the
16 Workweeks disputed and supporting documentation and decide based upon the submitted
17 documentation as to the validity of the Class Member's claim. The Settlement Administrator shall
18 also notify Defendant and Class Counsel and request further information as needed. (Id.).

19 15. Class Members had 45 days after the date the Settlement Administrator initially
20 mailed the Notice to request exclusion from the Class. (Id. at ¶ 7.5.1) Any Class Member who
21 wished to be excluded from the Settlement had to submit a timely and valid Request for
22 Exclusion to the Settlement Administrator that clearly expressed such desire and is signed by
23 such Class Member. (Id.). Any such statement was required to contain the case name, as well as
24 the Class Member's full name, address, telephone number, last four (4) digits of his or her Social
25 Security number, and signature, and a clear statement indicating that he or she sought to exclude
26 him or herself from the Settlement. Class Members who did not opt out by submitting valid and
27 timely Requests for Exclusion were deemed to be Participating Class Members and are bound by
28 the Settlement and the Judgment entered based thereon. Class Members who Opted Out by

submitting valid and timely Requests for Exclusion are not bound by the Settlement, and are not entitled to any benefits thereunder, or to make any objection to the Settlement. (Ex 1, Settlement ¶ 7.5.4)). If a Class Member submitted both a Request for Exclusion and an objection to the Settlement, the Request for Exclusion was accepted, and the objection was disregarded. (Id.).

16. As of the date of this declaration, no Class Members have requested to be excluded from the settlement, and no Class Members have objected to the settlement. (Beltran Decl. ¶¶ 11-12).

17. If a Class Member's check is not cashed within 180 days, the check will be void and a stop payment order may be placed on the check. In such event, the Settlement nevertheless will be binding upon the Settlement Class Member. Uncashed checks will be tendered to the California Controller's Office, Unclaimed Property Division. (Ex. 1, Settlement ¶ 4.4.3).

18. The Parties selected ILYM Group, Inc. as the Settlement Administrator. The Settlement Administrator's duties include: preparing and distributing the Notice of Settlement, calculating and directing the disbursement of payments to Settlement Class Member, Class Counsel, the Class Representatives and the LWDA; calculating and timely paying any and all payroll taxes from the wages portion of the Net Settlement Amount to the appropriate tax authorities, as required under this Agreement and applicable law; handling inquiries about the calculation of individual settlement payments; preparing and filing any tax returns and information returns and any other filings required by any governmental taxing authority or other governmental agency; providing weekly status reports to the Parties' counsel; advising Defendant and Class Counsel of any Class Members who submit objections and/or requests for exclusions from the Settlement; providing a due diligence declaration for submission to the Court prior to the final approval hearing; printing and providing Settlement Class Members and Plaintiffs with tax forms as required under this Agreement and applicable law; arranging for and remitting funds from any uncashed settlement payment to the California Controller's Office Unclaimed Property Division; sending reminder postcards to Class Members, and for such other tasks as the Parties mutually agree or the Court orders the Settlement Administrator to perform. The Settlement Administrator shall establish a settlement payment center address, telephone number, facsimile

number, and email address to receive Class Members' inquiries about the Notice of Settlement, requests to be excluded from the Settlement and settlement payments. (Ex. 1, Settlement ¶ 7.8.1).

19. Class Counsel and Plaintiff do not have any financial interest in the Settlement Administrator or otherwise have a relationship with the Settlement Administrator that could create a conflict of interest, and believe that the amount of \$13,550.00 requested for ILYM Group for their settlement administration services is appropriate. (Id.).

20. After Final Approval of the Settlement, Defendant shall make a one-time deposit of the Gross Settlement Amount and Employer Taxes to the Escrow Account no later than twenty-one (21) calendar days after the Effective Date (Id. ¶ [4.3). "Effective Date" shall mean the date this Settlement is approved as provided herein and the Court's order granting Final Approval and entry of Judgment becomes final and is no longer appealable. For purposes of this Settlement, "becomes final and is no longer appealable" shall mean the later of: (a) five business days after the last date by which a notice of appeal to the applicable Court of Appeal of the order and judgment approving this Settlement may be timely filed and none is filed (i.e., 65 days from notice of entry of judgment); (b) if an appeal is filed, and the appeal is finally disposed of by ruling, dismissal, denial, or in a any other manner that confirms the validity of the order and judgment, five business days after the last date for filing a request for further review of the order and judgment approving this Settlement passes, and no further review is requested; or (c) if an appeal is filed and the order approving this Settlement is affirmed and further review of the order is requested, five business days after the review is finally resolved and the order and judgment approving this Settlement is affirmed. (Id. ¶ 1.18).

21. No later than seven (7) calendar days after the deposit of the entire Gross Settlement Amount with the Settlement Administrator, the Settlement Administrator, according to the terms and procedures of the Agreement, shall pay issue payments to (i) Participating Class Members and PAGA Employees; (ii) the LWDA; (iii) Plaintiffs; and (iv) Class Counsel. (Ex. 1, Settlement ¶ 4.4).

THE SETTLEMENT IS FAIR, REASONABLE AND ADEQUATE

1 22. The Parties entered into the Settlement Agreement only after conducting extensive
2 investigation of the relevant facts and applicable law throughout the Action, and the potential
3 defenses, and damages claims by Plaintiffs on behalf of themselves and the Class.

4 23. Plaintiffs' counsel engaged in necessary formal and informal discovery,
5 investigation, sampling and expert evaluation, disclosures, significant written discovery in both
6 the class and PAGA actions (form interrogatories, requests for production, employment
7 interrogatories, special interrogatories, and requests for admission), document review (e.g.,
8 documents pertaining to Defendant's policies and procedures, personnel documents, wage
9 statements, time records, among others) and conducted an extensive analysis and extrapolation of
10 the sampling of class-wide data provided by Defendant. Each of the Plaintiffs also had his
11 deposition taken. Plaintiffs' counsel's investigation also included research and interviews, the
12 exchange of information and documents (including pertinent financial information), conferences
13 with defense counsel, and informal discovery.

14 24. Plaintiffs' counsel also prepared for and attended a full day mediation session on
15 February 13, 2024 with wage-and-hour class action mediator, Steven J. Serratore, and assessed
16 the evidence with an eye towards class certification. Later, with Mr. Serratore's assistance and a
17 mediator's proposal, the Parties entered into a memorandum of understanding, and thereafter
18 drafted and executed a long-form settlement agreement on June 14, 2024, for which they now
19 seek approval. The Parties engaged in a significant amount of research, investigation, and
20 information exchange prior to mediation. Informal discovery and information exchange included
21 the production of class size information, Plaintiffs' employment files (including time records and
22 wage statements), Defendant's handbooks and policies, Plaintiffs' employment application,
23 applicable job description, other policy and procedure documentation, timekeeping information,
24 pertinent financial information, Class Members' pay records, and other relevant documentation.
25 Defendant produced substantial class information, and pay records for the class. The Parties
26 conducted their own evaluations of the potential recoveries based on the claims alleged in the
27 Action. The Parties then shared damages information with the mediator and each other for
28 purposes of reaching a settlement. The Parties also engaged in numerous discussions regarding

1 the data exchanged, the Parties' respective claims and defenses, and the Plaintiffs' claimed
2 damages.

3 25. We also conducted a thorough investigation into the factual and legal issues
4 implicated by Plaintiffs' claims and were able to objectively assess the settlement's
5 reasonableness. By engaging in such a thorough investigation and evaluation of Plaintiffs' claims,
6 I can opine that the Settlement, for the consideration and on the terms set forth in the Settlement
7 Agreement, is fair, reasonable, an adequate, and is in the best interests of Class Members in light
8 of all known facts and circumstances, including the risk of significant delay and uncertainty
9 associated with litigation, and various defenses asserted by Defendant.

10 26. Indeed, based on my experience, I believe that the proposed Settlement is fair,
11 reasonable and adequate and represents a great result for the Class Members. As detailed in my
12 Declaration in Support of Preliminary Approval, attached as Exhibit 2, although Plaintiffs and
13 Class Counsel compromised to achieve the Settlement, the compromise is extremely fair,
14 reasonable and adequate when compared to the realistic value of the class claims and considering
15 the substantial risks involved in pursuing further litigation including financial considerations and
16 the possibility of appeals by either party that would serve to increase the amount of time in which
17 Class Members could possibly see some benefits.

18 27. Class Counsel and Plaintiffs understand the uncertain and risky nature of the class
19 certification process as well as the potential merits of both legal and factual defenses expected to
20 be raised by Defendant. They also understand the Court's discretion in any litigation under the
21 PAGA to reduce penalties. Based upon the uncertainty associated with Defendant's asserted
22 defenses, the risk in certifying a class, the possibility of Defendant prevailing on potentially
23 dispositive motions, and a potential trial, Class Counsel and the Plaintiffs believe the
24 \$2,250,000.00 Gross Settlement Amount to settle all Claims pending in the Action is fair,
25 reasonable, and adequate under the circumstances and will provide Settlement Class Members
26 meaningful compensatory relief without any reversion to Defendant. The Settlement affords the
27 Class Members prompt and substantial relief, while avoiding significant legal and factual
28 obstacles that otherwise may have prevented the Class Members from obtaining any recovery at

1 all. Indeed, the outcome of class certification, trial, and any attendant appeals, as well as ultimate
2 collectability in the current economic climate, is inherently uncertain. Throughout this litigation
3 and the settlement process, Defendant has denied and continues to deny any liability or
4 wrongdoing of any kind associated with Plaintiffs' claims alleged in the Action. Defendant has
5 also produced substantial evidence to support its defenses, such that recovery is uncertain.

6 28. While Plaintiffs believe in the strength of their allegations, there is no certainty
7 they could prove sufficient systematic violations at Defendant's hands to certify the Class.
8 Though the Settlement has been reached, Defendant steadfastly contends that it complied at all
9 times with the California Labor Code and the applicable IWC Wage Orders. Defendant denied
10 and continues to deny any and all liability or wrongdoing of any sort with regard to the claims
11 and maintain that for any purpose other than a settlement, this Action is not appropriate for class
12 action treatment.

13 29. Indeed, there is a significant chance that continued litigation could result in the
14 Class obtaining no recovery at all. Defendant has strong defenses to Plaintiffs' claims. Further,
15 Defendant had strong arguments on Plaintiffs' position regarding class certification based on
16 current law. A more detailed summary of Plaintiffs' claims and Defendant's defenses is provided
17 in my Declaration in Support of Preliminary Approval, paragraphs 5-11, attached herein as
18 Exhibit 2. In addition to the substantial risks and uncertainty inherent in continued litigation,
19 Plaintiffs and Defendant face the *certainty* that further litigation—potentially through trial and
20 appeals—would be expensive and time consuming. Therefore, the proposed Settlement is both
21 fair and reasonable in light of Defendant's asserted legal and factual grounds for defending
22 against the putative class claims and the risks of not obtaining and/or maintaining class
23 certification through the trial of the action and after any appeals.

24 30. Ultimately, we determined an appropriate range of recovery for settlement
25 purposes by offsetting Defendant's maximum theoretical liability by: (i) the strength of the
26 defenses to the merits of Plaintiffs' claims; (ii) the risk of class certification being denied; (iii) the
27 risk of losing on any of a number of dispositive motions that could have been brought between
28 certification and trial (e.g., motions to decertify the class, motions for summary judgment, and/or

1 motions in limine) that might have eliminated all or some of Plaintiffs' claims, or barred
2 evidence/testimony in support of the claims; (iv) the risk of losing at trial; (v) the chances of a
3 favorable verdict being reversed on appeal; and (vi) the difficulties attendant to collecting on a
4 judgment.

5 31. Plaintiffs estimated that Defendant's realistic exposure is approximately
6 \$8,438,465.50 including PAGA penalties. We respectfully submit that a settlement amounting to
7 \$2,250,000.00 is approximately 26.66% of the maximum realistic exposure, which is fair and
8 reasonable in view of the odds of: (i) overcoming Defendant's arguments and evidence to
9 Plaintiffs' claims; (ii) the obstacles inherent in satisfying the requirements to certify a class and
10 satisfy manageability requirements; (iii) the challenges of proving the elements of each cause of
11 action; (iv) the derivative nature of many of the claims; (v) the expenses of further litigation; and
12 (vi) the recovery rate, even if Plaintiffs were to prevail, after years of continued and costly
13 litigation.

14 32. Given the amount of work and effort by the Class Representative and Class
15 Counsel to achieve a great result, the Class Representative Service Payments in the amount of
16 \$10,000 to Plaintiff Sovatana Saut and John Hisato Nakatani, the attorneys' fees of \$787,500.00
17 and costs of \$39,540.51 are fair, reasonable and adequate. The specific amounts for the Class
18 Representative Service Payments and attorneys' fees were disclosed clearly in the Class Notice
19 provided to the Class Members, and none of the Class Members objected to these terms.
20 Although the Court preliminarily approved, and notice was provided for, costs in the amount of
21 \$50,000.00, Class Counsel respectfully requests an award of actual costs incurred of \$39,540.51.

22 **THE CLASS REPRESENTATIVE SERVICE PAYMENT**
23 **IS JUSTIFIED**

24 33. Under the terms of the Settlement Agreement, the Class Representatives seek
25 service payments in the amount of \$10,000 to Plaintiff Sovatana Saut and Plaintiff John Hisato
26 Nakatani for their service in filing and prosecuting this class and PAGA action on behalf of the
27 Class and Aggrieved Employees.

28 34. I strongly support the service awards to the Class Representatives and Defendant

1 does not oppose the amount requested. Such an amount was reached as the product of arm's length
2 negotiations. Thus, I believe that the requested service payments to Plaintiffs are justified, fair and
3 warranted. Plaintiffs' assistance to Class Counsel and services to the Class have been invaluable.
4 (See generally, Declarations of Sovatana Saut and John Hisato Nakatani in Support of Preliminary
5 and Final Approval).

6 35. By coming forward and pursuing this class action lawsuit that in this information
7 age can easily be discovered by prospective employers, the Plaintiffs have placed the interest of the
8 Class above their own. Additionally, Plaintiffs made the decision from the very beginning of the
9 litigation to protect the interest of the Class by not wavering from their decision to prosecute and
10 settle the claims on behalf of class members for a settlement that was in the best interests of the
11 Class. I do not believe that Plaintiffs have any interests that are adverse or antagonistic to the Class
12 Members' interests.

13 36. The Class Representatives were a crucial participant in the prosecution of this
14 litigation. Plaintiffs worked closely with me and my firm in all aspects of the litigation in this case.
15 They provided an extraordinary amount of factual information necessary for the prosecution and
16 settlement of the class claims. This information proved invaluable in our settlement discussions.
17 Plaintiffs spent a significant amount of time searching for and producing documents in the case,
18 and reviewing and interpreting the voluminous documents produced by Defendant. Plaintiffs
19 actively participated in this litigation during all stages, including having their depositions taken,
20 being available during mediation for negotiation of the Settlement, the settlement approval process.

21 37. Plaintiffs also agreed to enter into a broader release of claims against Defendant as
22 opposed to the narrowly drafted release for the other Class Members. There is additional value
23 associated with their general release of claims.

24 38. Plaintiffs took on significant risks, including the potential that the lawsuit may affect
25 their ability to obtain future employment as well as the risk of paying an award of costs to Defendant
26 if they were not successful in litigating their claims.

27 39. I understand that the average estimated payment to Class Members is \$1,198.98 and
28 the highest estimated payment is \$4,070.80.

1 40. I also understand that Plaintiffs will receive payments according to the same formula
2 as the other Class Members and Aggrieved Employees. Therefore, Plaintiffs' individual payments
3 alone will not compensate them for the significant risk and efforts in obtaining a settlement that
4 will yield thousands of payments of hundreds of dollars each to the Class Members and Aggrieved
5 Employees.

6 41. Plaintiffs have been exceptional Class Representatives and the Class and Aggrieved
7 Employees have benefited immensely from their services. The service payments are reasonable in
8 light of the time and effort Plaintiffs have spent on this litigation over the past two years and the
9 excellent result they obtained on behalf of the Class. Thus, I submit the enhancement awards to
10 Plaintiffs are appropriate and justified as part of the overall Settlement and warrant final approval.

11 **THE ATTORNEYS' FEES AND LITIGATION COSTS CLASS COUNSEL SEEK**
12 **ARE REASONABLE, FAIR AND ADEQUATE**

13 42. In accordance with the terms of the Settlement Agreement, Class Counsel seeks an
14 award of attorneys' fees in the amount of \$787,500.00 (not more than 35% of the Gross Settlement
15 Amount) and reimbursement for actual and necessary costs of \$39,540.51. Defendant does not
16 oppose these amounts.

17 43. The attorney's fees and costs requests are respectfully believed to be reasonable. My firm
18 that has represented Plaintiffs in this matter has borne the entire risk and cost of this litigation on
19 a pure contingency basis. The legal issues raised in this case were complex and drew
20 significantly upon the experience of Class Counsel. The proposed attorneys' fees accurately
21 reflect the legal marketplace and are within the range of customarily approved fees by California
22 courts.

23 44. Despite the complexity of the case, Class Counsel has, through our investment of
24 substantial effort and resources, secured an outstanding settlement on behalf of the Class
25 Members. The issues and arguments Class Counsel has encountered and overcome in arriving at
26 the Parties' negotiated settlement terms were also many and complex and required skillful
27 advocacy that can arise only out of experience, professional perspective, and success. Plaintiffs
28 would have faced substantial legal and factual obstacles in demonstrating that Class certification

1 was appropriate and that they would prevail on the merits in light of Defendant's asserted
2 defenses. Still, Class Counsel has negotiated a substantial settlement on behalf of the Class for
3 such claims. Plaintiffs would have also been required to establish a significant amount of witness
4 testimony, and other evidence in order to evaluate and present arguments at both class
5 certification and trial. Defendant has vigorously challenged the claims pled in the operative
6 complaint, contest liability, the amount of claimed damages, the propriety of the Class
7 Certification, and would have continued to do so through trial. Accordingly, Class Counsel
8 believes the Settlement to be fair, reasonable, and adequate and that it is in the best interest of the
9 Class Members. The fairness and adequacy of the Settlement is confirmed by all known facts and
10 circumstances, including the risk of significant delay and uncertainty associated with litigation,
11 the various defenses asserted by Defendant, and numerous potential appellate issues. Defendant
12 and Defendant's Counsel also agree that the settlement is fair, reasonable, and adequate.

13 45. Plaintiffs and Class Counsel respectfully submit the fees and costs provision of the
14 Settlement is fair and reasonable both when cross-checked under the lodestar and common fund
15 method. The total billable hours that I and my firm have invested and will invest in prosecuting
16 this action, should the settlement be approved by this honorable Court, is substantial. Our fees
17 and costs request is fair and reasonable because we have expended substantial time and effort in
18 achieving the proposed Settlement.

19 46. I am the founding partner at James Hawkins, APLC and have devoted
20 approximately 104.9 hours in prosecuting this case on behalf of Plaintiffs and the Class. In 1993,
21 I graduated from the University of California, Los Angeles with a Bachelor of Arts Degree.
22 Following graduation, I attended Whittier Law School. In 1996, while a full-time law student, I
23 was also a full-time Judicial Extern for the Honorable Consuelo B. Marshall, United States
24 District Court, Central District. After approximately five months of service for Judge Marshall, I
25 became a full-time extern for the United States Attorney's Office, Central District of California.
26 My externship lasted for approximately five months. Thereafter, in 1997, I graduated from
27 Whittier Law School. The same year, I was admitted to practice law in the State of California.
28 Since its inception, this law firm has been exclusively involved in class action and complex

1 litigation. In 2009, I opened an additional office in Miami, Florida, prosecuting wage and hour
2 class actions. Since 2002, I have been lead counsel or co-lead counsel in hundreds of wage and
3 hour class actions. The following is a summary of my tasks and activities in prosecuting this
4 matter: review client intake; research and investigation regarding claims; client interviews;
5 review documents provided by client; conferences regarding claims and causes of action;
6 reviewing and revising the class action complaint and PAGA notice; reviewing the PAGA
7 complaint; conferences related to litigation and discovery plan; reviewing correspondence; review
8 of potentially related actions; conferences with counsel in related actions; conferences with
9 witnesses; memos and notes regarding interviews and claims; due diligence; conferences and
10 consulting re strategy and status; review and revisions to Rule 26 report and conference, review
11 discovery requests and responses, reviewing documents to prepare for mediation; preparation and
12 strategy regarding litigation of the action; preparation and strategy regarding the mediation;
13 preparing damages models and consulting with experts; prepare for and attend mediations;
14 conference regarding MOU; conference regarding settlement agreement; review and revise
15 pleadings and declarations in support of preliminary and final approval; consulting regarding
16 client inquiries; conferences and correspondence regarding the action. My hourly rate is
17 \$1,050.00 per hour. The number of hours I have expended for work performed and the
18 corresponding attorney's fees of \$110,145 are reasonable and necessary.

19 47. Christina Lucio is Of Counsel to James Hawkins, APLC and has been the lead
20 attorney on this case. She has devoted in excess of 150.2 hours in prosecuting the Action. Such
21 hours were reasonable and necessary. Ms. Lucio has 17 years of experience and primarily
22 handled the day-to-day litigation of this matter during the action. Ms. Lucio graduated from the
23 University of California, Riverside in 2003 and received her law degree from the University of
24 Southern California in 2007. She has been a member of the State Bar of California since 2007.
25 Her practice focuses primarily on employment law including wrongful termination,
26 discrimination, retaliation, wage and hour violations (individual and class action), and sexual
27 harassment claims. In recent years, a substantial part of her practice has been focused on class
28 actions, including wage and hour litigation. The following is a summary of Ms. Lucio's tasks and

1 activities in prosecuting this matter: conferences with clients regarding claims, review client
2 documents, research regarding Defendant entities, draft rule 26 report and attend conference, draft
3 *Belaire* notice, draft informal discovery statement and attend conference, preparing discovery
4 plans, day to day correspondences, conferences with defense counsel, correspondence with client,
5 correspondence with defense counsel, review defense document production, draft and revise
6 CMC statements, review and revise discovery requests and responses, review and revise
7 supplemental discovery, deposition preparation, conferences regarding status and strategy, meet
8 and confer conferences re discovery issues, draft informal discovery list for mediation,
9 conference regarding mediation preparation, draft mediation brief, participate in mediations,
10 strategizing regarding damages model and research re theories, continued negotiations post-
11 mediation with defense counsel and mediator, work with prospective administrators for bids,
12 correspondence regarding settlement, multiple drafts and revisions regarding settlement
13 agreement and notice documents, review and revise preliminary approval motion and
14 supplemental documents, review and revise related documents, review and revise final approval
15 motion and fee motion, draft relevant pleadings, draft stipulations. Ms. Lucio's hourly rate is
16 currently \$825 per hour. The number of hours Ms. Lucio expended for work performed and the
17 corresponding attorney's fees of \$123,915 are reasonable and necessary.

18 48. Mitchell Murray is Of Counsel to James Hawkins, APLC. Mr. Murray is a 2007
19 graduate of the University of California, San Diego and 2012 graduate of California Western
20 School of Law. He was admitted to the State Bar of California in 2012. He is a member of the
21 Consumers Attorneys of San Diego. He was selected as a "Rising Star" in 2019 by Super
22 Lawyers Magazine. Mr. Murray's legal experience has focused primarily on all areas of
23 employment law. Since 2016, he has focused his practice in the area of wage and hour class
24 action. Mr. Murray has dedicated 40.1 hours in prosecuting this action on behalf of Plaintiffs and
25 the Class. Such hours are reasonable and necessary. The following is a summary of Mr. Murray's
26 tasks and activities in prosecuting this matter: conferences regarding case management and status,
27 conferences regarding claims, review client documents, research regarding Defendant entities,
28 conferences regarding approval motions, settlement, mediation, and discovery, review discovery

1 and data produced by Defendant, research regarding certification issues, drafting certification
2 motion, draft and review mediation brief, participate in mediation, strategizing regarding damages
3 model and research re theories, and continued negotiations post-mediation with defense counsel
4 and mediator. Mr. Murray's hourly rate is \$775 per hour. The number of hours expended by Mr.
5 Murray for work performed and the corresponding attorney's fees of \$31,077.50 are reasonable
6 and necessary.

7 49. Nicholas Schieffelin is Of Counsel to James Hawkins, APLC. Mr. Murray is a
8 2002 graduate of the Cornell University, New York and 2007 graduate of Suffolk University Law
9 School, Boston. He was admitted to the State Bars of Rhode Island and Massachusetts in 2007
10 and California in 2015. Mr. Schieffelin's legal career has been centered on various aspects of
11 employment law, including representing national banks and Fortune 100 corporations in
12 defending against employment-related and general legal matters, such as class actions. Since
13 October 2023, he has shifted his focus to prosecuting wage and hour class actions as well as
14 individual employment cases. The following is a summary of Mr. Schieffelin's tasks and
15 activities in prosecuting this matter: draft joint status conference statements, draft mediation brief,
16 attend mediation, review settlement agreement, draft moving papers for preliminary and final
17 approval motions, prepare CMC statements, attend status conferences, calls with client, prepare
18 for and attend preliminary approval hearing, review administrator declaration and data,
19 correspondence and conferences with defense counsel, correspondence with client,
20 correspondence with the class administrator. Mr. Schieffelin has dedicated 113.20 hours in
21 prosecuting this action on behalf of Plaintiffs and the Class. Such hours are reasonable and
22 necessary. Mr. Schieffelin's hourly rate is \$775.00 per hour. The number of hours expended by
23 Mr. Schieffelin for work performed and the corresponding attorney's fees of \$87,730 are
24 reasonable and necessary.

25 50. Our associate attorneys have dedicated in excess of 73.5 hours in prosecuting this
26 action on behalf of Plaintiffs and the Class. Our associates' hourly rates are \$450 per hour. The
27 following is a summary of our associates' tasks and activities in prosecuting this matter: Draft
28 discovery requests, prepare initial disclosures, prepare informal discovery conference brief, draft

joint status conference statements, prepare for and represent Plaintiffs at their depositions, review settlement agreement, assist with drafting moving papers for preliminary and final approval motions, prepare CMC statements, attend status conferences, calls with client, prepare for and attend preliminary approval hearing, review administrator declaration and data, correspondence and conferences with co-counsel and defense counsel, correspondence with client, correspondence with the class administrator. The number of hours expended by our associates for work performed and the corresponding attorney's fees of \$38,790 are reasonable and necessary.

51. Our paralegals have dedicated over 114.50 hours in assisting with the prosecution of this case. Their hourly rate is \$220.00 per hour. The number of hours expended for work performed and the corresponding fees of \$25,190 are reasonable and necessary.

52. The lodestar for James Hawkins APLC is approximately \$416,847.50. I submit that the requested attorneys' fees of one-third the Maximum Settlement Amount that Class Counsel has obtained on behalf of the Class Members is fair and reasonable, as are the hourly rates at which our attorneys bill.

James Hawkins APLC Lodestar Summary				
Timekeeper	Years	Hours	Rate	Total
James Hawkins, Esq.	26	104.9	\$1,050	\$110,145.00
Christina Lucio	17	150.2	\$825	\$123,915.00
Mitchell Murray	12	40.1	\$775	\$31,077.50
Nicholas Schieffelin	10	113.2	\$775	\$87,730.00
Associate Attorneys	3	86.20	\$450	\$38,790.00
Paralegal Staff		114.50	\$220	\$25,190.00
TOTAL				416,847.50

53. We respectfully submit that our hourly rates are reasonable in light of the hourly rates charged in the marketplace for comparable skill, years of experience and services. A true and correct copy of the 2023 Wolters Kluwer Real Rate Report, attached as **Exhibit 4**, and the Laffey Matrix, attached as **Exhibit 5**.

54. The Settlement that Class Counsel has negotiated on behalf of the Class confronts very difficult and individualized issues which make certification and proof of merits challenging and work intensive. I and our firm's attorneys and paralegals, along with co-counsel, have secured this Settlement through persistent advocacy of the class claims, which has applied legal

1 nuances and negotiation techniques to achieve a very favorable result for the Class Members.
2 Other attorneys without our experience and comprehensive knowledge and perspective in
3 connection with complex employment litigation may not have been able to achieve such superior
4 settlement terms on behalf of the Class in the relatively brief time frame in which we negotiated
5 this settlement. I believe the requested amount of up to \$787,500.00 in attorneys' fees under the
6 Settlement is a reasonable allocation given the excellent result we have secured for the Class
7 Members. I, therefore, respectfully request the Court approve the allocated attorneys' fees under
8 the Parties' Settlement. Defendant and its counsel do not oppose the requested fee allocation.

9 55. In serving as Plaintiffs' counsel and Class Counsel in this matter, my firm will also
10 seek reimbursement for the out-of-pocket costs of \$39,540.51. A summary of the costs incurred
11 by our firm to date in this action is attached herewith as **Exhibit 6**. Although the Court
12 preliminarily approved, and notice was provided for costs in the amount of \$50,000, Class
13 Counsel respectfully requests an award of actual costs incurred of \$39,540.51. I believe that all of
14 these fees and costs are reasonable and necessarily incurred in litigating this matter and in pursuit
15 of the settlement.

16 I declare under penalty of perjury under the laws of the State of California and the United
17 States of America that the foregoing is true and correct.

18
19 Executed on April 18, 2025 in Irvine, California

20
21 
22 _____
23 James R. Hawkins, Esq.

EXHIBIT 1

CLASS ACTION AND PAGA SETTLEMENT AGREEMENT

This Class Action and PAGA Settlement Agreement (“Agreement”) is made by and between Plaintiffs **Sovatana Saut** and **John Hisato Nakatani** (“Plaintiffs”) and Defendant **McKesson Corporation** (“Defendant”). The Agreement refers to Plaintiffs and Defendant collectively as “Parties,” or individually as “Party.”

1. DEFINITIONS

- 1.1. “Actions” means the Plaintiffs’ lawsuits alleging wage and hour violations against Defendant captioned Sovatana Saut and John Hisato Nakatani v. McKesson Corporation, Case No. 2:22-cv-05707-DMG-KES, initiated on June 27, 2022 and pending in the United States District Court, Central District of California; and Sovatana Saut and John Hisato Nakatani v. McKesson Corporation, Case No. 22STCV28690, initiated on September 1, 2022 and pending in the Superior Court of the State of California, County of Los Angeles. The Parties agree to stipulate to stay the action pending in the United States District Court, Central District of California, Case No. 2:22-cv-05707-DMG-KES, until all distributions under this Settlement have been made, at which point the Parties will file a stipulation to dismiss the action pending in the United States District Court, Central District of California.
- 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 persons who are or were employed by Defendant as hourly paid, non-exempt employees who worked in distribution centers in the State of California at any time during the PAGA Period.
- 1.5. “Class” means all persons who are or were employed by Defendant as hourly paid, non-exempt employees who worked in distribution centers in the State of California at any time during the Class Period.
- 1.6. “Class Counsel” means James Hawkins and Christina M. Lucio of James Hawkins APLC.
- 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 Action.

- 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 Class Period Workweeks and PAGA Pay Periods.
- 1.9. “Class Member” or “Settlement Class Member” means a member of the Class, as either a Participating Class Member or Non-Participating Class Member (including a Non-Participating Class Member who qualifies as an Aggrieved Employee).
- 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, if applicable] in the form, without material variation, attached as Exhibit A and incorporated by reference into this Agreement.
- 1.12. “Class Period” means the period from June 27, 2018 through April 7, 2024.
- 1.13. “Class Representative” means the named Plaintiffs in the Actions seeking Court approval to serve as Class Representatives.
- 1.14. “Class Representative Service Payment” means the payment to the Class Representatives for initiating the Actions and providing services in support of the Actions.
- 1.15. “Court” means the Superior Court of California, County of Los Angeles.
- 1.16. “Defendant” means named Defendant McKesson Corporation.
- 1.17. “Defense Counsel” means Mia Farber and Nicky Jatana of Jackson Lewis P.C.
- 1.18. “Effective Date” means the date when all of the following events have occurred: (1) the Stipulation of Settlement has been executed by all Parties, Class Counsel and Defendant’s Counsel; (2) the Court has given preliminary approval to the Stipulation of Settlement; (3) the Notice of Class Action Settlement has been given to the putative members of the Settlement Class, providing them with an opportunity to object to the terms of this Stipulation of Settlement or opt out of the settlement; (4) the Court has held a formal fairness hearing and entered a final Order and Judgment certifying the Settlement Class, dismissing the Actions with prejudice, and approving the Stipulation of Settlement; (5) 65 calendar days have passed since the Court has entered a final Order and Judgment certifying the Settlement Class, dismissing the Actions with prejudice, and approving the Stipulation of Settlement; and (6) five business days after the period for filing any appeal, writ or other appellate proceeding opposing the Court’s Entry of Judgment

has elapsed without any appeal, writ or other appellate proceeding having been filed; or, if any appeal, writ or other appellate proceeding opposing or seeking to vacate the Court's Judgment or final Order approving the Stipulation of Settlement has been filed, five business days after any appeal, writ or other appellate proceedings opposing the Stipulation of Settlement or seeking to vacate the Judgment has been finally and conclusively dismissed with no right to pursue further remedies or relief.

- 1.19. "Final Approval" means the Court's order granting final approval of the Settlement.
- 1.20. "Final Approval Hearing" means the Court's hearing on the Motion for Final Approval of the Settlement.
- 1.21. "Final Judgment" means the Judgment Entered by the Court upon Granting Final Approval of the Settlement.
- 1.22. "Gross Settlement Amount" means Two Million Two Hundred Fifty Thousand Dollars And Zero Cents (\$2,250,000.00) which is the total amount Defendant agrees to pay under the Settlement except as provided in Paragraph 9 below. 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 Administrator's Expenses.
- 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 calculated according to the number of Workweeks 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, the agency entitled, under Labor Code section 2699, subd. (i).
- 1.27. "LWDA PAGA Payment" means the 75% of the PAGA Penalties 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: Individual PAGA Payments, the LWDA PAGA Payment, Class Representative Service Payment, Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment, and the Administration Expenses Payment. The remainder is to be paid to Participating Class Members as Individual Class Payments.

- 1.29. “Non-Participating Class Member” means any Class Member who opts out of the Settlement by sending the Administrator a valid and timely Request for Exclusion.
- 1.30. “PAGA Pay Period” means any Pay Period during which an Aggrieved Employee worked for Defendant for at least one day during the PAGA Period.
- 1.31. “PAGA Period” means the period from September 1, 2021 through the end of the Class Period.
- 1.32. “PAGA” means the Private Attorneys General Act (Labor Code §§ 2698. et seq.).
- 1.33. “PAGA Notices” means Plaintiffs’ May 27, 2022 letter to Defendant and the LWDA providing notice pursuant to Labor Code section 2699.3, subd. (a).
- 1.34. “PAGA Penalties” means the total amount of PAGA civil penalties to be paid from the Gross Settlement Amount, allocated 25% to the Aggrieved Employees (\$28,125.00) and the 75% to the LWDA (\$84,375.00) in settlement of the PAGA claims.
- 1.35. “Participating Class Member” means a Class Member who does not submit a valid and timely Request for Exclusion from the Settlement.
- 1.36. “Plaintiffs” means Sovatana Saut and John Hisato Nakatani, the named Plaintiffs in the Actions.
- 1.37. “Preliminary Approval” means the Court’s Order Granting Preliminary Approval of the Settlement.
- 1.38. “Preliminary Approval Order” means the proposed Order Granting Preliminary Approval and Approval of PAGA Settlement.
- 1.39. “Released Class Claims” means the claims being released as described in Paragraph 5.2 below.
- 1.40. “Released PAGA Claims” means the claims being released as described in Paragraph 5.3 below.
- 1.41. “Released Parties” means: Defendant and all of its present and former parent companies, direct and indirect subsidiaries, members, joint ventures, owners, principals, agents, divisions, and their respective related or affiliated companies, shareholders, officers, directors, employees, agents, attorneys, insurers, successors and assigns, and any individual or entity which could be liable for any of the Released Claims, and Defendant’s counsel of record in the Action.
- 1.42. “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.
- 1.43. “Response Deadline” means 45 days after the Administrator mails Notice to Class Members and Aggrieved Employees, 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 their Objection to the Settlement. Class Members to whom

Notice Packets are resent after having been returned undeliverable to the Administrator shall have an additional 14 calendar days beyond the Response Deadline expiration date.

- 1.44. “Settlement” means the disposition of the Actions effected by this Agreement and the Judgment.
- 1.45. “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. Pursuant to Labor Code section 2699.3, subd. (a), Plaintiffs gave timely written notice to Defendant and the LWDA by sending the PAGA Notices.
- 2.2. On June 27, 2022, Plaintiffs commenced this putative class action by filing a complaint against Defendant in the Superior Court of California, County of Los Angeles, which Defendant removed to the United States District Court, Central District of California on August 12, 2022, asserting causes of action against Defendant for: (1) failure to pay minimum wages; (2) failure to pay overtime owed; (3) failure to provide lawful meal periods; (4) failure to authorize and permit rest periods; (5) failure to timely pay wages during employment; (6) failure to timely pay wages owed upon separation from employment; (7) failure to reimburse necessary expenses; (8) knowing and intentional failure to comply with itemized wage statement provisions; and (9) unfair competition (hereinafter, “Class Action Complaint”). Defendant denies the allegations in the Class Action Complaint.
- 2.3. On September 1, 2022, Plaintiffs filed a separate, parallel action for civil penalties under PAGA in the Superior Court of California, County of Los Angeles (Case No. 22STCV28690) (hereinafter, “PAGA Action Complaint”). Defendant denies the allegations in the PAGA Action Complaint.
- 2.4. On February 13, 2024, Plaintiffs and Defendant, by and through the Class Counsel and Defense Counsel respectively, participated in an all-day mediation presided over by Steven J. Serratore, which led to this Agreement to settle the Action.
- 2.5. Prior to mediation, Plaintiffs obtained, through informal discovery, time records, pay records, and other information relating to the size and scope of the Class, as well as data permitting Plaintiffs to fully understand the nature and scope of the allegations. Plaintiffs’ investigation was 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*”).
- 2.6. The Court has not granted class certification.

- 2.7. The Parties, Class Counsel and Defense Counsel represent that, other than the Actions, they are not aware of any other pending matter or action asserting claims that will be extinguished or affected by the Settlement.

3. MONETARY TERMS

- 3.1. First Amended Complaint. For purposes of this Settlement only, the Parties agree to stipulate to consolidate the Actions into a single action. The Parties will seek approval of the settlement in the Superior Court of the State of California, County of Los Angeles. The Settlement approval process and the administration of the Settlement will be before the Superior Court of California, County of Los Angeles. To effectuate this consolidation, the Parties agree to stipulate to the filing of a First Amended Complaint in the action pending in the Superior Court of the State of California, County of Los Angeles, Case No. 22STCV28690, which consolidates the claims and allegations set forth in the Actions into a single operative complaint. The First Amended Complaint will be filed either before or concurrently with submission of the motion seeking preliminary approval of the Settlement. The Parties further agree to stipulate to stay the action pending in the United States District Court, Central District of California, Case No. 2:22-cv-05707-DMG-KES, until all payments have been made and administration of the Settlement has been completed, at which point in time the Parties agree to file a stipulation to dismiss the action pending in the United States District Court, Central District of California with prejudice. In the event the Los Angeles County Superior Court does not grant final approval of the settlement and enter judgment, the Parties agree that the Actions will be severed and the status quo before settlement of the Actions restored. At Defendant's option, the parties will stipulate to lift the stay in the federal court action and the Class Action Complaint will be the operative complaint in the federal court action; and the PAGA action filed by Plaintiffs will remain in Los Angeles County Superior Court and the PAGA Action Complaint will be the operative complaint in that action. To accomplish this result, if necessary, Plaintiffs agree to stipulate that the class action meets the requirements of CAFA and will not challenge removal. The Parties agree to work cooperatively to achieve these purposes.
- 3.2. Gross Settlement Amount. Except as otherwise provided by Paragraph 9 below, Defendant promises to pay Two Million Two Hundred Fifty Thousand Dollars And Zero Cents (\$2,250,000.00) and no more as the Gross Settlement Amount, except that Defendant will make additional payments to the Class Administrator representing its share of any employer payroll taxes to be paid in connection with the Settlement (e.g., FICA, FUTA, payroll taxes, or any similar tax or charge). Defendant has no obligation to pay the Gross Settlement Amount (or any employer payroll 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.

3.3. 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 Plaintiffs: Class Representative Service Payment to the Class Representatives of not more than Ten Thousand Dollars and Zero Cents (\$10,000.00), in addition to any Individual Class Payment and any Individual PAGA Payment the Class Representatives are entitled to receive as Participating Class Members. Defendant will not oppose Plaintiffs' request for a Class Representative Service Payment that does not exceed this amount. As part of the motion for Class Counsel Fees Payment and Litigation Expenses Payment, Plaintiffs will seek Court approval for any Class Representative Service Payments no later than 16 court days prior to the Final Approval Hearing. If the Court approves Class Representative Service Payments for less than the amounts requested, the Administrator will retain the remainder in the Net Settlement Amount. The Administrator will pay the Class Representative Service Payments using IRS Form 1099. Plaintiffs assume full responsibility and liability for employee taxes owed on the individual Class Representative Service Payments.

3.2.2. To Class Counsel: A Class Counsel Fees Payment of not more than thirty-five percent (35%), which is currently estimated to be Seven Hundred Eighty Seven Thousand Five Hundred Dollars and Zero Cents (\$787,500.00) and a Class Counsel Litigation Expenses Payment of not more than Fifty Thousand Dollars and Zero Cents (\$50,000.00). Defendant will not oppose requests for these payments provided that they do not exceed these amounts. Plaintiffs and/or Class Counsel will file a motion for Class Counsel Fees Payment and Litigation Expenses Payment no later than 16 court days prior to the Final Approval Hearing. 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. Released Parties shall have no liability to Class Counsel or any other Plaintiff's Counsel arising from any claim to any portion of any Class Counsel Fee Payment and/or Class Counsel Litigation Expenses Payment. The Administrator will pay the Class Counsel Fees Payment and Class Counsel 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 Defendant harmless, and indemnifies Defendant, from any dispute or controversy regarding any division or sharing of any of these Payments.

- 3.2.3. To the Administrator: An Administrator Expenses Payment not to exceed \$13,550.00 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 \$13,550.00, the Administrator will retain the remainder in the Net Settlement Amount.
- 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: 10% 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. The other 90% 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: Non-Participating Class Members will not receive any Individual Class Payments. The Administrator will retain amounts equal to their Individual Class Payments in the Net Settlement Amount for distribution to Participating Class Members on a pro rata basis.
- 3.2.5. To the LWDA and Aggrieved Employees: PAGA Penalties in the amount of One Hundred Twelve Thousand Five Hundred Dollars And Zero Cents (\$112,500.00) to be paid from the Gross Settlement Amount, with 75% (\$84,375.00) allocated to the LWDA PAGA Payment and 25% (\$28,125.00) allocated to the Individual PAGA Payments.
 - 3.2.5.1. The Administrator will calculate each Individual PAGA Payment by (a) dividing the amount of the Aggrieved Employees' 25% share of PAGA Penalties (\$28,125.00) 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. The Administrator will report the Individual PAGA Payments on IRS 1099 Forms.

4. SETTLEMENT FUNDING AND PAYMENTS

- 4.1. Class Workweeks: Based on a review of its records to date, Defendant estimates Class Members collectively worked a total of 86,000 Workweeks during the Class Period.
- 4.2. Class Data: Not later than 21 calendar 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 it discovers 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 by transmitting the funds to the Administrator no later than 21 calendar days after the Effective Date.
- 4.4. Payments from the Gross Settlement Amount: Within 7 calendar 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 Payments. Disbursement of the Class Counsel Fees Payment, the Class Counsel Litigation Expenses Payment and the Class Representative Service Payments 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 Class Members 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 Settlement 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 Non-Participating Class Members who qualify as 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. 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 other Class Members whose checks are returned undelivered without USPS forwarding address. Within 5 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 Class Members whose re-mailed checks are returned as undelivered. The Administrator shall promptly send a replacement check to any Class Member whose original check was lost or misplaced, requested by the Class Member prior to the void date.
- 4.4.3. For any Class Member 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 Class Member thereby leaving no "unpaid residue" subject to the requirements of California Code of Civil Procedure section 384, subd. (b). Any fees or costs associated with depositing the uncashed checks with the California Controller's Unclaimed Property Fund shall be paid from the Gross Settlement Amount.
- 4.4.4. All Individual Class Payments to Class Members and all Individual PAGA Payments to Aggrieved Employees shall be deemed to be paid to such Class Members and Aggrieved Employees solely in the year in which such payments actually are received by the Class Members and Aggrieved Employees. It is expressly understood and agreed that the receipt of such Individual Class Payments and Individual PAGA Payments will not entitle any Class Member or Aggrieved Employee to additional compensation or additional benefits under any compensation or benefit plans to which any Class Member or Aggrieved Employee may be eligible, including, but not limited to: bonus, contest or commissions plans, profit-sharing plans, bonus

plans, 401(k) plans, stock purchase plans, deferred compensation plans, vacation plans, sick leave plans, PTO plans, and any other benefit plan. Rather, it is the intent of this Settlement that the Individual Class Payments and the Individual PAGA Payments provided for in this Settlement are the sole payments to be made by Defendant to the Class Members and Aggrieved Employees, will not affect any rights, contributions, or amounts to which any Class Members or Aggrieved Employees may be entitled under any compensation or benefit plans, and that the Class Members and Aggrieved Employees are not entitled to any new or additional compensation or benefits as a result of having received the Individual Class Payments and the Individual PAGA Payments (notwithstanding any contrary language or agreement in any benefit or compensation plan document that might have been in effect during the period covered by this Settlement). For those Class Members or Aggrieved Employees that are also union members, whose terms and conditions of employment are covered by a collective bargaining agreement (“CBA”), it is agreed that any Individual Class Payments and Individual PAGA Payments shall not be considered wages under the terms of the CBAs, particularly with respect to overtime, vacation accrual, sick leave accrual, and the payment of union dues and initiation fees.

5. RELEASE OF CLAIMS. Effective on the date when Defendant fully funds the entire Gross Settlement Amount, Plaintiffs, Class Members, and Class Counsel will release claims against all Released Parties as follows:

- 5.1. Plaintiffs’ Release: Plaintiffs and their respective former and present spouses, representatives, agents, attorneys, heirs, administrators, successors, and assigns generally, release and discharge Released Parties from all claims, transactions, or occurrences, including, but not limited to: any and all claims, known and unknown, asserted and not asserted, which the Plaintiffs have or may have against the Released Parties as of the date of execution of this Agreement (“Plaintiffs’ Released Claims”). The Plaintiffs’ Released Claims include, but are not limited to, all of the Released Class Claims, the Released PAGA Claims and any other claims arising under the California Labor Code; any claim arising out of the California common law of contract; the Fair Labor Standards Act, 29 U.S.C. § 201 *et seq.*, and federal common law; all claims for lost wages and benefits, emotional distress, retaliation, punitive damages, and attorneys’ fees and costs arising under federal, state, or local laws for discrimination, harassment, and wrongful termination, including but not limited to, 42 U.S.C. section 1981, Title VII of the Civil Rights Act of 1964, the Americans with Disabilities Act, the Age Discrimination in Employment Act, the California Fair Employment and Housing Act, the California Labor Code, and the law of contract and tort. This release also includes the general release of claims Plaintiff Nakatani signed on October 6, 2023 in connection with the grievances he filed with his union and incorporated herein by reference. This release excludes the

release of claims not permitted by law. Plaintiffs' 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, workers' compensation benefits (except as to claims under Labor Code §§ 132a and 4553) that arose at any time, or based on occurrences outside the Class Period. Plaintiffs acknowledge that Plaintiffs may discover facts or law different from, or in addition to, the facts or law that Plaintiffs now know or believe to be true but agree, nonetheless, that Plaintiffs' Release shall be and remain effective in all respects, notwithstanding such different or additional facts or Plaintiffs' discovery of them.

5.1.1. Plaintiffs' Waiver of Rights Under California Civil Code Section 1542: For purposes of Plaintiffs' Release, Plaintiffs expressly waive and relinquish the provisions, rights, and benefits, if any, of section 1542 of the California Civil Code, which reads:

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 Party.

5.2. Release by Participating Class Members: All Participating Class Members, on behalf of themselves and their respective former and present representatives, agents, attorneys, heirs, administrators, successors, and assigns, release Released Parties from all claims alleged, or reasonably could be alleged, in the Actions and ascertained in the course of the Action, including without limitation, California Labor Code sections 201, 202, 203, 204, 210, 216, 218.5, 218.6, 221, 222, 223, 224, 226, 226.3, 226.7, 227.3, 245, 246, 247, 248, 249, 510, 512, 516, 558, 1174, 1182.12, 1194, 1194.2, 1195, 1197, 1197.1, 1198, 2802, California Industrial Commission Wage Orders, and Business and Professions Code sections 17200, et seq., and including all claims for or related to alleged failure to provide meal periods, failure to provide rest periods, failure to pay overtime wages, failure to pay minimum wage, failure to pay all wages due to discharged and quitting employees, failure to maintain required records, failure to furnish accurate itemized wage statements, failure to indemnify employees for necessary expenditures incurred in discharge of duties, failure to provide and/or pay for accrued sick leave time, failure to produce employee records, and unfair and unlawful business practices, including, but not limited to, claims for injunctive relief, liquidated damages, penalties, interest, fees, costs, and all other claims and allegations made or which could have been made in the Actions based on the facts and allegations pled in the Actions during the Class Period ("Released Class Claims"). Except as set forth in Section 5.3 of this Agreement, 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, workers' compensation, or claims based on facts occurring outside the Class Period.

5.3. Release by Aggrieved Employees: All Aggrieved Employees are deemed to release, on behalf of themselves and their respective former and present representatives, agents, attorneys, heirs, administrators, successors, and assigns, the Released Parties from all claims for PAGA penalties alleged, or reasonably could be alleged, in the Actions and the PAGA Notices and ascertained in the course of the Actions, including civil penalties pursuant to PAGA for or related to claims for failure to provide meal periods, failure to provide rest periods, failure to pay overtime wages, failure to pay minimum wage, failure to pay all wages due to discharged and quitting employees, failure to maintain required records, failure to furnish accurate itemized wage statements, failure to indemnify employees for necessary expenditures incurred in discharge of duties, failure to provide and/or pay for accrued sick leave time, and failure to produce employee records, as well as all other claims and allegations alleged in the Actions, throughout the PAGA Period (“Released PAGA Claims”).

6. **MOTION FOR PRELIMINARY APPROVAL.** The Parties agree to jointly prepare and file a motion for preliminary approval (“Motion for Preliminary Approval”) that complies with the Court’s current checklist for Preliminary Approvals.

6.1. Plaintiffs’ Responsibilities: Plaintiffs will prepare and deliver to Defense Counsel all documents necessary for obtaining Preliminary Approval, giving Defendant at least five business days to review, including: (i) a draft of the notice, and memorandum in support, of the Motion for Preliminary Approval that includes an analysis of the Settlement under *Dunk/Kullar* and a request for approval of the PAGA Settlement under Labor Code Section 2699, subd. (f)(2)); (ii) a draft proposed Order Granting Preliminary Approval and Approval of PAGA Settlement; (iii) a draft proposed Class Notice; (iv) a signed declaration from the Administrator attaching its “not to exceed” bid for administering the Settlement and attesting to its willingness to serve; competency; operative procedures for protecting the security of Class Data; amounts of insurance coverage for any data breach, defalcation of funds or other misfeasance; all facts relevant to any actual or potential conflicts of interest with Class Members; and the nature and extent of any financial relationship with Plaintiff, Class Counsel or Defense Counsel; (v) a signed declaration from Plaintiffs confirming willingness and competency to serve and disclosing all facts relevant to any actual or potential conflicts of interest with Class Members, and/or the Administrator; (vi) a signed declaration from each Class Counsel firm attesting to its competency to represent the Class Members; its timely transmission to the LWDA of all necessary PAGA documents (initial notice of violations (Labor Code section 2699.3, subd. (a)), Operative Complaint (Labor Code section 2699, subd. (l)(1)), this Agreement (Labor Code section 2699, subd. (l)(2)); (vii) a redlined version of the Parties’ Agreement showing all modifications made to the Model Agreement ready for filing with the Court; and (viii) all facts relevant to any actual or potential conflict of interest with Class Members and/or the Administrator. In their Declarations, Plaintiffs and Class Counsel shall aver that they are not aware

of any other pending matter or action asserting claims that will be extinguished or adversely affected by the Settlement.

- 6.2. Responsibilities of Counsel: Class Counsel and Defense Counsel are jointly responsible for expeditiously finalizing and filing the Motion for Preliminary Approval no later than 30 days after the full execution of this Agreement; and obtaining a prompt hearing date for the Motion for Preliminary Approval. Class Counsel is responsible for delivering the Court's Preliminary Approval to the Administrator.
- 6.3. 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. Employer Identification Number: The Administrator shall have and use its own Employer Identification Number for purposes of calculating payroll tax withholdings and providing reports to state and federal tax authorities.
- 7.3. 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.
- 7.4. Notice to Class Members:
 - 7.4.1. No later than 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, PAGA Members, Workweeks, and Pay Periods in the Class Data.
 - 7.4.2. Using best efforts to perform as soon as possible, and in no event later than 35 days after the Court grants Preliminary Approval of the Settlement, 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.

- 7.4.3. Not later than 3 business days after the Administrator’s receipt of any Class Notice returned by USPS as undelivered, the Administrator shall re-mail the Class Notice using any forwarding address provided by USPS. If 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 USPS a second time.
- 7.4.4. The deadlines for Class Members’ written objections, Challenges to Workweeks and/or Pay Periods, and Requests for Exclusion will be extended an additional 14 days beyond the 45 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.
- 7.4.5. If the Administrator, Defense Counsel 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 14 days after receipt of Class Notice, or the deadline dates in the Class Notice, which ever are later.

7.5. Requests for Exclusion (Opt-Outs):

- 7.5.1. Class Members who wish to exclude themselves (opt-out of) the Class Settlement must send the Administrator, by fax, email, or mail, a signed written Request for Exclusion not later than 45 days after the Administrator mails the Class Notice (plus an additional fourteen (14) days for Class Members whose Class Notice is re-mailed). A Request for Exclusion is a letter from a Class Member or their representative that reasonably

communicates the Class Member's election to be excluded from the Settlement and includes the Class Member's name, address and email address or telephone number. To be valid, a Request for Exclusion must be timely faxed, emailed, or postmarked by the Response Deadline. Aggrieved Employees are prohibited from requesting exclusion from the Released PAGA Claims.

- 7.5.2. 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.
- 7.5.3. 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 Participating Class Members' Releases under Paragraphs 5.2 and 5.3 of this Agreement, regardless whether the Participating Class Member actually receives the Class Notice or objects to the Settlement.
- 7.5.4. Every Class Member who submits a valid and timely Request for Exclusion is a Non-Participating Class Member and shall not receive an Individual Class Payment or have the right to object to the class action components of the Settlement. Because future PAGA claims are subject to claim preclusion upon entry of the Judgment, Non-Participating Class Members who are Aggrieved Employees are deemed to release the claims identified in Paragraph 5.3 of this Agreement and are eligible for an Individual PAGA Payment.
- 7.6. Challenges to Calculation of Workweeks: Each Class Member shall have 45 days after the Administrator mails the Class Notice (plus an additional 14 days for Class Members whose Class Notice is re-mailed) to challenge the number of Class Workweeks and PAGA Pay Periods (if any) allocated to the Class Member in the Class Notice. The Class Member may challenge the allocation by communicating with the Administrator via fax, email or mail. The Administrator must encourage the challenging Class Member to submit supporting documentation. In the absence of any contrary documentation, the Administrator is entitled to presume that the Workweeks 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 Pay Periods shall be final and not appealable or otherwise susceptible to challenge. The Administrator shall promptly provide copies of all challenges to calculation of Workweeks and/or Pay Periods to Defense Counsel and Class Counsel and the Administrator's determination the challenges.

7.7. Objections to Settlement:

7.7.1. Only Participating Class Members may object to the class action components of the 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.

7.7.2. Participating Class Members may send written objections to the Administrator, by fax, email, or mail. In the alternative, Participating Class Members may appear in Court (or hire an attorney to appear in Court) to present verbal objections at the Final Approval Hearing. A Participating Class Member who elects to send a written objection to the Administrator must do so not later than 45 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).

7.7.3. Non-Participating Class Members have no right to object to any of the class action components of the Settlement.

7.7.4. Aggrieved Employees are not permitted to object to any of the PAGA components of the Settlement.

7.8. 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.

7.8.1. Email Address and Toll-Free Number: The Administrator will maintain and monitor an email address and a toll-free telephone number to receive Class Member calls, faxes and emails.

7.8.2. 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 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 from Settlement submitted (whether valid or invalid).

- 7.8.3. 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, challenges to Workweeks and/or Pay Periods 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.
- 7.8.4. Workweek and/or Pay Period Challenges: The Administrator has the authority to address and make final decisions consistent with the terms of this Agreement on all Class Member challenges over the calculation of Workweeks and/or Pay Periods. The Administrator’s decision shall be final and not appealable or otherwise susceptible to challenge.
- 7.8.5. Administrator’s Declaration: Not later than 14 days before the date by which Plaintiffs are 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 from Settlement it received (both valid or invalid), the number of written objections and attach the Exclusion List. 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.
- 7.8.6. Final Report by Settlement Administrator: Within 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 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. **CLASS SIZE ESTIMATES AND ESCALATOR CLAUSE**. Based on its records, Defendant estimates that, as of the date of the mediation, Class Members collectively worked a total of 86,000 Workweeks during the Class Period. To the extent that the actual number of Workweeks exceeds 86,000 by more than 10% (i.e., if the actual workweeks are

greater than 8,600), Defendant will have the option to either increase the Maximum Settlement Amount proportionately for each additional week worked above 8,600 (*e.g.*, if the number of workweeks increase by 11%, Defendant shall increase the Gross Settlement Amount by 1%) or Defendant can choose to end the Class Period as of the accrual of 94,600 workweeks (86,000 plus 10%), at Defendant's sole discretion.

9. **DEFENDANT'S RIGHT TO WITHDRAW.** If the number of valid Requests for Exclusion identified in the Exclusion List exceeds 5% of the total of all Class Members and/or if the combined workweeks worked by Class Members who timely exclude themselves amounts to more than 5% of the total workweeks worked by 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 neither Party will have any further obligation to perform under this Agreement; provided, however, Defendant will remain responsible for paying all Settlement Administration Expenses incurred to that point. Defendant must notify Class Counsel and the Court of its election to withdraw not later than thirty (30) calendar days after the expiration of the opt-out period.
10. **MOTION FOR FINAL APPROVAL.** Not later than 16 court days before the calendared Final Approval Hearing, Plaintiffs 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"). Plaintiffs shall provide drafts of these documents to Defense Counsel no later than 7 business days 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.
 - 10.1. **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 5 court days prior to the Final Approval Hearing, or as otherwise ordered or accepted by the Court.
 - 10.2. **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 Payments, Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment and/or Administrator Expenses Payment shall not constitute a material modification to the Agreement within the meaning of this paragraph.

- 10.3. Continuing Jurisdiction of the Court: The Parties agree that, after entry of Judgment, the Court will retain jurisdiction over the Parties, Action, 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.
- 10.4. 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.
- 10.5. Appellate Court Orders to Vacate, Reverse, or Materially Modify Judgment: If the reviewing appellate 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 Administration 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.

11. 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.

12. ADDITIONAL PROVISIONS.

- 12.1. 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 Operative Complaint

have merit or that Defendant has any liability for any claims asserted; nor should it be intended or construed as an admission by Plaintiffs 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 Action, and Plaintiffs reserve 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).

- 12.2. Confidentiality Prior to Preliminary Approval: Counsel agree to discuss the terms of this Settlement only in filings in the Actions as required to approve the Settlement and in discussions with Class Members or the Claims Administrator in the context of administering this Settlement, except that they may include the Actions in any future adequacy of counsel filings. Class Counsel will not discuss the Settlement with any third parties or otherwise publicize the Settlement in any manner except as provided in this paragraph. Class Counsel will not use any information about the identities, contact information, or other data provided about the Class Members in the Actions other than for purposes of the Actions. This paragraph does not restrict Class Counsel's communications with Class Members in accordance with Class Counsel's ethical obligations owed to Class Members.
- 12.3. 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. 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.
- 12.4. 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.
- 12.5. Attorney Authorization: Class Counsel and Defense Counsel separately warrant and represent that they are authorized by Plaintiffs 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.
- 12.6. 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 a mediator and/or the Court for resolution.

- 12.7. 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 and portion of any liability, claim, demand, action, cause of action, or right released and discharged by the Party in this Settlement.
- 12.8. No Tax Advice: Neither Plaintiffs, 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.
- 12.9. Modification of Agreement: This Agreement, and all parts of it, may be amended, modified, changed, or waived only by an express written instrument signed by all Parties or their representatives, and approved by the Court.
- 12.10. Agreement Binding on Successors: This Agreement will be binding upon, and inure to the benefit of, the successors of each of the Parties.
- 12.11. 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.
- 12.12. 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.
- 12.13. 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.
- 12.14. Use and Return of Class Data: Information provided to Class Counsel pursuant to Cal. Evid. Code section 1152, and all copies and summaries of the Class Data provided to Class Counsel by Defendant in connection with the mediation, other settlement negotiations, or in connection with the Settlement, may be used only with respect to this Settlement, and no other purpose, and may not be used in any way that violates any existing contractual agreement, statute, or rule of court. Not later than 90 days after the date when the Court discharges the Administrator's obligation to provide a Declaration confirming the final pay out of all Settlement funds, Plaintiffs shall destroy, all paper and electronic versions of Class Data received from Defendant unless, prior to the Court's discharge of the Administrator's

obligation, Defendant makes a written request to Class Counsel for the return, rather than the destructions, of Class Data.

- 12.15. 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.
- 12.16. 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.
- 12.17. 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, to the other Party’s respective counsel of record.
- 12.18. 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.
- 12.19. 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 that pursuant to CCP section 583.330 to extend the date to bring a case to trial under CCP section 583.310 for the entire period of this settlement process.

Dated: _____

Sovatana Saut

Dated: 06/10/2024

John Hisato Nakatani



John H. Nakatani (Jun 10, 2024 20:05 PDT)

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- 12.18. 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.
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Dated: 06/10/2024

Sovatana Saut


Sovatana Saut (Jun 10, 2024 13:36 PDT)

Dated: _____

John Hisato Nakatani

Dated: June 13, 2024, 2024

McKesson Corporation

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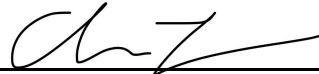
By: Gene Cavacini

Title: SVP & COO, Pharmaceutical
Solutions and Services

Approved as to form:

Dated: June 11, 2024

JAMES HAWKINS APLC


JAMES R. HAWKINS
CHRISTINA M. LUCIO
Attorneys for Plaintiff
DARWIN COLINAYO

Dated: June 14, 2024

JACKSON LEWIS P.C.


MIA FARBER
NICKY JATANA
Attorneys for Defendant
MCKESSON CORPORATION

EXHIBIT 2

JAMES HAWKINS APLC

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Irvine, CA 92618
Tel.: (949) 387-7200
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Attorneys for SOVATANA SAUT and
JOHN HISATO NAKATANI individually
and on behalf of all others similarly situated

**SUPERIOR COURT OF THE STATE OF CALIFORNIA
FOR THE COUNTY OF LOS ANGELES**

SOVATANA SAUT and JOHN HISATO
NAKATANI, individually and on behalf of
themselves and all others similarly situated,

Plaintiffs,

v.

MCKESSON CORPORATION, a Delaware
Corporation; and DOES 1-50, inclusive,

Defendants.

Case No. 22STCV28690

Assigned for All Purposes to:
Hon. Maureen Duffy Lewis
Dept.: 38

**DECLARATION OF JAMES R. HAWKINS
IN SUPPORT OF PLAINTIFFS'
MOTION FOR PRELIMINARY
APPROVAL OF CLASS ACTION AND
PAGA SETTLEMENT AGREEMENT,
APPROVAL OF NOTICE TO CLASS
MEMBERS, APPROVAL OF
SETTLEMENT ADMINISTRATOR, AND
SETTING HEARING FOR FINAL
APPROVAL OF SETTLEMENT**

Date: October 11, 2024
Time: 9:30 a.m.

Complaint Filed: September 1, 2022
FAC Filed: August 29, 2024
Trial Date: None Set

1 I, James R. Hawkins, declare as follows:

2 1. I am an individual over the age of 18. I am the founding partner at the Law Firm of
3 James Hawkins, APLC. We are the attorneys of record for Plaintiffs SOVATANA SAUT and JOHN
4 HISATO NAKATANI (“Plaintiffs” or “Class Representatives”), who have filed this Class and
5 PAGA action on behalf of themselves and the proposed settlement class (the “Class”) and Aggrieved
6 Employees in the above-captioned matter against Defendant MCKESSON CORPORATION
7 (“Defendant” or “McKesson”) (collectively with Plaintiffs, the “Parties”). I have personal
8 knowledge of the facts set forth below, and if called to testify regarding them, I could and would do
9 so competently.

10 2. I submit this Declaration in support of Plaintiffs’ Motion for Preliminary Approval
11 of Class Action and PAGA Settlement, Approval of Class Notice, Approval of Settlement
12 Administrator and Setting Hearing for Final Approval of Settlement (the “Preliminary Approval
13 Motion”), which is filed concurrently herewith, along with the Memorandum of Points and
14 Authorities. For the Court’s convenience, the Class Action and PAGA Settlement is attached hereto
15 as **Exhibit 1**, and the Class Notice is attached hereto as **Exhibit 2**.

16 3. I have no knowledge of the existence of any conflicts of interest between my firm
17 and any of its attorneys, and Plaintiffs or any other Class Member.

18 4. After a full-day arms’ length mediation facilitated by an experienced neutral (Steve
19 Serratore) and subsequent mediator’s proposal, the Plaintiffs and Defendant have entered into the
20 Class Action and PAGA Settlement Agreement (“Settlement”) attached hereto as Exhibit 1.

21 5. Pursuant to the terms of the Settlement, Plaintiffs and the Class will fully release and
22 discharge Defendant from the claims brought against it in this matter in exchange for Defendant’s
23 agreement to pay \$2,250,000.00 on a non-reversionary basis (each Settlement Class Member will
24 receive his/her share of the Net Settlement Amount without having to submit a claim form or taking
25 action, except for those who opt-out). Plaintiffs seek to represent a settlement class of all persons
26 who are or were employed by Defendant as hourly paid, non-exempt employees who worked in
27 distribution centers in the State of California during the Class Period (June 27, 2018 through April
28 7, 2024) and assert claims for (1) failure to pay minimum wages; (2) failure to pay overtime owed;

(3) failure to provide lawful meal periods; (4) failure to authorize and permit rest periods; (5) failure to timely pay wages during employment; (6) failure to timely pay wages owed upon separation from employment; (7) failure to reimburse necessary expenses; (8) failure to comply with itemized wage statement provisions; (9) unfair competition; and (10) penalties pursuant to the Private Attorneys General Act of 2004, Labor Code § 2698 *et seq.* (“PAGA”). The Parties agree for the purposes of this settlement only that Plaintiffs’ allegations meet the commonality requirement. The claims are as follows:

- a. Failure to Pay Minimum Wages: Plaintiffs allege that they and the Class Members were mandated to perform work while off the clock, including without limitation for pre-shift COVID-19 screenings in the form of health questionnaires and temperature checks, and had to arrive early for their shifts in order to accommodate the screening and avoid reprimand. Plaintiffs and the Class Members allege they were not fully compensated for this time in violation of the Labor Code and applicable Wage Orders.
- b. Failure to Pay Overtime Owed: To the extent the aforementioned alleged failure to compensate for time spent performing COVID-19 screenings would have qualified for overtime pay, such violations also represent an alleged failure to pay overtime. Furthermore, Plaintiffs allege Defendant failed to pay overtime at the regular rate of pay because Defendant failed to incorporate non-discretionary bonuses and incentives into the regular rate of pay for purposes of calculating overtime pay.
- c. Failure to Provide Meal Periods: Plaintiffs alleged that they and other Class Members were subjected to off-the-clock security screenings during their lunch breaks at least monthly, and had to wait in line before such screenings were performed. This result in Plaintiffs and the Class Members not taking a full 30-minute rest break in violation of the Labor Code and Applicable Wage Orders. Plaintiffs also allege that meal periods (including second meal periods) were not lawfully provided as a matter of policy and practice. Plaintiffs allege that premiums were not paid for these missed, short, or late lunch breaks. Plaintiffs allege that to the extent premiums were paid,

they were paid at the wrong rate, because such premiums were not paid at the correct regular rate.

- d. Failure to Authorize and Permit Rest Periods: Plaintiffs allege that Defendant failed to authorize and permit lawful rest periods. Specifically, Plaintiffs and Class Members were unable to take rest periods due to the volume of work assigned, unrealistic work requirements, and frequent interruptions of rest breaks. Defendant's policy put the onus on employees to provide their own breaks. Further, Defendant did not pay premiums for these late, short, or missed rest periods. Plaintiffs allege that to the extent premiums were paid, they were paid at the wrong rate, because such premiums were not paid at the correct regular rate.
- e. Failure to Timely Pay Wages Owed Upon Separation from Employment: Plaintiffs assert direct and derivative violations. Plaintiffs allege that Defendant failed to pay Plaintiffs and the Class Members whose employment ended during the relevant time period rest period premiums, meal period premiums, and all minimum wages and overtime wages owed at the time of their termination/separation. By way of example, Plaintiff Nakatani was terminated, and he was not provided his final pay immediately, as required, but was instead paid four days later. In a similar fashion to Plaintiffs, as result of Defendant's policies described above, Class Members whose employment ended during the relevant time period were not timely paid their final wages.
- f. Failure to Provide Accurate, Itemized Wage Statements: Plaintiffs allege that Defendant intentionally and knowingly failed to provide Plaintiffs and employees with accurate itemized wage statements as required by Labor Code § 226, as Plaintiffs and others have not been properly compensated by Defendant for all hours worked and have not been paid all compensation due and owing, including all minimum and overtime wages, and meal and rest period premiums. Accordingly, the wage statements issued by Defendant allegedly do not include the correct amount of gross and net wages earned, total hours worked by the employee, and all applicable hourly rates in effect during the pay period and the corresponding number of hours worked

at each hourly rate by the employee as required under Labor Code section 226.

g. Failure to Reimburse Necessary Expenses: Plaintiffs allege that Defendant required Class Members to use their personal cell phones for work purposes and they were not reimbursed for this expense. This included requiring Plaintiffs and Class Members to install a cell phone app to perform COVID screenings.

h. UCL Violations: Plaintiffs alleges that by failing to provide compliant rest and meal periods, rest and meal period premiums, minimum wages, overtime wages, accurate itemized wage statements, reimbursement for business expenses, final pay, and other statutory penalties to Class Members, and committing the above-described Labor Code violations, Defendant engaged in unlawful, unfair, and/or fraudulent business practices and is liable for restitution to the Class Members under the Unfair Competition Law.

i. PAGA Penalties: Plaintiffs further argue that they and the other Aggrieved Employees were entitled to penalties under PAGA.

6. Defendant argued that courts routinely significantly reduce PAGA penalties. Additionally, a proposed initiative on the ballot in 2024 was at the time of mediation predicted to effectively repeal PAGA by taking away the ability to pursue civil penalties via a representative action. If this proposed initiative were to pass, coupled with recent changes in the law regarding the arbitrability of PAGA claims, Plaintiffs may not be able to proceed with their representative PAGA claims at all. Though this issue has since been resolved, this concern was nonetheless present at the time of mediation. Defendant also contended that Plaintiffs' PAGA claims are unmanageable, though this point of law is similarly no longer a concern following *Estrada v. Royalty Carpet Mills, Inc.* (2024) 15 Cal.5th 582, 582. Defendant also argued that the workforce was largely unionized by different unions, covered by different collective bargaining agreements covering wages, terms and conditions of employment and that the unionized workforce by and large earned more than 30 percent over the minimum wage in California.

7. With respect to Plaintiffs' claims for meal and rest period violations, Defendant argued that there is no common policy or practice to deprive employees of meal or rest periods and

1 that Defendant's meal and rest period policies comply with California law, and that rest periods are
2 not recorded which inherently makes certification more difficult.

3 8. With respect to Plaintiffs' claims for unpaid minimum and overtime wages,
4 Defendant argued that it properly paid Plaintiffs and the Class Members for all hours worked.
5 Defendant also argued that these claims would fail as they were largely derivative, and they would
6 defeat certification on Plaintiffs' claims for unpaid overtime wages due to regular rate of pay
7 miscalculations. Furthermore, Defendant argued that it provided additional paid time for employees
8 to complete COVID screenings and that these additional allocations were in excess of the actual time
9 worked. Defendant also asserted that it did not conduct security screenings as alleged by Plaintiffs
10 and that any screenings conducted were done on the clock.

11 9. At the time of mediation and settlement, Defendant contended that Plaintiffs' wage
12 statement claim would fail because it is derivative of Plaintiffs' other claims. Additionally,
13 Defendant contended that the Class suffered no actual "injury" as required under Labor Code section
14 226(e) and that any violation of the Labor Code was not "knowing and intentional".

15 10. Defendant also contended that Plaintiffs and the Class were not entitled to waiting
16 time penalties under Labor Code section 203 in any derivative sense, and also because any Labor
17 Code violations were not intentional and as a result Plaintiffs would have difficulty proving the
18 requisite willfulness. Defendant denied that there were certifiable direct violations of Labor Code
19 sections 201 and 202.

20 11. At the time of mediation, Defendant contended that Plaintiffs would be unable to
21 certify the expense reimbursement claims since it will involve an individual inquiry as to each
22 specific situation during which the employee used his or her personal cell phone. Additionally,
23 Defendant contended that there was no uniform policy or practice requiring or expecting Class
24 Members to use their cell phones for business purposes as they provided alternative means for
25 completing the COVID-19 screenings.

26 12. Plaintiffs estimated Defendant's maximum liability to be approximately \$21,059,196
27 exclusive of PAGA, and \$32,431,096 inclusive of PAGA, based on a class size of 1,022 individuals
28 who worked approximately 383,176 shifts during the class period. However, in light of the foregoing

1 defenses and risks, despite Defendant's potentially massive maximum exposure, Plaintiffs calculated
2 Defendant's realistic, risk-adjusted exposure at \$8,438,465.50, inclusive of PAGA, with each claim
3 separately valued as follows:

- 4 a. Plaintiffs calculated Defendant's realistic, risk-adjusted exposure for unpaid wages
5 due to off-the-clock work, including overtime, at \$806,725.25, based on an estimate
6 of one hour of unpaid wages per work week with 83.9% of that qualifying as
7 overtime, after taking discounts for the likelihood that Plaintiffs' claim could fail on
8 the merits, difficulties and risks of attaining and maintaining class certification,
9 difficulties in proving the full extent of Plaintiffs' claims, and Defendant's strong
10 defenses, including that Defendant's policy was facially valid, and that any failure to
11 pay wages was not knowing and willful.
- 12 b. Plaintiffs calculated Defendant's realistic, risk-adjusted exposure for unpaid overtime
13 wages due to miscalculations in the regular rate of pay at \$37,793.25, after taking
14 discounts for the likelihood that Plaintiffs' claim could fail on the merits, difficulties
15 and risks of attaining and maintaining class certification, difficulties in proving the
16 full extent of Plaintiffs' claims, and Defendant's strong defenses, including that
17 Defendant's policy was facially valid, and that any failure to pay overtime wages was
18 not knowing and willful.
- 19 c. Plaintiffs calculated Defendant's realistic, risk-adjusted exposure for unpaid meal and
20 rest period premiums due to improper regular rate calculations at \$17,673, after
21 taking discounts for the likelihood that Plaintiffs' claim could fail on the merits,
22 difficulties and risks of attaining and maintaining class certification, difficulties in
23 proving the full extent of Plaintiffs' claims, and Defendant's strong defenses,
24 including that Defendant's policy was facially valid, and that any failure to pay meal
25 and rest period premiums at the full rate was not knowing and willful.
- 26 d. Plaintiffs calculated Defendant's realistic, risk-adjusted exposure for rest period
27 premiums at \$2,183,459.50 after taking discounts for the likelihood that Plaintiffs'
28 claim could fail on the merits, difficulties and risks of attaining and maintaining class

1 certification, difficulties in proving the full extent of Plaintiffs' claims given that rest
2 periods are typically unrecorded, and Defendant's strong defenses, including that
3 Defendant's policy was facially valid, and that any failure to authorize and permit
4 rest periods was due to individual choices by employees to not take rest periods, and
5 that any failure to pay rest period premiums was not knowing and willful.

6 e. Plaintiffs calculated Defendant's realistic, risk-adjusted exposure for meal period
7 premiums at \$1,862,840.00 after taking discounts for the likelihood that Plaintiffs'
8 claim could fail on the merits, difficulties and risks of attaining and maintaining class
9 certification, difficulties in proving the full extent of Plaintiffs' claims, and
10 Defendant's strong defenses, including that Defendant's policy was facially valid,
11 that any failure to provide meal periods was due to individual choices by employees
12 to not take meal periods, that Defendant had already paid meal period premiums to
13 employees when they were triggered, and that any failure to pay meal period
14 premiums was not knowing and willful.

15 f. Plaintiffs calculated Defendant's realistic, risk-adjusted exposure for unreimbursed
16 business expenses at \$325,560 after taking discounts for the likelihood that Plaintiffs'
17 claim could fail on the merits, difficulties and risks of attaining and maintaining class
18 certification, difficulties in proving the full extent of Plaintiffs' claims, and
19 Defendant's strong defenses, including that Defendant's policy did not require cell
20 phone use or other personal expenditures, Defendant had a policy of reimbursing
21 necessary expenses, and Defendant provided alternative means to complete work
22 duties than using personal cell phones.

23 g. Plaintiffs calculated Defendant's realistic, risk-adjusted exposure for waiting time
24 penalties at \$462,280.00 after taking discounts for the likelihood that Plaintiffs' claim
25 could fail on the merits, difficulties and risks of attaining and maintaining class
26 certification, difficulties in proving the full extent of Plaintiffs' claims, and
27 Defendant's strong defenses, including that Plaintiffs' waiting time claims are almost
28 entirely derivative of their other claims, that Defendant's policy is facially valid, and

1 that Defendant's conduct was not knowing and willful.

2 h. Plaintiffs calculated Defendant's realistic, risk-adjusted exposure for wage statement
3 penalties at \$688,358.50, after taking discounts for the likelihood that Plaintiffs'
4 claim could fail on the merits, difficulties and risks of attaining and maintaining class
5 certification, difficulties in proving the full extent of Plaintiffs' claims, and
6 Defendant's strong defenses, including that Defendant's conduct was not knowing
7 and willful, that Plaintiffs' wage statement claims are entirely derivative, and that
8 Class Members suffered no actual injury.

9 i. Plaintiffs calculated Defendant's realistic, risk adjusted for PAGA penalties at
10 \$2,186,200, or \$100 per PAGA pay period and 21,862 PAGA pay periods, based on
11 the Court's likely reduction of PAGA penalties due to Defendant's conduct not being
12 knowing and willful, Defendant's arguments on the merits and issues of proof, and
13 Defendant's arguments that Plaintiffs' PAGA claim is unmanageable, which was a
14 genuine issue at the time of mediation.

15 13. Under the terms of the Settlement, Defendant will not oppose Class Counsels'
16 application for a reasonable award of attorney's fees not to exceed 35% of the Settlement Amount,
17 totaling \$787,500, Class Counsels' litigation costs not to exceed \$50,000.00, Settlement
18 Administration Costs not to exceed \$13,550.00, PAGA penalties of \$112,500 (of which \$84,375 or
19 75% will be paid to the LWDA and the remaining \$28,125 or 25% will be paid to the Settlement
20 Class Members), and Service Award to Plaintiffs not to exceed \$10,000.

21 14. I fully support the Settlement on these terms, and respectfully submit that the
22 Settlement is fair, reasonable, and adequate in light of all known facts.

23 15. Given the realistic value of Plaintiffs' claims as set forth above, the \$2,250,000.00
24 Settlement Amount amounts to approximately 26% of Defendant's realistic maximum liability, is
25 an excellent result for the Settlement Class. Approximately 1,022 Class Members will be able to
26 participate in the Settlement if they do not request exclusion.

27 16. Preliminary approval is appropriate since the Settlement will provide significant
28 monetary relief to the Settlement Class.

1 17. The Settlement was the product of extensive arm's length negotiations between
2 counsel and was facilitated by Steve J. Serratore, an experienced wage-and-hour class action
3 mediator, over the course of a full day mediation on February 13, 2024. The Parties agreed to
4 mediation and informal discovery in order settle Plaintiffs' claims and to avoid the uncertainty and
5 expense of litigation. In connection with the anticipated mediation, the Parties exchanged extensive
6 informal discovery, including production of time and pay records for a sizable sample of the Putative
7 Class. In advance of mediation, Defendant provided a sampling of class-wide redacted payroll and
8 time data and relevant policy documents. Though cordial and professional, the Settlement
9 negotiations were adversarial and non-collusive in nature. Though the Parties did not reach an
10 agreement at mediation, a Mediator's Proposal was issued that same day, which was accepted by the
11 parties and memorialized in a Memorandum of Understanding ("MOU"), executed on April 4, 2024,
12 and thereafter incorporated into a long-form Class Action and PAGA Settlement Agreement. The
13 Settlement reached is the product of substantial effort by the Parties and their counsel. Although
14 Plaintiffs and Class Counsel believed that there was a possibility of certifying the claims, they
15 recognized the potential risk, expense, and complexity posed by litigation, such as unfavorable
16 decisions on class certification, summary judgment, at trial and/or on the damages awarded, and/or
17 on an appeal that can take several more years to litigate. In addition, if Defendant prevailed on any
18 of its defenses, the Settlement Class Members may not have received any substantial monetary
19 recovery.

20 18. The Settlement will result in a fair payment to each Settlement Class Member based
21 on the number of Weeks Worked during the Class Period. Plaintiffs and their counsel have diligently
22 investigated the claims and defenses on behalf of the Settlement Class Members and worked to
23 achieve a resolution of the claims to maximize the recovery by avoiding further expenditure of
24 attorneys' fees and costs. After evaluating the significant risks attendant with further litigation
25 described above and weighing them against the benefits of a known compromise and settlement as
26 set forth in the Settlement Agreement, settlement on the terms agreed to is believed to be in the best
27 interest of Plaintiffs and the Settlement Class, and is a fair and reasonable resolution of the claims
28 alleged.

1 19. Plaintiffs' counsel brought to bear a great deal of collective experience in negotiating
2 the settlement of this case and investigating the claims and defenses. Plaintiffs' counsel engaged in
3 necessary formal and informal discovery, investigation, sampling and expert evaluation, disclosures,
4 significant written discovery in both the class and PAGA actions (form interrogatories, requests for
5 production, employment interrogatories, special interrogatories, and requests for admission),
6 document review (e.g., documents pertaining to Defendant's policies and procedures, personnel
7 documents, wage statements, time records, among others) and conducted an extensive analysis and
8 extrapolation of the sampling of class-wide data provided by Defendant. Each of the Plaintiffs also
9 had his deposition taken. Plaintiffs' counsel also conducted extensive investigation, witness
10 interviews, and research into the elements of each of the claims asserted and the defenses submitted
11 by Defendant. This extensive preparation made it possible to exercise informed judgment throughout
12 the litigation and settlement process.

13 20. Based on our experience in other wage and hour cases, I believe we are qualified to
14 evaluate the class claims and viability of defenses in this class action. In this case, the recovery for
15 each Settlement Class Member is reasonable, fair and adequate, and a settlement at this time on the
16 terms in the Agreement is in the best interest of the Settlement Class. The Settlement provides each
17 Settlement Class Member with compensation for the alleged violations when viewed in relation to
18 the costs and risks inherent in obtaining class certification and proceeding to trial.

19 21. Plaintiffs' counsel fully endorse the terms and conditions of the Settlement as set
20 forth in the abovementioned Settlement Agreement.

21 22. Of course, the Settlement Amount represents a compromise figure, taking into
22 account the various risks surrounding class certification and the merits of Defendant's asserted
23 defenses. Nevertheless, the Settlement provides for fair and adequate payments to the Settlement
24 Class Members, with no reversion to Defendant.

25 23. Plaintiffs seek Service Awards in an amount of \$10,000.00 each to Plaintiffs
26 Sovatana Saut and John Hisato Nakatani, which we believe is fair and warranted. Plaintiffs agreed
27 to come forward in an effort to effectuate a policy and practice change that benefitted all other
28

1 Settlement Class Members, and to recover unpaid wages and penalties. They assumed significant
2 risk in bringing this litigation, namely, had they lost, they could be ordered to pay Defendant's costs.

3 24. Plaintiffs provided invaluable assistance to the investigation and prosecution of this
4 case, including: providing factual background for the Complaints which were consolidated and gave
5 rise to this action; reviewing the litigation documents; providing information and documentation
6 about Defendant's policies and practices; participating in phone calls to discuss litigation and
7 settlement strategy; assisting with the litigation of this matter; locating witnesses and documents;
8 assisting attorneys in mediation and preparation for mediation; and reviewing the settlement
9 documents. Plaintiffs agreed to participate in this case with no guarantee of personal benefit.
10 Plaintiffs' comprehensive declaration setting forth all of the reasons why they believe that the
11 Service Awards should be approved has been filed herewith.

12 25. When this case was taken on a contingency fee basis, with our firm agreeing to
13 assume responsibility for all litigation costs, the ultimate result was far from certain. In the course
14 of this litigation, we paid all costs including the filing fees, court costs, research/database fees,
15 mediation costs, and expert costs. There was never a guarantee that our firms would recoup these
16 expenditures.

17 26. It is our experience that attorneys' fee awards of thirty-five percent of a common fund
18 settlement are the standard in California. Defendant does not oppose this fee request. The fee is
19 further warranted because it is within the range of reasonableness typically awarded in class actions.
20 Our collective costs as Class Counsel will not exceed \$50,000 and will be based on the actual amount
21 incurred at the time of final approval.

22 27. For the foregoing reasons, it is respectfully requested that the Court grant preliminary
23 approval of the Settlement as being fair, reasonable, and in the best interests of the Settlement Class,
24 as well as preliminarily approve the requested attorneys' fees and costs, and service awards to the
25 Class Representatives.

26 **Plaintiffs' Counsel Is Experienced in Wage and Hour Litigation**

27 28. I am an attorney at law licensed to practice before the Courts of the State of
28 California and before this Court.

1 29. In 1993, I graduated from the University of California, Los Angeles with a Bachelor
2 of Arts Degree. Following graduation, I attended Whittier Law School. In 1996, while a full-time
3 law student, I was also a full-time Judicial Extern for the Honorable Consuelo B. Marshall, United
4 States District Court, Central District. After approximately five months of service for Judge
5 Marshall, I became a full-time extern for the United States Attorney's Office, Central District of
6 California. My externship lasted for approximately five months. Thereafter, in 1997, I graduated
7 from Whittier Law School. The same year, I was admitted to practice law in the State of California.

8 30. From 1997-2007, I was a named partner at Hawkins & Sofonio, a law firm based out
9 of Irvine, California. At Hawkins & Sofonio, I pioneered the employment department litigating
10 Plaintiffs related employment issues such as: Wrongful Termination, Age Discrimination,
11 Disability, Wage and Hour and Sexual Harassment claims. Through the success and experience I
12 obtained litigating employment related matters, I commenced the Wage and Hour division of our
13 employment department in 2002. Since then, I have spent the vast majority of my practice litigating
14 wage and hour class actions.

15 31. In 2007, I incorporated my wage and hour class action practice as James Hawkins
16 APLC. Since its inception, this law firm has been exclusively involved in class action and complex
17 litigation. In 2009, I opened an additional office in Miami, Florida, prosecuting wage and hour class
18 actions. I have been lead or co-lead counsel in all of the cases listed below.

19 32. I have a great deal of experience in wage and hour class action litigation. I have been
20 certified and approved as class counsel in many other wage/hour class actions, and I am currently
21 litigating numerous others before this Court and others. Although not an all-inclusive list, over the
22 years I have prosecuted the following class action matters as lead and/or co-lead counsel, all of which
23 implicated similar law and facts to those associated with this Action:

- 24 a. *Mojica v. Compass Group, Inc., et. al.* USDC Central District, Case No. 8:13-cv-
25 01754. Wage and Hour Class Action case seeking past wages for meal and rest
26 break violations for production workers in the State of California. Plaintiffs'
27 Counsel preliminarily appointed as Class Counsel. Case settled. Final approval
28 granted, and funds fully disbursed.

- 1 b. *Dao v. 3M Company, et al.* USDC, CENTRAL DISTRICT, Case No. CV-08-
2 04554. Wage and Hour Class Action case seeking past wages for “off the clock”,
3 overtime and meal and rest break violations for production workers in the State of
4 California. Plaintiffs’ Counsel appointed as Lead Counsel. Case settled, Final
5 Approval granted, no objections and funds fully distributed.
- 6 c. *Ortiz v. Kmart*, USDC, CENTRAL DISTRICT, Case No. SACV 06-638 ODW.
7 Wage and Hour Class Action case seeking past wages for meal and rest period
8 violations for retail employees in the State of California. Plaintiffs’ counsel
9 appointed co-lead counsel. Case settled, Final Approval granted, no objections and
10 funds fully distributed.
- 11 d. *Morgan v. Aramark Campus, LLC*, USDC, CENTRAL DISTRICT, Case No.
12 SACV08-00412. Wage and Hour Class Action case seeking past wages for meal
13 and rest period violations for retail employees in the State of California. Plaintiffs’
14 Counsel appointed as Lead Counsel. Case settled, Final Approval granted, no
15 objections and funds fully distributed.
- 16 e. *West v Iron Mountain Information Management, Inc, et. al.*; Los Angeles County
17 Superior Court, Case No. BC393709. Wage and Hour Class Action seeking past
18 wages for overtime, meal and rest break violations for driver employees in the
19 State of California. Stipulation for “binding arbitration.” Arbitration Award for
20 Plaintiffs Class. Arbitration Award confirmed. Plaintiffs’ counsel lead trial
21 counsel and class counsel.
- 22 f. *Gonzalez v. Superior Industries International, Inc., et al.*, Los Angeles County
23 Superior Court, Case No. BC 357912. Wage and Hour Class Action seeking past
24 wages for overtime, meal and rest breaks violations for production employees in
25 the State of California. Plaintiffs’ counsel appointed as lead counsel. Case settled,
26 Final Approval granted, no objections and funds fully distributed.
- 27 g. *Acosta v. Fleetwood Travel Trailers of California, Inc., et al.*, Riverside County
28 Superior Court, Case No. RIC 440630. Wage and Hour Class Action seeking past

wages for overtime, meal and rest break violations for production employees in the State of California. Plaintiffs' counsel appointed as co-lead counsel. Case settled, Final Approval granted, no objections and funds fully distributed.

- h. *Walker v. Sharkeez, et al.*, Orange County Superior Court, Case No. 05CC00293. Wage and Hour Class Action seeking past wages for unlawful deductions, meal and rest break violations for restaurant employees in the State of California. Plaintiffs' counsel appointed as lead counsel. Case settled. Final Approval granted and funds fully distributed.
- i. *Padron v. Universal Protection Service, et al*, Orange County Superior Court, Case No. 05CC00013. Wage and Hour Class Action seeking past wages for overtime, meal and rest break violations for security officers in the State of California. Plaintiffs' counsel appointed as co-lead counsel. Case settled, Final Approval granted, no objections and funds fully distributed.
- j. *Martinez v. Securitas Security Services USA, et al.*, Santa Clara Superior Court, Case No. 105-CV047499, et al. J.C.C.P. No. 4460. Wage and Hour Class Action seeking past wages for meal and rest break violations for security officers employed by defendant in the State of California. Plaintiffs' counsel and co-counsel. Case settled, Final Approval granted and funds fully distributed.
- k. *Velasquez-Lopez v. Hotel Cleaning Services, Inc. et al.*, Riverside Superior Court, Case No. RIC 420909. Wage and Hour Class Action seeking past wages for overtime, meal and rest break violations for housekeepers employed by defendant in the State of California. Plaintiffs' counsel appointed as lead counsel. Case settled, Final Approval granted, no objections and funds fully distributed.
- l. *Ruiz, et al. v. Unisource Worldwide, Inc., et al.*, USDC, CENTRAL DISTRICT, Case No. CV09-05848. Wage and Hour Class Action seeking past wages for meal and rest period violations for non-exempt employees employed by defendant in the state of California. Case settled. Awaiting Preliminary Approval hearing. Plaintiffs has petitioned the Court for Lead Counsel.

- 1 m. *Herrador v. Culligan International Company, et al.*, USDC, CENTRAL
2 DISTRICT, Case No. SACV 08-680. Wage and Hour Class Action seeking past
3 wages for field and branch employees of defendant in the State of California.
4 Plaintiffs' counsel appointed as lead counsel. Case settled and awaiting Final
5 Approval.
- 6 n. *Defries v. Domain Restaurants, et al.*, Orange County Superior Court, Case No.
7 05CC00128. Wage and Hour Class Action seeking past wages for restaurant
8 employees of defendant in the State of California. Plaintiffs' counsel appointed as
9 lead counsel. Case settled, Final Approval granted, no objections and funds fully
10 distributed.
- 11 o. *Denton v. BLB Enterprises, Inc., et al.*, Orange County Superior Court, Case No.
12 07CC01292. Wage and Hour Class Action seeking unpaid overtime, meal and rest
13 break violations for security guards employed by defendant in the State of
14 California. Plaintiffs' counsel appointed as lead counsel. Case settled, Final
15 Approval granted, no objections and funds fully distributed.
- 16 p. *Rios v. Sandberg Furniture Manufacturing Co., Inc, et al.*, Los Angeles Superior
17 Court, Case No. BC411477. Wage and Hour Class Action seeking unpaid meal
18 and rest break violations for production employees employed by defendant in the
19 State of California. Plaintiffs' counsel appointed as lead counsel. Case settled,
20 Final Approval granted, no objections and funds fully distributed.
- 21 q. *McMurray v. Dave and Busters, Inc., et al.*, Orange County Superior Court, Case
22 No. 06CC00099. Wage and Hour Class Action seeking past wages for meal and
23 rest break violations for restaurant employees employed by defendant in the State
24 of California. Plaintiffs' counsel appointed as co-lead counsel. Case settled, Final
25 Approval granted, no objections and funds fully distributed.
- 26 r. *Osuna v. DFG Restaurants, Inc., et al.*, Los Angeles Superior Court, Case No. BC
27 330145. Wage and Hour Class Action seeking past wages of overtime for mis-
28 classification of managers employed by Defendant, DBA Carl's Jrs. in the State of

- 1 California. Plaintiffs' counsel appointed as co-lead counsel. Case settled, Final
2 Approval granted, no objections and funds fully distributed.
- 3 s. *Burns v. Gymboree Operations, Inc., et al.*, San Francisco Superior Court, Case No.
4 CGC-07-461612. Wage and Hour Class Action seeking past wages for meal and
5 rest break violations for retail employees employed by defendant in the State of
6 California. Plaintiffs' counsel appointed lead counsel. Case settled, Final
7 Approval granted, no objections and funds fully distributed.
- 8 t. *Willems v. Diedrich Coffee, Inc., et al.*, Orange County Superior Court, Case No.
9 07CC00015. Wage and Hour Class Action seeking past wages of overtime for
10 mis-classification of managers employed by Defendant in the State of California.
11 Plaintiffs' counsel appointed lead counsel. Case settled, Final Approval granted,
12 no objections and funds fully distributed.
- 13 u. *Davila, et al. v. Beckman Coulter, Inc., et al.*, Orange County Superior Court, Case
14 No. 07CC01347. Wage and Hour Class Action seeking past wages for overtime,
15 meal and rest break violations for production workers employed by defendant in
16 the State of California. Plaintiffs' counsel appointed lead counsel. Cased settled,
17 Final Approval granted, no objections and funds fully distributed.
- 18 v. *Perez v. Naked Juice Company of Glendora, Inc.*, Los Angeles Superior Court,
19 Case No. BC387088. Wage and Hour Class Action seeking past wages for
20 overtime, meal and rest period violations for production employees employed by
21 defendant in the State of California. Plaintiffs' counsel appointed as lead counsel.
22 Case settled. Final Approval granted, no objections and funds fully distributed.
- 23 w. *Coordination Proceeding Special Title [Rule 1550(b)] Wackenhut Wage and Hour*
24 *Cases*, Los Angeles Superior Court, Case No. JCCP 4545. Wage and Hour Class
25 Action seeking past wages for overtime, meal and rest period violations for security
26 guards employed by defendant in the State of California. Certification granted.
27 Plaintiffs' counsel appointed as co-lead counsel. Writ taken. Court stays action
28 pending Appellate Court ruling. Court lifts stay.

- 1 x. *Placencia v. Amcor Packaging Distribution, Inc.*, Orange County Superior Court,
2 Case No. 30-2013-00694012-CU-OE-CXC. Wage and Hour Class Action seeking
3 past wages for overtime, meal and rest period violations, and penalties on behalf of
4 non-exempt production, maintenance, shipping, and receiving employees employed
5 by Defendant in California. Plaintiffs' counsel appointed as lead counsel. Case
6 settled. Final Approval granted, no objections and funds fully distributed.
- 7 y. *Trani v. Lisi Aerospace, et al.*, Los Angeles Superior Court, Case No. BC495527.
8 Wage and Hour Class Action seeking past wages for overtime, meal and rest period
9 violations, and penalties on behalf of non-exempt manufacturing employees
10 employed by Defendant in California. Plaintiffs' counsel appointed as lead
11 counsel. Case settled. Final Approval granted, no objections and funds fully
12 distributed.
- 13 z. *Galvan v. Goodwin Co.*, Orange County Superior Court, Case No. 30-2013-
14 00637062-CU-OE-CXC, Wage and Hour Class Action seeking past wages for meal
15 period violations, and non-compliant wage statements on behalf of non-exempt
16 production employees employed by Defendant in California. Plaintiffs' counsel
17 appointed as lead counsel. Case settled. Final Approval granted, no objections and
18 funds fully distributed.
- 19 aa. *Reyes v. Bristol Fiberlite*, Orange County Superior Court, Case No. 30-2013-
20 00653425-CU-OE-CXC. Wage and Hour Class Action seeking past wages for
21 overtime, meal and rest period violations, inaccurate wage statements, and
22 penalties on behalf of non-exempt employees employed by Defendant in
23 California. Plaintiffs' counsel appointed as lead counsel. Case settled. Final
24 Approval granted, no objections and funds fully distributed.
- 25 bb. *Gutierrez v. HMT Tank*, USDC Central Dist., Case No. CV14-1967-CAS(MANx).
26 Wage and Hour Class Action seeking past wages for meal and rest period
27 violations, failure to indemnify necessary expenses, inaccurate wage statements,
28 and penalties on behalf of non-exempt employees working in positions related to

servicing, refabricating and repairing storage tanks employed by Defendant in California. Plaintiffs' counsel appointed as lead counsel. Case settled. Final Approval granted, no objections and funds fully distributed.

cc. *Williams v. Il Fornaio America Corp.*, Sacramento County, Case No. 34-2011-0009616. Wage and Hour Class Action seeking past wages for overtime, meal and rest period violations, reimbursements, and penalties on behalf of non-exempt restaurant employees employed by Defendant in California. Plaintiffs' counsel appointed as lead counsel. Case settled. Final Approval granted, and funds fully distributed.

dd. *Aguilar v. 7-Eleven, Inc.*, Orange County, Case No. 30-2009-002687141-CU-OE-CXC. Wage and Hour Class Action seeking past wages for overtime, meal and rest period violations, and penalties on behalf of non-exempt retail clerks employed by Defendant in California. Plaintiffs' counsel appointed as lead counsel. Case settled. Final Approval granted, no objections and funds fully distributed.

ee. *Madrigal v. Huntington Beach Market Broiler, Inc.*, Orange County, Case No. 30-2012-00611260. Wage and Hour Class Action seeking past wages for overtime, meal and rest period violations, reimbursements, and penalties on behalf of non-exempt employees employed by Defendant in California. Plaintiffs' counsel appointed as lead counsel. Case settled. Final Approval granted, no objections and funds fully distributed.

ff. *Vang v. Jazz Semiconductor, Inc.*, Orange County, Case no. 30-2011-00460278. Wage and Hour Class Action seeking past wages for overtime, meal and rest period violations, reimbursements, and penalties on behalf of non-exempt production workers employed by Defendant in California. Plaintiffs' counsel appointed as lead counsel. Case settled. Final Approval granted, no objections and funds fully distributed.

gg. *Cano v. Financial Statement Services, Inc.*, Orange County, Case No. 30-2013-00653349-CU-OE-CXC.

1 hh. *Gonzalez v. Quality Aluminum Force, LLC*, Orange County, Case No. 30-2015-
2 00817941-CU-OE-CXC.

3 ii. *Smith v. Space Exploration Technologies Corp.*, Los Angeles County Case No.
4 BC554258.

5 jj. *Madrigal v. Balda C Brewer, Inc.*, Orange County Case No. 30-2015-00820218-
6 CU-OE-CXC.

7 kk. *Mendez v. Liberty Glass Fabricators, Inc.*, Riverside County Case No. RIC
8 1800119.

9 ll. *Attia v. Neiman Marcus Group, Inc.*, United States District Court for the Central
10 District of California Case No. 8:16-cv-001504-DOC-FFM

11 mm. *Vigueras v. Red Robin*, United States District Court for the Central District of
12 California Case No. 8:17-cv-1422-JVS-DFM.

13 nn. *Payne v. Marriott Ownership Resorts, Inc.*, San Diego County Case No. 37-2018-
14 00015175-CU-OE-CTL.

15 33. In sum, my firm has been lead or co-lead counsel in hundreds of cases since its
16 inception. We have recovered hundreds of millions of dollars for employees in the State of
17 California and millions for the State as well through PAGA.

18 34. Our firm has served as class counsel in a number of significant wage and hour
19 settlements. Of particular note, in 2019, our firm was co-lead counsel in securing the largest
20 wage and hour class action settlement in California history at \$130,000,000.00. During this case,
21 plaintiffs appealed a decertification order. This case involved several appeals. The appellate
22 record amassed an extensive appellate record comprising a 23-volume joint appendix, a three-
23 volume reporters' transcript, five briefs, four letter briefs, two motions for judicial notice, a
24 motion to augment the record, and several additional letters informing the appellate court of new
25 legal authority issued after *Dukes*. The matter was argued to and submitted by the Court of
26 Appeal on September 15, 2016, and on November 21, 2016, the decertification order was
27 reversed and the case was remanded for further proceedings. (*Lubin v. The Wackenhut*
28 *Corporation* ("Lubin"), 5 Cal. App. 5th 960 (2016)). Wackenhut filed a petition for review of the

1 Court of Appeal decision to the California Supreme Court. The Supreme Court denied
2 Wackenhut's petition for review of *Lubin*. The Court of Appeal issued remittitur on April 10,
3 2017. Eventually through additional litigation, the parties were able to secure the \$130 million
4 settlement that was approved on October 21, 2019 by Judge Highberger in the Los Angeles
5 Superior Court.

6 35. Additionally, in early 2020, our firm served as lead counsel in a class action jury
7 trial in the Central District of California involving the class and PAGA representative claims of
8 over 23,000 employees which successfully resolved in the midst of trial for \$8,500,000.00.

9 36. Our firm has settled many high-stakes class and representative actions. Hawkins'
10 settlements have directly compensated hundreds of thousands of California workers and
11 consumers. Hawkins' actions have also forced employers to modify their policies for the benefit
12 of employees including changing the compensation structure for certain employees and changing
13 practices to ensure that workers will be able to take timely rest and meal breaks. A leader in
14 prosecuting class and PAGA enforcement actions, Hawkins has secured millions of dollars for
15 workers and in civil penalties for the State of California.

16 37. Based on our experience, demonstrated competence, resources to prosecute the
17 claims at issue and reputation among our colleagues in the both the defense and plaintiffs' bar, I
18 respectfully submit our firm's experience in the field of wage and hour cases provides us the
19 ability to prosecute claims swiftly and often times without the need for protracted litigation.
20 Although, as demonstrated in the *Wackenhut* cases, we do not give up fighting for class members
21 when challenged and necessary.

22 38. As is the case with many wage and hour cases, conditional class certification is
23 vastly superior to the litigation of numerous individual claims because most of the claims are too
24 small to litigate outside of the class context. As such, the superiority requirement is met for
25 purposes of conditional certification.

26 39. Further, based on our experience, we consider ourselves experienced and qualified
27 to evaluate the claims and viability of the defenses. Based on the history of this case and given our
28 firm's extensive experience as class and representative action employment and wage and hour

1 litigators, it is our view that the Settlement is fair, reasonable, and adequate, and in the best
2 interest of the Class.

3
4 I declare under penalty of perjury that the foregoing is true and correct.

5
6 Executed on September 3, 2024 in Irvine, California.

7
8 
9 _____
James R. Hawkins, Esq.

10 4865-6876-0786, v. 1

EXHIBIT 3

FILED
Superior Court of California
County of Los Angeles

12/05/2024

David W. Slayton, Executive Officer / Clerk of Court

By: R. Alva Deputy

**SUPERIOR COURT OF THE STATE OF CALIFORNIA
FOR THE COUNTY OF LOS ANGELES**

SOVATANA SAUT and JOHN HISATO
NAKATANI, individually and on behalf of
themselves and all others similarly situated,

Plaintiffs,

v.

MCKESSON CORPORATION, a Delaware
Corporation; and DOES 1-50, inclusive,

Defendants.

Case No. 22STCV28690

Assigned for All Purposes to:
Hon. Maureen Duffy-Lewis
Dept.: 38

**ORDER GRANTING PRELIMINARY
APPROVAL OF CLASS ACTION AND
PAGA SETTLEMENT AGREEMENT,
APPROVAL OF NOTICE TO CLASS
MEMBERS, APPROVAL OF
SETTLEMENT ADMINISTRATOR,
AND SETTING HEARING FOR FINAL
APPROVAL OF SETTLEMENT**

Complaint Filed: September 1, 2022
FAC Filed: August 29, 2024
Trial Date: None Set

1
2 This matter, having come before the Honorable Maureen Duffy-Lewis of the Superior Court of
3 the State of California, in and for the County of Los Angeles, on October 11, 2024, for the Motion by
4 Plaintiffs Sovatana Saut and John Hisato Nakatani (“Plaintiffs”) for Preliminary Approval of the Class
5 Action and PAGA Settlement that resolves the claims alleged by Plaintiffs and the Class against
6 Defendant McKesson Corporation (“Defendant”) (collectively referred to herein as the “Parties”). The
7 Court, having considered the briefs, argument of counsel and all matters presented to the Court, and
8 good cause appearing, hereby GRANTS Plaintiffs’ Motion for Preliminary Approval of Class Action
9 and PAGA Settlement.

10 IT IS HEREBY ORDERED, ADJUDGED AND DECREED THAT:

11 1. The Court provisionally certifies the following Class for purposes of settlement: all
12 persons who are or were employed by Defendant as hourly paid, non-exempt employees who worked
13 in distribution centers in the State of California at any time during the period from June 27, 2018
14 through April 7, 2024 (“Class Period”).

15 2. The Court preliminarily appoints Plaintiffs as Class Representatives for purposes of
16 settlement only;

17 3. The Court appoints James Hawkins and Christina Lucio of James Hawkins, APLC as
18 Class Counsel for purposes of settlement;

19 4. The Court preliminarily approves the class action portion of the Settlement as fair,
20 adequate, and reasonable, and approves the PAGA portion of the settlement based upon the terms set
21 forth in the Class Action and PAGA Settlement Agreement (the “Settlement”), including payment by
22 Defendant of the non-reversionary Gross Settlement Amount of \$2,250,000.00;

23 5. The Court preliminarily approves payment of reasonable attorneys’ fees and costs from
24 the Gross Settlement Amount in an amount of up to 35% of the Gross Settlement Amount (\$787,500),
25 plus actual litigation costs up to \$50,000.00;

26 6. The Court preliminarily approves the Class Representatives’ Service Payments to
27 Plaintiffs in an amount of up to \$10,000.00 each from the Gross Settlement Amount to compensate
28

1 them for the burden, responsibility, time, effort, and risk involved in coming forward on behalf of the
2 Class and for their general releases of claims broader than the Class release;

3 7. The Court approves payment to the LWDA of 75% of the \$112,500.00 allocated to
4 PAGA penalties (\$84,375.00) from the Gross Settlement Amount;

5 8. The Court preliminarily approves ILYM Group, Inc. as the Settlement Administrator
6 and further approves distribution of up to \$13,550.00 from the Gross Settlement Amount to cover the
7 Settlement Administrator's expenses in administering this Settlement;

8 9. The Court orders Defendant to direct the distribution to the Class of the Notice of Class
9 Action and PAGA Settlement (the "Class Notice"), including notice of the opportunity to exclude
10 oneself from, or object to, the Settlement (except for its PAGA component); and

11 10. The Court orders the Parties to dismiss *Sovatana Saut, et al, v. Defendant McKesson*
12 *Corporation*, Case No. 2:22-cv-05707-DMG-KES, United States District Court, Central District of
13 California, within 65 days of this Court's final approval of the Class Action and PAGA settlement, as
14 well as the entry of the Order and Judgment.¹

15 11. The Final Fairness and Approval Hearing shall be held on February 14, 2025 at 9:30
16 a.m., before the Honorable Maureen Duffy Lewis, in Department 38 in the Superior Court of California,
17 Los Angeles County, in the Stanley Mosk Courthouse located at 111 North Hill Street, Los Angeles,
18 CA 90012. At that time, the Court shall determine, following dissemination of Notice to the Class,
19 whether to grant final approval to the Settlement.

20 **IT IS SO ORDERED.**

21
22 DATED: December 5, 2024



Maureen Duffy-Lewis

HON. MAUREEN DUFFY-LEWIS

JUDGE OF THE SUPERIOR COURT

Maureen Duffy-Lewis / Judge

23
24
25
26 ¹ While the Court's Minute Order, dated October 11, 2024, indicates that the Parties must submit evidence that *Sovatana*
27 *Saut, et al, v. Defendant McKesson Corporation*, Case No. 2:22-cv-05707-DMG-KES is dismissed before the Court signs
28 this Proposed Order granting preliminary approval, the Parties note that they discussed this issue with the Court during the
hearing and requested that the submission of proof of dismissal be deferred until after the Final Fairness and Approval
Hearing. The Court indicated that it agreed with this proposal. As such, the Proposed Order reflects this proposed process.

PROOF OF SERVICE

I am a resident of the State of California, County of Orange. I am over the age of eighteen years and not a party to the within action. My business address is 9880 Research Drive., Suite 200, Irvine, California 92618.

On October 15, 2024, I served on the interested parties in this action the following document(s) entitled:

- ORDER GRANTING PRELIMINARY APPROVAL OF CLASS ACTION AND PAGA SETTLEMENT AGREEMENT, APPROVAL OF NOTICE TO CLASS MEMBERS, APPROVAL OF SETTLEMENT ADMINISTRATOR, AND SETTING HEARING FOR FINAL APPROVAL OF SETTLEMENT

[XX] BY ELECTRONIC SERVICE: Based on a court Order or an agreement by the parties to accept service by e-mail or electronic transmission, I caused the document(s) to be sent from the email address citlalli@jameshawkinsaplc.com to the persons at the e-mail addresses listed in the Service List below. I did not receive, within a reasonable time after the transmission, any electronic message or other indication that the transmission was unsuccessful.

SERVICE LIST

Mia Farber (SBN 131467)
Nicky Jatana (SBN 197682)
Buck N. Haddix (SBN 295334)
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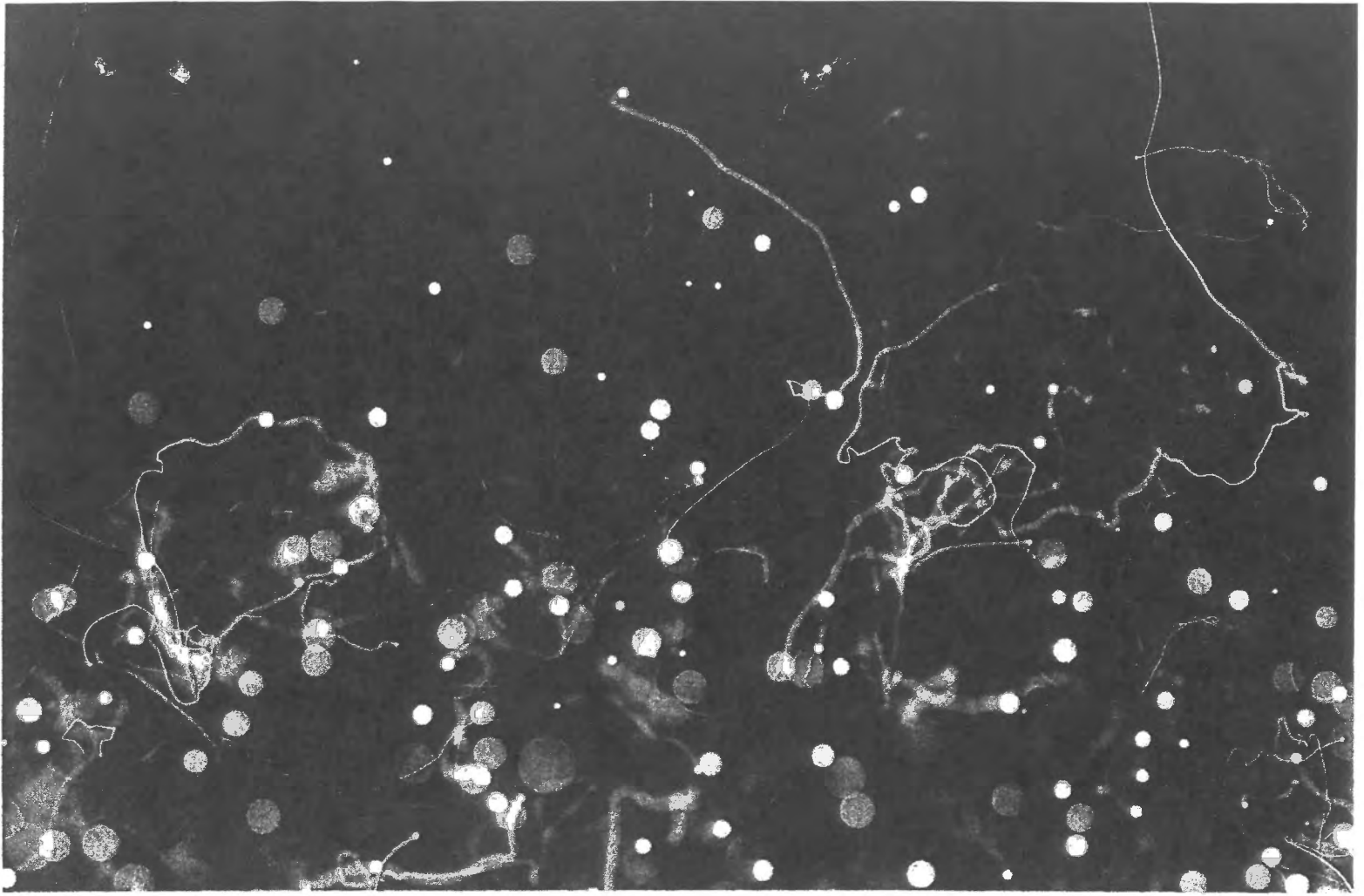
[X] STATE: I declare under penalty of perjury, under the laws of the State of California, that the above is true and correct.

Executed on October 15, 2024, at Irvine, California.


Citlalli Gutierrez

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EXHIBIT 4



ELM Solutions

The industry's leading
analysis of law firm rates,
trends, and practices

2023 Real Rate Report[®]



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A Letter to Our Readers

Welcome to the latest edition of Wolters Kluwer ELM Solutions Real Rate Report®, the industry's leading data-driven benchmark report for lawyer and paralegal rates.

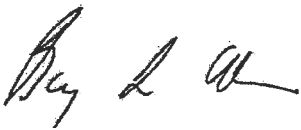
Our Real Rate Report has been a relied upon data analytics resource to the legal industry since its inception in 2010 and continues to evolve, providing you with the most comprehensive rate benchmarking insights, trends, and practices. The Real Rate Report is powered by the Wolters Kluwer ELM Solutions LegalVIEW® data warehouse, which has grown to include \$160B+ in anonymized legal data.

The depth and granularity of the data within the Real Rate Report empowers users to benchmark and negotiate effectively and make well-informed investment and resourcing decisions for the organization.

As with previous Real Rate Reports, our data is sourced from corporations' and law firms' e-billing and time management solutions. We have included lawyer and paralegal rate data filtered by specific practice and sub-practice areas, metropolitan areas, and types of matters. This level of detail gives legal departments and law firms the precision they need to identify areas of opportunity. We strive to make the Real Rate Report a valuable and actionable reference tool for legal departments and law firms.

As always, we welcome your comments and suggestions on what information would make this publication more valuable to you. We thank our data contributors for participating in this program. And we thank you for making Wolters Kluwer ELM Solutions your trusted partner for legal industry domain expertise, data, and analytics and look forward to continuing to provide market-leading, expert solutions that deliver the best business outcomes for collaboration among legal departments and law firms.

Sincerely,



Barry Ader

Vice President, Product Management and Marketing
Wolters Kluwer ELM Solutions

Report Use Considerations

2023 Real Rate Report

- Examines law firm rates over time
- Identifies rates by location, experience, firm size, areas of expertise, industry, and timekeeper role (i.e., partner, associate, and paralegal)
- Itemizes variables that drive rates up or down

All the analyses included in the report derive from the actual rates charged by law firm professionals as recorded on invoices submitted and approved for payment.

Examining real, approved rate information, along with the ranges of those rates and their changes over time, highlights the role these variables play in driving aggregate legal cost and income. The analyses can energize questions for both corporate clients and law firm principals.

Clients might ask whether they are paying the right amount for different types of legal services, while law firm principals might ask whether they are charging the right amount for legal services and whether to modify their pricing approach.

Some key factors¹ that drive rates²:

Attorney location - Lawyers in urban and major metropolitan areas tend to charge more when compared with lawyers in rural areas or small towns.

Litigation complexity - The cost of representation will be higher if the case is particularly complex or time-consuming; for example, if there are a large number of documents to review, many witnesses to depose, and numerous procedural steps, the case is likely to cost more (regardless of other factors like the lawyer's level of experience).

Years of experience and reputation - A more experienced, higher-profile lawyer is often going to charge more, but absorbing this higher cost at the outset may make more sense than hiring a less expensive lawyer who will likely take time and billable hours to come up to speed on unfamiliar legal and procedural issues.

Overhead - The costs associated with the firm's support network (paralegals, clerks, and assistants), document preparation, consultants, research, and other expenses.

Firm size - The rates can increase if the firm is large and has various timekeeper roles at the firm. For example, the cost to work with an associate or partner at a larger firm will be higher compared to a firm that has one to two associates and a paralegal.

¹ David Goguen, J.D., University of San Francisco School of Law (2020) Guide to Legal Services Billing Retrieved from: <https://www.lawyers.com/legal-info/research/guide-to-legal-services-billing-rates.html>

² Source: 2018 RRR. Factor order validated in multiple analyses since 2010

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Section I: High-Level Data Cuts

All data and analysis based on
data collected thru Q2 2023

Section I: High-Level Data Cuts

Cities By Matter Type

2023 - Real Rates for Associate and Partner

Trend Analysis - Mean

City	Matter Type	Role	n	First Quartile	Median	Third Quartile	2023	2022	2021
Richmond VA	Non-Litigation	Associate	41	\$382	\$539	\$689	\$557	\$505	\$474
		Partner	10	\$414	\$453	\$530	\$477	\$461	\$341
Sacramento CA	Non-Litigation	Partner	13	\$425	\$527	\$632	\$554	\$534	\$559
		Associate	11	\$286	\$353	\$425	\$355	\$341	\$321
Salt Lake City UT	Litigation	Partner	11	\$348	\$398	\$481	\$398	\$372	\$333
		Associate	12	\$240	\$290	\$300	\$294	\$252	\$247
	Non-Litigation	Partner	43	\$338	\$376	\$471	\$413	\$390	\$363
		Associate	12	\$240	\$290	\$300	\$294	\$252	\$247
San Diego CA	Litigation	Partner	42	\$278	\$438	\$551	\$533	\$533	\$572
		Associate	28	\$170	\$240	\$302	\$298	\$271	\$258
	Non-Litigation	Partner	75	\$385	\$495	\$944	\$655	\$703	\$672
		Associate	54	\$226	\$336	\$420	\$359	\$375	\$378
San Francisco CA	Litigation	Partner	115	\$436	\$750	\$1,124	\$801	\$744	\$712
		Associate	76	\$341	\$450	\$718	\$537	\$523	\$517
	Non-Litigation	Partner	173	\$563	\$796	\$1,035	\$812	\$769	\$755

Section I: High-Level Data Cuts

Cities

By Matter Type

2023 - Real Rates for Associate and Partner

Trend Analysis - Mean

City	Matter Type	Role	n	First Quartile	Median	Third Quartile	2023	2022	2021
San Francisco CA	Non-Litigation	Associate	127	\$348	\$495	\$665	\$544	\$552	\$574
		Partner	29	\$650	\$810	\$1,083	\$941	\$903	\$907
San Jose CA	Litigation	Associate	18	\$527	\$600	\$775	\$622	\$625	\$593
		Partner	46	\$700	\$909	\$1,386	\$1,064	\$1,025	\$986
	Non-Litigation	Associate	81	\$359	\$446	\$607	\$486	\$421	\$401
		Partner	44	\$343	\$481	\$595	\$485	\$450	\$446
Seattle WA	Litigation	Associate	49	\$405	\$511	\$530	\$475	\$442	\$453
		Partner	53	\$455	\$641	\$835	\$639	\$633	\$567
	Non-Litigation	Associate	12	\$198	\$200	\$250	\$221	\$228	\$237
		Partner	137	\$449	\$585	\$835	\$640	\$571	\$547
St. Louis MO	Litigation	Associate	12	\$198	\$200	\$250	\$221	\$228	\$237
		Partner	38	\$268	\$342	\$457	\$399	\$388	\$373
	Non-Litigation	Associate	12	\$198	\$200	\$250	\$221	\$228	\$237
		Partner	44	\$343	\$481	\$595	\$485	\$450	\$446
Tampa FL	Litigation	Associate	12	\$292	\$300	\$325	\$314	\$316	\$302
		Partner	27	\$356	\$458	\$609	\$503	\$482	\$471
	Non-Litigation	Partner	45	\$345	\$400	\$572	\$486	\$457	\$479

Section I: High-Level Data Cuts

Cities

By Years of Experience

2023 - Real Rates for Partner

Trend Analysis - Mean

City	Years of Experience	n	First Quartile	Median	Third Quartile	2023	2022	2021
Sacramento CA	21 or More Years	11	\$456	\$524	\$632	\$562	\$563	\$508
	Fewer Than 21 Years	17	\$365	\$375	\$412	\$375	\$368	\$334
Salt Lake City UT	21 or More Years	22	\$353	\$475	\$533	\$473	\$425	\$392
	Fewer Than 21 Years	21	\$429	\$477	\$845	\$628	\$603	\$612
San Diego CA	21 or More Years	114	\$580	\$889	\$1,059	\$854	\$803	\$772
	Fewer Than 21 Years	69	\$588	\$798	\$1,067	\$830	\$754	\$706
San Francisco CA	21 or More Years	43	\$688	\$846	\$1,315	\$1,037	\$997	\$991
	Fewer Than 21 Years	17	\$736	\$987	\$1,504	\$1,068	\$1,025	\$934
San Jose CA	21 or More Years	82	\$495	\$616	\$798	\$650	\$629	\$578
	Fewer Than 21 Years	45	\$325	\$543	\$715	\$601	\$530	\$451
Seattle WA	21 or More Years	46	\$324	\$460	\$583	\$466	\$450	\$434
	Fewer Than 21 Years	22	\$350	\$436	\$498	\$435	\$415	\$424
St. Louis MO	21 or More Years	29	\$350	\$540	\$590	\$519	\$485	\$508
	Fewer Than 21 Years	21	\$315	\$348	\$595	\$439	\$428	\$394
Tampa FL	21 or More Years	29	\$350	\$540	\$590	\$519	\$485	\$508
	Fewer Than 21 Years	21	\$315	\$348	\$595	\$439	\$428	\$394

EXHIBIT 5

LAFFEY MATRIX

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			Years Out of Law School *				
Year	Adjustmt Factor**	Paralegal/ Law Clerk	1-3	4-7	8-10	11-19	20 +
6/01/23- 5/31/24	1.059295	\$239	\$437	\$538	\$777	\$878	\$1057
6/01/22- 5/31/23	1.085091	\$225	\$413	\$508	\$733	\$829	\$997
6/01/21- 5/31/22	1.006053	\$208	\$381	\$468	\$676	\$764	\$919
6/01/20- 5/31/21	1.015894	\$206	\$378	\$465	\$672	\$759	\$914
6/01/19- 5/31/20	1.0049	\$203	\$372	\$458	\$661	\$747	\$899
6/01/18- 5/31/19	1.0350	\$202	\$371	\$455	\$658	\$742	\$894
6/01/17- 5/31/18	1.0463	\$196	\$359	\$440	\$636	\$717	\$864
6/01/16- 5/31/17	1.0369	\$187	\$343	\$421	\$608	\$685	\$826
6/01/15- 5/31/16	1.0089	\$180	\$331	\$406	\$586	\$661	\$796
6/01/14- 5/31/15	1.0235	\$179	\$328	\$402	\$581	\$655	\$789
6/01/13- 5/31/14	1.0244	\$175	\$320	\$393	\$567	\$640	\$771
6/01/12- 5/31/13	1.0258	\$170	\$312	\$383	\$554	\$625	\$753
6/01/11- 5/31/12	1.0352	\$166	\$305	\$374	\$540	\$609	\$734
6/01/10- 5/31/11	1.0337	\$161	\$294	\$361	\$522	\$589	\$709
6/01/09- 5/31/10	1.0220	\$155	\$285	\$349	\$505	\$569	\$686
6/01/08- 5/31/09	1.0399	\$152	\$279	\$342	\$494	\$557	\$671
6/01/07-5/31/08	1.0516	\$146	\$268	\$329	\$475	\$536	\$645
6/01/06-5/31/07	1.0256	\$139	\$255	\$313	\$452	\$509	\$614
6/1/05-5/31/06	1.0427	\$136	\$249	\$305	\$441	\$497	\$598
6/1/04-5/31/05	1.0455	\$130	\$239	\$293	\$423	\$476	\$574
6/1/03-6/1/04	1.0507	\$124	\$228	\$280	\$405	\$456	\$549
6/1/02-5/31/03	1.0727	\$118	\$217	\$267	\$385	\$434	\$522
6/1/01-5/31/02	1.0407	\$110	\$203	\$249	\$359	\$404	\$487
6/1/00-5/31/01	1.0529	\$106	\$195	\$239	\$345	\$388	\$468
6/1/99-5/31/00	1.0491	\$101	\$185	\$227	\$328	\$369	\$444
6/1/98-5/31/99	1.0439	\$96	\$176	\$216	\$312	\$352	\$424
6/1/97-5/31/98	1.0419	\$92	\$169	\$207	\$299	\$337	\$406
6/1/96-5/31/97	1.0396	\$88	\$162	\$198	\$287	\$323	\$389
6/1/95-5/31/96	1.032	\$85	\$155	\$191	\$276	\$311	\$375

6/1/94-5/31/95	1.0237	\$82	\$151	\$185	\$267	\$301	\$363
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The methodology of calculation and benchmarking for this Updated Laffey Matrix has been approved in a number of cases. See, e.g., *DL v. District of Columbia*, 267 F.Supp.3d 55, 69 (D.D.C. 2017)

* $\frac{1}{2}$ Years Out of Law School $\frac{1}{2}$ is calculated from June 1 of each year, when most law students graduate. $\frac{1}{2}$ 1-3" includes an attorney in his 1st, 2nd and 3rd years of practice, measured from date of graduation (June 1). $\frac{1}{2}$ 4-7" applies to attorneys in their 4th, 5th, 6th and 7th years of practice. An attorney who graduated in May 1996 would be in tier $\frac{1}{2}$ 1-3" from June 1, 1996 until May 31, 1999, would move into tier $\frac{1}{2}$ 4-7" on June 1, 1999, and tier $\frac{1}{2}$ 8-10" on June 1, 2003.

** The Adjustment Factor refers to the nation-wide Legal Services Component of the Consumer Price Index produced by the Bureau of Labor Statistics of the United States Department of Labor.

EXHIBIT 6

Matter Billing Detail

Report Date: 4/17/2025
Report Time: 12:53PM
Page: 1 of 2
User ID: R. Hawkins

JAMES HAWKINS APLC

Date Range: 01/01/1900 to 04/17/2025

Client: MCKESSONDISB - Sovatana Saut

Matter: MCKESSONDISTRIB - McKesson Corporation Distribution Center- Sovatana Saut v. McKesson

Date	Expense Code	Description	Debit	Credit	Billing Status	On Hold	Invoice Number	Check Number	Payee
		Balance Forward:	\$0.00						
06/17/2022	POS	Postage- LWDA and Proposed Complaint Cert Mail x3	\$21.99		Unbilled				
06/17/2022	FIL	Filing Fee- LWDA Filing	\$75.00		Unbilled				
06/26/2022	POS	Postage- 06.26.22 Certified mail sent to Agent(s) re LWDA Filing	\$26.88		Unbilled				
06/26/2022	FIL	Filing Fee- 06.26.22 LWDA Filing Fee	\$75.00		Unbilled				
06/27/2022	FST	First Legal Network- E-Filing: Complaint, summons, civil case cover IN#30202789	\$1,616.20		Unbilled				
07/11/2022	FST	First Legal Network - Process, Class Complaint and Initial Docs; E-Filing, Proof of Personal Service IN#30205948	\$307.71		Unbilled				
12/13/2022	FST	First Legal Network - E-Filing - Status Report IN# 30222171	\$37.70		Unbilled				
03/27/2023	FST	First Legal Network - E-Filing - Case management Statement IN# 30230586	\$39.95		Unbilled				
05/04/2023	TE	Travel Expenses- Airfare for 5/18/23 Deposition	\$522.97		Unbilled				
05/04/2023	TE	Travel Expenses - Hotel accomodations for 5/18/23 Deposition	\$693.68		Unbilled				
05/18/2023	PRK	Parking Fee - Expenses for Saut and Nakatani Depos 05/16-05/18	\$126.09		Unbilled				
05/18/2023	TE	Travel Expenses - Expenses for Saut and Nakatani Depos 05/16-05/18	\$58.60		Unbilled				
05/18/2023	MIL	Mileage - Expenses for Saut and Nakatani Depos 05/16-05/18	\$141.26		Unbilled				
06/06/2023	TRN	Transcript IN# 6622399 Check # 10879	\$1,109.80		Unbilled				
06/07/2023	TRN	Transcript IN# 6623586 Check# 10890	\$953.00		Unbilled				
06/12/2023	MED	Mediation Services Check # 10910 - Todd Smith	\$9,000.00		Unbilled				
02/09/2024	MED	Mediation Services- CK#11510 - Serratore	\$14,000.00		Unbilled				
02/27/2024	EXA	Expert Analysis- IN#10479 CK#11552	\$7,470.00		Unbilled				
09/10/2024	CRT	Court Documents- download documents from the related Padilla matter 3:24-cv-03981-TLT.	\$4.20		Unbilled				

Matter Billing Detail

JAMES HAWKINS APLC

Date	Expense Code	Description	Debit	Credit	Billing Status	On Hold	Invoice Number	Check Number	Payee
Total:			\$36,280.03	\$0.00					
Balance:			\$36,280.03						
Total Fees Billed-----			\$0.00						
Total Fees Unbilled : -----			\$0.00						
Total Fees Received : -----			\$0.00						
Total Soft Cost Billed : -----			\$0.00						
Total Soft Cost Unbilled : -----			\$0.00						
Total Soft Cost Received : -----			\$0.00						
Total Hard Cost Billed : -----			\$0.00						
Total Hard Cost Unbilled : -----			\$36,280.03						
Total Hard Cost Received : -----			\$0.00						
Total Taxes Billed : -----			\$0.00						
Total Taxes Unbilled : -----			\$0.00						
Total Taxes Received : -----			\$0.00						
Total Late Charges Billed : -----			\$0.00						
Total Late Charges Unbilled: -----			\$0.00						
Total Late Charges Received : -----			\$0.00						
Trust Balance: -----			\$0.00						

Matter Billing Detail

Report Date: 4/17/2025
Report Time: 12:53PM
Page: 1 of 3
User ID: R. Hawkins

JAMES HAWKINS APLC

Date Range: 01/01/1900 to 04/17/2025

Client: MCKESSONDISB - Sovatana Saut

Matter: MCKESSON SAUT 2 - McKesson Corporation PAGA - Saut & John Hisato Nakatani

Date	Expense Code	Description	Debit	Credit	Billing Status	On Hold	Invoice Number	Check Number	Payee
		Balance Forward:	\$0.00						
09/01/2022	FST	First Legal Network - E-Filing: Complaint, Civil Case Cover Sheet, IN#30212421	\$516.20		Unbilled				
12/27/2022	FST	First Legal Network - E-Filing - Case management Statement IN# 30222171	\$37.70		Unbilled				
05/29/2023	TRN	Transcript - IN# 6600264 CK # 10869	\$1,393.45		Unbilled				
10/04/2023	FST	First Legal Network - Filing - CM Statement In# 30256289	\$39.95		Unbilled				
02/27/2024	FST	First Legal Network - Filing - CM Statement IN# 30271388	\$42.15		Unbilled				
05/06/2024	FST	First Legal Network - Filing - CM Statement IN# 30283542	\$42.15		Unbilled				
06/03/2024	FST	First Legal Network - Filing - Case Management Statement IN# 30287287	\$42.15		Unbilled				
07/23/2024	POS	Postage - Supplemental LWDA Letter	\$40.68		Unbilled				
08/08/2024	LDS	Legal Document Server - E-Filing - Stip and Order IN# 10159988	\$34.15		Unbilled				
09/03/2024	LDS	Legal Document Server - E-Filing - CM Statement IN# 10311177	\$14.15		Unbilled				
09/04/2024	LDS	Legal Document Server - E-Filing - Amended Complaint IN# 10304382	\$14.15		Unbilled				
09/04/2024	LDS	Legal Document Server - Courtesy Copy Delivery - Motion for preliminary approval of settlement, memo name extension, dec, proof of Service not summons and Complaint IN# 10322326-02	\$197.75		Unbilled				
09/04/2024	LDS	Legal Document Server - E-Filing - Motion for preliminary approval of settlement, Dec, Proof of Service Not Summons and Complaint IN# 10322326-01	\$74.15		Unbilled				
09/26/2024	LDS	Legal Document Server - E-Filing - CM Statement IN# 10465859	\$14.15		Unbilled				
10/01/2024	LDS	Legal Document Server - E-Filing - Notice IN# 10464479	\$14.15		Unbilled				
10/15/2024	CRT	Court Documents - Minute Order	\$2.00		Unbilled				
10/16/2024	LDS	Legal Document Server - E-Filing - Order IN# 10589501	\$14.15		Unbilled				

Matter Billing Detail

JAMES HAWKINS APLC

Date	Expense Code	Description	Debit	Credit	Billing Status	On Hold	Invoice Number	Check Number	Payee
12/05/2024	CRT	Court Documents - 12/05/2025 Order granting Preliminary Approval	\$5.00		Unbilled				
01/23/2025	FIL	Filing Fee - Estimated future costs, Motion for Final Approval, Supplemental documents, Notice of Entry & judgment, Declaration regarding disbursement.	\$250.00		Unbilled				
01/24/2025	LDS	Legal Document Server - E-Filing - Final Approval of Settlement, Memo of Points, Dec, Order, proof of Service In# 11197946	\$25.00		Unbilled				
02/05/2025	LDS	Legal Document Server - E-Filing - Memo of Points, Motion for Final approval of settlement, declaration, order, proof of service not summons and complaint IN# 11206036	\$150.75		Unbilled				
03/14/2025	LDS	Legal Document Server - EFiling - Notice of Continuance, Notice, Declaration IN# 11520650	\$30.75		Unbilled				
04/17/2025	FIL	Filing Fee - Motion for Final Approval & Fees, courtesy copy delivered to Department	\$265.75		Unbilled				
Total:			\$3,260.48	\$0.00					
Balance:			\$3,260.48						

Matter Billing Detail

JAMES HAWKINS APLC

Date	Expense Code	Description	Debit	Credit	Billing Status	On Hold	Invoice Number	Check Number	Payee
Total Fees Billed- - - - -			\$0.00						
Total Fees Unbilled : - - - - -			\$0.00						
Total Fees Received : - - - - -			\$0.00						
Total Soft Cost Billed : - - - - -			\$0.00						
Total Soft Cost Unbilled : - - - - -			\$0.00						
Total Soft Cost Received : - - - - -			\$0.00						
Total Hard Cost Billed : - - - - -			\$0.00						
Total Hard Cost Unbilled : - - - - -			\$3,260.48						
Total Hard Cost Received : - - - - -			\$0.00						
Total Taxes Billed : - - - - -			\$0.00						
Total Taxes Unbilled : - - - - -			\$0.00						
Total Taxes Received : - - - - -			\$0.00						
Total Late Charges Billed : - - - - -			\$0.00						
Total Late Charges Unbilled: - - - - -			\$0.00						
Total Late Charges Received : - - - - -			\$0.00						
Trust Balance: - - - - -			\$0.00						