

ELECTRONICALLY FILED

Superior Court of California,
County of Alameda

02/06/2025 at 12:32:11 PM

By: Darnekia Oliver,
Deputy Clerk

Brooke B. Nevels (SBN 302994)
Christopher E. Nichols (SBN 316417)
NEVELS NICHOLS, LLP
10089 Willow Creek Rd Suite 200
San Diego, CA 92131
Telephone: (619) 374-1100
Email: BNevels@NevelsNichols.com
Email: CNichols@NevelsNichols.com
Please also serve: Service@NevelsNichols.com

Attorneys for Plaintiff

SUPERIOR COURT OF CALIFORNIA, COUNTY OF ALAMEDA

CIVIL UNLIMITED DIVISION

ALEXANDER BRICK, an individual, on
behalf of himself and on behalf of all
persons similarly situated,

Plaintiffs,

vs.

CALIFORNIA HYDRONICS
CORPORATION, a California Corporation; and
DOES 1 through 50, inclusive.

Defendants.

CASE NO. 22CV018191

**MEMORANDUM OF POINTS AND
AUTHORITIES FOR PRELIMINARY
APPROVAL OF CLASS AND PAGA
SETTLEMENT**

*Assigned for All Purposes to Dept. 23
Hon. Michael Markman*

Date: February 27, 2025
Time: 10:00 a.m.
Dept: 23

///

///

///

///

///

///

///

///

///

///

///

**MEMORANDUM OF POINTS AND AUTHORITIES FOR PRELIMINARY
APPROVAL OF CLASS AND PAGA SETTLEMENT**

TABLE OF CONTENTS

I.	INTRODUCTION-----	5
II.	DESCRIPTION OF THE SETTLEMENT -----	7
III.	CASE BACKGROUND-----	11
IV.	THE SETTLEMENT MEETS THE CRITERIA NECESSARY FOR THIS COURT TO GRANT PRELIMINARY APPROVAL-----	13
A.	THE ROLE OF THE COURT IN THE PRELIMINARY APPROVAL OF A CLASS ACTION SETTLEMENT -----	14
B.	FACTORS CONSIDERED IN GRANTING PRELIMINARILY APPROVAL -----	15
C.	THE SETTLEMENT IS THE PRODUCT OF ARM'S LENGTH NEGOTIATIONS -----	16
D.	THE SETTLEMENT FALLS WITHIN THE RANGE OF APPROVAL -----	18
E.	THE SETTLEMENT DOES NOT IMPROPERLY GRANT PREFERENTIAL TREATMENT TO CLASS REPRESENTATIVES -----	20
F.	THE STAGE OF THE PROCEEDINGS ARE SUFFICIENTLY ADVANCED TO PERMIT PRELIMINARY APPROVAL-----	21
V.	THE CLASS IS PROPERLY CERTIFIED FOR SETTLEMENT PURPOSES -----	23
A.	CALIFORNIA CODE OF CIVIL PROCEDURE § 382 -----	23
B.	THE PROPOSED CLASS IS ASCERTAINABLE AND NUMEROUS -----	24
C.	COMMON ISSUES OF LAW AND FACT PREDOMINATE -----	24
D.	THE CLAIMS OF PLAINTIFFS ARE TYPICAL OF THE SETTLEMENT CLASS MEMBERS-----	25
E.	THE CLASS REPRESENTATION FAIRLY AND ADEQUATELY PROTECTED THE CLASS -----	26
VI.	THE PROPOSED METHOD OF CLASS NOTICE IS APPROPRIATE -----	27
VII.	CONCLUSION-----	29

TABLE OF AUTHORITIES

CASES

Boggs v. Divested Atomic Corp., 141 F.R.D. 58, 67 (S.D. Ohio 1991)-----	26
<i>Bowles v. Superior Court</i> , 44 Cal.2d 574 (1955)-----	24
<i>Brinker Rest. Corp. v. Superior Ct.</i> , 53 Cal. 4th 1004, 1021, 273 P.3d 513, 523 (2012)-----	23
Cellphone Termination Fee Cases, 180 Cal.App.4th 1110, 1117-18 (2009) -----	13
Cho v. Seagate Tech. Holdings, Inc., 177 Cal. App. 4th 734, 742-45 (2009) -----	14
<i>Dunk v. Foot Locker Retail, Inc.</i> (1996) 48 Cal.App.4th 1794, 1801-----	12, 13, 15, 17
<i>Gautreaux v. Pierce</i> , 690 F.2d 616, 621 n.3 (7th Cir. 1982)-----	14
<i>Ghazaryan v. Diva Limousine, Ltd.</i> , 169 Cal. App. 4th 1524, 1536 (2008) -----	24
<i>Hanlon v. Chrysler Corp.</i> , 150 F.3d 1011, 1026 (9th Cir. 1998)-----	19, 25, 26
<i>Holman v. Experian Info. Solutions, Inc.</i> , 2014 U.S. Dist. LEXIS 173698 (N.D. Cal. 2014)-----	21
<i>In re Mego Financial Corp. Securities Litigation</i> , 213 F.3d 454, 458 (9th Cir. 2000)-----	20, 22
<i>In re Tableware Antitrust Litig.</i> , 484 F.Supp. 2d 1078, 1079 (N.D. Cal. 2007)-----	16
<i>In re Wash. Public Power Supply System Sec. Litig.</i> , 720 F. Supp. 1379, 1392 (D. Ariz. 1989) -----	15, 18
<i>Kirkorian v. Borelli</i> , 695 F. Supp. 446, 451 (N.D. Cal. 1988)-----	15
<i>Kullar v. Foot Locker Retail, Inc.</i> (2008) 168 Cal.App.4th 116, 129-130 -----	12, 17
<i>Linder v. Thrifty Oil Co.</i> , 23 Cal. 4th 429, 439-440 (2003) -----	25
<i>Louie v. Kaiser Foundation Health Plan, Inc.</i> , 2008 WL 4473183, *7 (S.D.Cal. 2008)-----	21
<i>Mathein v. Pier 1 Imps. (U.S.), Inc.</i> , 2018 U.S. Dist. LEXIS 71386 (E.D. Cal. 2018)-----	21
<i>Munoz v. BCI Coca-Cola Bottling Co. of Los Angeles</i> , 186 Cal. App. 4th 399, 412 (2010) -----	21
<i>Nat'l Rural Telecomms. Coop. v. DIRECTV, Inc.</i> , 221 F.R.D. 523, 528 (C.D. Cal. 2004)-----	15
<i>Noel v. Thrifty Payless, Inc.</i> , 7 Cal. 5th 955, 980, 445 P.3d 626, 643 (2019)-----	24
<i>Nordstrom Comm'n Cases</i> , 186 Cal. App. 4th 576, 581 (2010) -----	13
<i>Officers for Justice v. Civil Serv. Comm'n</i> , 688 F.2d 615, 625 (9th Cir. 1982)-----	13, 15
<i>Protective Comm. for Indep. Stockholders of TMT Trailer Ferry, Inc. v. Anderson</i> , 390 U.S. 414, 424-25 (1968)	15
<i>Rose v. City of Hayward</i> , 126 Cal.App.3d 926, 934 (1981)-----	24
<i>Saucillo v. Peck</i> , (9th Cir. 2022) 25 F.4th 1118, 1133 -----	14

1	<i>Sav-On Drug Stores, Inc. v. Superior Court</i> , 34 Cal. 4th 319, 326 (2004)-----	23, 24, 26
2	<i>Sayaman v. Baxter Healthcare Corp.</i> , 2010 U.S. Dist. LEXIS 151997, *3 (C.D. Cal. 2010)-----	14
3	<i>Tate v. Weyerhaeuser Co.</i> , 723 F.2d 598, 608 (8th Cir. 1983) -----	25
4	<i>Valentino v. Carter-Wallace, Inc.</i> , 97 F.3d 1227, 1234 (9th Cir. 1996)-----	26
5	<i>Weinberger v. Kendrick</i> , 698 F.2d 61, 73 (2d Cir. 1982)-----	15
6	<i>Wershba v. Apple Computer, Inc.</i> , 91 Cal.App.4th 224, 245 (2001)-----	14, 15

STATUTES

Labor Code

§ 1197 -----	12
§ 1197.1 -----	12
§ 201 -----	12
§ 202 -----	12
§ 203 -----	12
§ 204 -----	12
§ 226 -----	12
§ 233 -----	12
§ 246 -----	12
§ 512 -----	12
§ 2802 -----	12
§ 510 -----	12
§ 1194 -----	12
§ 226.7 -----	12
§ 2699.3 -----	12

California Business & Professions Code

§ 17200, et seq. -----	12
------------------------	----

California Code of Civil Procedure

§ 382 -----	23
-------------	----

RULES

California Rules of Court, rule 3.769 -----	13, 28
California Rules of Court, rule 3.766 -----	28

TREATISES

H. Newberg & A. Conte, 3 <u>Newberg on Class Actions</u> §11.41 (3d ed. 1992) -----	13, 14, 24
J. Moore, <u>Moore's Federal Practice</u> §§23.80 - 23.85 (2003) -----	15
Fed. Judicial Center, <u>Manual for Complex Litigation</u> §30.44 (2d ed.1993) -----	13, 14, 16

///

///

///

///

///

///

///

///

MEMORANDUM OF POINTS AND AUTHORITIES FOR PRELIMINARY APPROVAL OF CLASS AND PAGA SETTLEMENT

1 **I. INTRODUCTION**

2 Plaintiff ALEXANDER BRICK (“Plaintiff”) submits the following memorandum of
3 points and authorities in support of the unopposed motion for preliminary approval of the
4 proposed class action and Private Attorneys General Act (“PAGA”) settlement with Defendant
5 California Hydronics Corporation, a California Corporation (“Defendant” or “CHC”), and
6 seeks an entry of an order for:

7 (1) preliminarily approving the proposed settlement of this class and PAGA action with
8 Defendant;

9 (2) for settlement purposes only, conditionally certifying the class, which is comprised of
10 “all current and former non-exempt, hourly-paid employees who worked for CHC during the
11 Class Period”;

12 (3) provisionally appointing Plaintiff ALEXANDER BRICK as the Class and PAGA
13 representative;

14 (4) provisionally appointing Brooke B. Nevels and Christopher E. Nichols of NEVELS
15 NICHOLS, LLP; Lenden F. Webb of WEBB LAW GROUP, APC; and Norman B. Blumenthal,
16 Kyle R. Nordrehaug, and Aparajit Bhowmik of BLUMENTHAL NORDREHAUG BHOWMIK
17 DE BLOUW LLP, as Class Counsel for the Class;

18 (5) approving the form and method for providing notice to the class and aggrieved
19 employees;

20 (6) directing that notice of the proposed settlement be given to the class and aggrieved
21 employees;

22 (7) appointing Phoenix Settlement Administrators as the Settlement Administrator;

23 (8) and scheduling a final approval hearing date to consider Plaintiff’s Motion for Final
24 Approval of the Settlement and entry of the judgment.

25 Plaintiff and Defendant (collectively the “Parties”) have reached a full and final
26 settlement of the above-captioned action, which is embodied in the Class Action and PAGA
27
28

Settlement Agreement (“Agreement”) attached to the Declaration of Lenden F. Webb (“Decl. Webb”) Paragraph 4, Ex. 1.¹

As consideration for this Settlement, the Gross Settlement Amount is Two Hundred and Eighty Thousand Dollars (\$280,000.00) to be paid by Defendant, as set forth in the Agreement. The Gross Settlement Amount will settle all issues pending in the Action between the Parties, and will be made in full and final settlement of the Released Class Claims and Released PAGA Claims. The Gross Settlement Amount includes all payments to the Individual Class Payment, the PAGA Settlement Amount (including PAGA Employee Amount to be paid to Aggrieved Employees and the LWDA PAGA Payment), Class Counsel Fees, Class Counsel Expenses, Class Representative Service Payment, the Administrator’s Expenses, and all employer taxes on the wage portion of the Settlement. If the Court refuses to grant approval of the Settlement on the basis that employer taxes should not be included in the Gross Settlement Amount, CHC shall separately fund the employer taxes on the wage portion of the Settlement. The Settlement is all-in with no reversion to Defendant. (See Decl. of Webb ¶4 Ex 1)

Under the terms of the Agreement, Defendant will not oppose Class Counsels’ application for a reasonable award of attorney’s fees not to exceed 33.33% (\$93,324.00), Class Counsels’ litigation expenses not to exceed \$35,000, Administrator expenses not to exceed \$6,500, PAGA penalties of \$28,000 (of which 75% will be paid to the LWDA and the remaining 25% to be paid to the Aggrieved Employees), and. The Representative Service Payment of \$7,500 to Plaintiff. (See Decl. of Webb ¶15)

After all Court-approved deductions from the Gross Settlement Amount, it is estimated that \$109,676.00 will be available to pay the Individual Class Payments of approximately 112 Class Members who do not opt-out of the settlement, as follows:

	Total Amount
<i>Gross Settlement Amount</i>	\$280,000.00

¹ Capitalized terms shall have the same meaning as defined in the Agreement.

Attorneys' Fees (33%)	\$93,324.00
Litigation Expenses	\$35,000.00
Administrator Costs	\$6,500.00
PAGA Penalties	\$28,000.00
Representative Award for Plaintiff	\$7,500.00
Net Settlement Amount	\$109,676.00

Because the settlement is fair and reasonable and was negotiated at arm's length by experienced counsel and an experienced mediator following a sufficient exchange of information and documents in advance of mediation, it should be preliminarily approved. Plaintiff respectfully requests that the Court enter an order preliminarily approving the Agreement and enter the proposed order submitted herewith.

II. DESCRIPTION OF THE SETTLEMENT

The Gross Settlement Amount is Two Hundred Eighty-Thousand Dollars (\$280,00.00) (Agreement at ¶ 1.23, see Decl. of Webb ¶15). Under the Settlement, the Gross Settlement Amount consists of the following:

- (1) Individual Class Payments (Agreement at ¶ 1.23);
- (2) PAGA Settlement Amount (Agreement at ¶ 1.23);
- (3) PAGA employee Amount (Agreement at ¶ 1.23);
- (4) Class Counsel Fees and Class Counsel Expenses (Agreement at ¶ 1.23);
- (5) Class Representative Service Payment (Agreement at ¶ 1.23);
- (6) Administrator's Expenses ¶ 1.23).

Defendant shall fully fund the Gross Settlement Amount by transmitting the funds to the Administrator no later than 30 days after the Effective Date. (Agreement at ¶ 4.2, See Decl. of Webb ¶16) The Effective Date means the date when both the following have occurred: (a) the Court has entered a judgment on its order granting final approval of the Settlement herein, and (b) the judgment is final. The judgment is final as to the latest of the following occurrences: (a) If no Settlement Class Member objects to the Class Settlement, the day the Court enters judgment; or (b) if one or more Settlement Class Members object to the Class Settlement, the day after the deadline for filing a notice of appeal from the judgment or, if a timely appeal from

1 the judgment is filed, the day after the appellate court affirms the judgment and issues a
2 remittitur. (Agreement at ¶ 1.18, See Decl. of Webb ¶16).

3 Within 14 days after Defendant funds the Gross Settlement Amount, the Administrator
4 will mail checks for all Individual Class Payments, all Individual PAGA payments, the
5 Administration Expenses Payment, the Class Counsel Fees Payment, the Class Counsel
6 Litigation Expenses Payment, the Class Representative Service Payment The Administrator
7 shall also remit and pay all employer taxes to the applicable taxing authorities on the wage
8 portion of the Settlement and issue all tax-related documents to Class Members and Aggrieved
9 Employees regarding amounts paid to the pursuant to the Settlement. Disbursement of the Class
10 Counsel Fees Payment, the Class Counsel Litigation Expenses Payment and the Class
11 Representative Service Payment shall not precede disbursement of Individual Class
12 Payments.(Agreement at ¶ 4.3, See Decl. of Webb ¶17).

13 The Net Settlement Amount means the Gross Settlement Amount, less the following
14 payments in the amounts approved by the Court: Class Representative Service Payment,
15 Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment, PAGA
16 Employee Amount, LWDA PAGA Payment, the Administration Expenses Payment, and
17 all Employer taxes on the wage portion of the Settlement. (See Decl. of Webb ¶18) The
18 remainder is to be paid to Participating Class Members as Individual Class Payments.
19 (Agreement at ¶ 1.27). Participating Class Members is a Class Member who does not submit a
20 valid and timely Request for Exclusion from the Settlement. (Agreement at ¶ 1.33).

21 The Individual Class Payments will be calculated by (a) dividing the Net Settlement
22 Amount by the total number of Workweeks worked by all Participating Class Members during
23 the Class Period and (b)multiplying the result by each Participating Class Member's
24 Workweeks. (Agreement at ¶ 3.2.4, See Decl of Webb ¶19). PAGA Penalties in the amount of
25 twenty-eight thousand (\$28,000) are to be paid from the Gross Settlement Amount, with 75%
26 (\$21,000) allocated to the LWDA PAGA Payment and 25% (\$7,000) allocated to the
27 Individual PAGA Payments. (Agreement at ¶1.30) The Administrator will calculate each
28 Individual PAGA Payment by (a) dividing the amount of the Aggrieved Employees' 25% share

1 of PAGA Penalties (\$7,000) by the total number of PAGA Period Pay Periods worked by all
2 Aggrieved Employees during the PAGA Period and (b) multiplying the result by each
3 Aggrieved Employee's pay periods worked during PAGA Period. (Agreement at ¶ 3.2.5)
4 Workweeks will be based on Defendant's records, however, each Class Member shall have 60
5 days after the Administrator mails the Class Notice (*plus an additional 14 days for Class*
6 *Members whose Class Notice is re-mailed*) to challenge the number of Class Workweeks and
7 PAGA Pay Periods (if any) allocated to the Class Member in the Class Notice. (Agreement at ¶
8 7.4.3, See Decl. of Webb ¶19)

9 Class Members who wish to exclude themselves from (opt-out of) the Class Settlement
10 must send the Administrator, by fax, email, or U.S. mail, a signed written Request for
11 Exclusion not later than 60 days after the Administrator mails the Class Notice (plus an
12 additional 14 days for Class Members whose Class Notice is re-mailed). A Request for
13 Exclusion is a letter or completed Exclusion form from a Class Member or his/her
14 representative that reasonably communicates the Class Member's election to be excluded from
15 the Settlement and includes the Class Member's name, address and email address or telephone
16 number. To be valid, a Request for Exclusion must be timely faxed, emailed, or postmarked by
17 the Response Deadline. (Agreement at ¶ 7.5.1, See Decl. of Webb ¶22)

18 The Administrator may not reject a Request for Exclusion as invalid because it
19 fails to contain all the information specified in the Class Notice. The Administrator shall accept
20 any Request for Exclusion as valid if the Administrator can reasonably ascertain the identity of
21 the person as a Class Member and the Class Member's desire to be excluded. The
22 Administrator's determination shall be final and not appealable or otherwise susceptible to
23 challenge. If the Administrator has reason to question the authenticity of a Request for
24 Exclusion, the Administrator may demand additional proof of the Class Member's identity. The
25 Administrator's determination of authenticity shall be final and not appealable or otherwise
26 susceptible to challenge. (Agreement at ¶ 7.5.2,)

27 Every Class Member who does not submit a timely and valid Request for Exclusion is
28 deemed to be a Participating Class Member under this Agreement, entitled to all benefits and

1 bound by all terms and conditions of the Settlement, including the Participating Class Members'
2 Releases under Paragraph 5.2 of this Agreement, regardless of whether the Participating Class
3 Member actually receives the Class Notice or objects to the Settlement. (Agreement at ¶ 7.5.3,
4 See Decl. of Webb ¶22)

5 Every Class Member who submits a valid and timely Request for Exclusion is a Non-
6 Participating Class Member and shall not receive an Individual Class Payment or have the right
7 to object to the class action components of the Settlement. Class Members who are also
8 Aggrieved Employees shall receive an Individual PAGA Payment regardless of whether they
9 submit a Request or Exclusion from the Class Settlement. (Agreement at ¶ 7.5.4., See Decl. of
10 Webb ¶22) Because future PAGA claims are subject to claim preclusion upon entry of the
11 Judgment, Non-Participating Class Members who are Aggrieved Employees are deemed to
12 release the claims identified in paragraph 5.3 of the Agreement and are eligible for an
13 Individual PAGA Payment. (*Id.*) Finally, the Class Notice will advise the Participating Class
14 Members of their right to object to class action components of the Settlement and/or the
15 Agreement, including contesting the fairness of the Settlement, and/or amounts requested for
16 the Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment and/or
17 Representative Service Payments. (Agreement at ¶ 7.7.1, See Decl. of Webb ¶23).

18 The Administrator will issue checks for the Individual Class Payments and the
19 Individual PAGA Payments and send them to the Class Members via First Class U.S. Mail,
20 postage prepaid. (Agreement at ¶ 4.3.1, See Decl. of Webb ¶24) The face of each check shall
21 prominently state the date (not less than 180 days after the date of mailing) when the check will
22 be voided. *Id.* The Administrator will cancel all checks not cashed by the void date. *Id.* The
23 Administrator will send checks for Individual Class Payments to all Participating Class
24 Members (including those for whom Class Notice was returned undelivered). *Id.* The
25 Administrator will send checks for Individual PAGA Payments to all Aggrieved Employees. *Id.*
26 Before mailing any checks, the Settlement Administrator must update the recipients' mailing
27 addresses using the National Change of Address Database. *Id.*

1 For each Participating Class Member or Aggrieved Employee whose Individual Class
2 Payment check or Individual PAGA Payment check is uncashed and cancelled after the void
3 date, the Administrator shall transmit the funds represented by such checks to Bay Area Legal
4 Aid thereby leaving no "unpaid residue" subject to the requirements of California Code of Civil
5 Procedure Section 384, subd. (b). (Agreement at ¶ 4.3.3 See Decl. of Webb ¶24)

6 The Parties have jointly selected Phoenix Settlement Administrators, to serve as the
7 Administrator. From the Gross Settlement Amount, the Administrator shall be paid the
8 Administrator Expenses Payment not to exceed \$6,500 except for a showing of good cause and
9 as approved by the Court. (Agreement at ¶ 3.2.3, See Decl. of Nevels ¶37) To the extent the
10 Administration Expenses are less or the Court approves payment less than \$6,500, the
11 Administrator will put the remainder in the Net Settlement Amount. (*Id.*)

12 Subject to Court Approval, the Agreement provides for Class Counsel to be awarded a
13 sum not to exceed 33.33% of the Gross Settlement Amount, as the Class Counsel Fees
14 Payment. (Agreement at ¶ 3.2.2). Class Counsel will also be allowed to apply separately for an
15 award of Class Counsel Litigation Expenses Payment in an amount not to exceed \$35,000. (*Id.*)
16 Subject to Court approval, the Agreement provides for Class Representative Service Payment
17 in the amount no more than \$7,500 to Plaintiff. (Agreement at ¶ 3.2.1). As set forth in the
18 accompany proof of service, the LWDA has been served with this motion and the Agreement.
19 (See Decl. of Nevels ¶ 40.)

20 III. CASE BACKGROUND

21 Defendant California Hydronics Corporation is a supplier of centrifugal pumps and
22 hydronic equipment. Plaintiff, the aggrieved employees, and putative class members were
23 employed by Defendant as non-exempt hourly employees. On or around June 9, 2022, Plaintiff
24 served Defendant and the LWDA to provide notice of Defendant's alleged labor code
25 violations pursuant to Labor Code section 2699.3, subd. (a). On September 20, 2022, Plaintiff
26 filed his Class Action Complaint. That same day, September 20, 2022, Plaintiff filed a separate
27 Representative Action under PAGA. The alleged Labor Code violations in the Class Action
28 Complaint included: (1) Unfair Competition in Violation of Cal. Bus. & Prof. Code §§ 17200,

et seq.; (2) Failure to Pay Minimum Wages in Violation of Cal. Lab. Code §§ 1194, 1197 & 1197.1; (3) Failure to Pay Overtime Compensation in Violation of Cal. Lab. Code § 510; (4) Failure to Provide Required Meal Periods in violation of Cal. Lab. Code §§ 226.7 & 512 and the Applicable IWC Wage Order; (5) Failure to Provide Required Rest Periods in Violation of Cal. Lab. Code §§ 226.7 & 512 and the Applicable IWC Wage Order; (6) Failure to Provide Accurate Itemized Wage Statements in Violation of Cal. Lab. Code § 226; (7) Failure to Reimburse Employees for Required Expenses in Violation of Cal. Lab. Code § 2802; (8) Failure to Provide Wages When Due in Violation of Cal. Lab. Code §§ 201, 202, and 203, and (9) Failure to Pay Sick Pay Wages in Violation of Cal. Lab. Code §§ 201, 202, 203, 204, 233, 246.

On March 7, 2023, Judge Brad Seligman Ordered that the Class action and Representative PAGA action be consolidated for all purposes into a single action under this case number.

The Parties engaged in investigation and exchange of documents and information in connection with the Actions for over two years, which permitted Class Counsel to perform a thorough analysis of the claims. Specifically, prior to the July 2024 mediation, Plaintiff obtained, through formal and informal discovery, voluminous company records and documents, including payroll data and key data points. 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"). After conducting an investigation of the law and facts relating to the claims asserted, and taking into account the sharply contested issues involved, the expense and time necessary to pursue the matter through trial, the risks and costs of further prosecution, the risk of an adverse outcome, the uncertainties of complex litigation, and the substantial benefits to be received by Plaintiffs and the Class Members pursuant to this Agreement, that a settlement with Defendant on the terms and conditions set forth in the Agreement is fair, reasonable, adequate, and in the best interests of the Settlement Class Members.

1 Plaintiff believes Defendant will conclude that, because of the substantial expense of
2 defending this action, the length of time necessary to resolve the issues presented herein, the
3 inconvenience involved, it is in its best interests to accept the terms of the Settlement.
4 However, Plaintiff is under the understanding that Defendant desires to settle the claims for the
5 purpose of avoiding the burden, expense, and uncertainty of continuing to defend the action and
6 for the purpose of putting to rest the controversies engendered by the claims in this matter.

7 **IV. THE SETTLEMENT MEETS THE CRITERIA NECESSARY FOR THIS COURT**
8 **TO GRANT PRELIMINARY APPROVAL**

9 When a proposed class-wide settlement is reached, the settlement must be submitted to
10 the court for approval. 2 H. Newberg & A. Conte, Newberg on Class Actions (3d ed. 1992) at
11 §11.41, p.11-87. California "[p]ublic policy generally favors the compromise of complex class
12 action litigation." *Nordstrom Comm'n Cases*, 186 Cal. App. 4th 576, 581 (2010) quoting
13 *Cellphone Termination Fee Cases*, 180 Cal.App.4th 1110, 1117-18 (2009). Class action
14 settlements are approved where the proposed settlement is "fair, adequate and reasonable."
15 *Dunk v. Ford Motor Co.*, 48 Cal.App.4th 1794, 1801 (1996) (citing *Officers for Justice v. Civil*
16 *Serv. Comm'n*, 688 F.2d 615, 625 (9th Cir. 1982), cert. denied, 459 U.S. 1217 (1983)).
17 Preliminary approval is the first of three steps that comprise the approval procedure for
18 settlements of class actions. The second step is the dissemination of notice of the settlement to
19 all class members. The third step is a final settlement approval hearing, at which evidence and
20 argument concerning the fairness, adequacy, and reasonableness of the settlement may be
21 presented, and class members may be heard regarding the settlement. See *Dunk v. Ford Motor*
22 *Co.*, 48 Cal.App.4th 1794, 1801 (1996); Manual for Complex Litigation, Second §30.44
23 (1993); Cal. Rules of Court, rule 3.769.

24 The primary question presented on an application for preliminary approval of a
25 proposed class action settlement is whether the proposed settlement is "within the range of
26 possible approval." Manual for Complex Litigation, Second §30.44 at 229; *Gautreaux v.*
27
28

1 *Pierce*, 690 F.2d 616, 621 n.3 (7th Cir. 1982).² Preliminary approval is merely the prerequisite
2 to giving notice so that “the proposed settlement... may be submitted to members of the
3 prospective Class for their acceptance or rejection.” *Sayaman v. Baxter Healthcare Corp.*, 2010
4 U.S. Dist. LEXIS 151997, *3 (C.D. Cal. 2010). There is “a presumption of fairness . . . where .
5 . . . [a] settlement is reached through arms-length bargaining.” *Wershba v. Apple Computer, Inc.*,
6 91 Cal.App.4th 224, 245 (2001) (citation omitted);³ see also *Cho v. Seagate Tech. Holdings,*
7 *Inc.*, 177 Cal. App. 4th 734, 742-45 (2009) (upholding trial court's determination that
8 settlement was “fair, reasonable and adequate” where the settlement “provided valuable
9 benefits to the class . . . that were ‘particularly valuable in light of the risks plaintiff would have
10 faced if she proceeded to litigate her case.’”); Newberg, 3d Ed., §11.41, p.11-88. “[C]ourts
11 must apply a more searching review for a pre-class certification settlement.” *Saucillo v. Peck,*
12 (9th Cir. 2022) 25 F.4th 1118, 1133 (holding that blanket presumptions of fairness without such
13 a searching review are in error and holding that such elements as arms’ length negotiations and
14 experience of counsel should be treated as a factor instead). However, the ultimate question of
15 whether the proposed settlement is fair, reasonable and adequate is made after notice of the
16 settlement is given to the class members and a final settlement hearing is held by the Court.

17 **A. The Role of the Court in the Preliminary Approval of a Class Action Settlement**

18 The approval of a proposed settlement of a class action suit is a matter within the broad
19 discretion of the trial court. *Wershba, supra*, 91 Cal.App.4th at 234-235; *Dunk*, 48 Cal.App.4th
20 1794. Preliminary approval does not require the trial court to answer the ultimate question of
21 whether a proposed settlement is fair, reasonable and adequate. That final determination is

22
23
24 ² California courts look to federal authority on class actions. *Vasquez v. Superior Court*, 4 Cal.3d 800, 821
25 (1971). “It is well established that in the absence of relevant state precedents trial courts are urged to follow the
26 procedures prescribed in Rule 23 of the Federal Rules of Civil Procedure for conducting class actions.” *Frazier v.*
City of Richmond, 184 Cal. App.3d 1491, 1499 (1986), citing *Green v. Obledo*, 29 Cal.3d 126, 145-146 (1981).

27 ³ Recent appellate court developments suggest that courts should not “presume” fairness and still must conduct a
28 searching inquiry of a settlement, but nonetheless the opinions of counsel, experience of counsel, and amount of
discovery and arms’ length negotiations all remain *factors* under the advisory comments to Rule 23(e). In the
aggregate, where a settlement shows no signs of collusion and a non-disproportionate remedy going to the Class, as
opposed to counsel, as is the case here, there remains a *strong inference of fairness*.

1 made only after notice of the settlement has been given to the class members and after they
2 have been given an opportunity to voice their views of the settlement or to be excluded from
3 the settlement. 3B J. Moore, Moore's Federal Practice §§23.80 - 23.85 (2003).

4 In considering a potential settlement for preliminary approval purposes, the trial court
5 does not have to reach any ultimate conclusions on the issues of fact and law which underlie
6 the merits of the dispute, and need not engage in a trial on the merits. *Wershba*, supra, 91
7 Cal.App.4th at 239-40; *Dunk*, supra, 48 Cal.App. 4th at 1807. The Ninth Circuit explains, “the
8 very essence of a settlement is compromise, ‘a yielding of absolutes and an abandoning of
9 highest hopes.’” *Officers for Justice*, 688 F.2d at 624. The question whether a proposed
10 settlement is fair, reasonable and adequate necessarily requires a judgment and evaluation by
11 the attorneys for the parties based upon a comparison of “the terms of the compromise with the
12 likely rewards of litigation.” *Weinberger v. Kendrick*, 698 F.2d 61, 73 (2d Cir. 1982), cert.
13 denied 464 U.S. 818 (1983) (quoting *Protective Comm. for Indep. Stockholders of TMT Trailer*
14 *Ferry, Inc. v. Anderson*, 390 U.S. 414, 424-25 (1968)). Thus, when analyzing the settlement,
15 the amount is “not to be judged against a hypothetical or speculative measure of what might
16 have been achieved by the negotiators.” *Officers for Justice*, 688 F.2d at 625, 628.
17 With regard to class action settlements, the opinions of counsel should be given considerable
18 weight both because of counsel’s familiarity with this litigation and previous experience with
19 cases such as these. *Officers for Justice*, 688 F.2d at 625; *In re Wash. Public Power Supply*
20 *System Sec. Litig.*, 720 F. Supp. 1379, 1392 (D. Ariz. 1989); *Kirkorian v. Borelli*, 695 F. Supp.
21 446, 451 (N.D. Cal. 1988); As a result, courts hold that the recommendation of counsel is
22 entitled to significant weight. *Nat’l Rural Telecomms. Coop. v. DIRECTV, Inc.*, 221 F.R.D.
23 523, 528 (C.D. Cal. 2004).

24 **B. Factors Considered In Granting Preliminary Approval**

25 A number of factors are to be considered in evaluating a settlement for purposes of
26 preliminary approval. In determining whether to grant preliminary approval, the court considers
27 whether the "(1) the proposed settlement appears to be the product of serious, informed, non-
28 collusive negotiations, (2) has no obvious deficiencies, (3) does not improperly grant

1 preferential treatment to class representatives or segments of the class, and (4) falls within the
2 range of possible approval." In re Tableware Antitrust Litig., 484 F.Supp. 2d 1078, 1079 (N.D.
3 Cal. 2007). No one factor should be determinative, but rather all factors should be considered.

4 The analysis has been summarized as follows:

5 If the proposed settlement appears to be the product of serious, informed,
6 noncollusive negotiations, has no obvious deficiencies, does not improperly grant
7 preferential treatment to class representatives or segments of the class, and falls
8 within the range of possible approval, then the court should direct that notice be
9 given to the class members of a formal fairness hearing, at which evidence may
10 be presented in support of and in opposition to the settlement.

Manual of Complex Litigation, Second § 30.44, at 229.

9 Here, the Agreement meets all of these criteria for preliminary approval.

10 **C. The Settlement Is The Product of Arm's Length Negotiations**

11 The Settlement is the result of extensive and hard-fought litigation as well as
12 negotiations before experienced and well-respected mediators. Defendant has expressly denied
13 and continues to deny any wrongdoing or legal liability arising out of the conduct alleged in the
14 Actions. Plaintiff and Class Counsel have determined that it is desirable and beneficial to the
15 Class to resolve the Actions in accordance with the Agreement upon full funding of the
16 Agreement.⁴

17 Class Counsel are experienced and qualified to evaluate the class claims, the defenses
18 asserted, and the risks and benefits of trial and settlement, and Class Counsel are particularly
19 experienced in wage and hour employment class actions, as Class Counsel has previously
20 litigated and certified similar claims against other employers. Decl. Nevels at ¶¶33-36.,
21 Declaration of Lenden Webb at ¶¶30-31. Declaration of Nordrehaug (Decl. Nordrehaug) at ¶3-5.
22 The view of qualified and well-informed counsel that a class action settlement is fair, adequate,
23 and reasonable is entitled to significant weight. See *Kullar v. Foot Locker*, 168 Cal. App. 4th
24

25
26
27 ⁴ The release applicable to the Settlement Class is tethered to allegations in the Actions, the Operative Complaint,
28 and the letters submitted to the LWDA. .

1 116, 133 (2008) (the trial court "undoubtedly should continue to place reliance on the
2 competence and integrity of counsel, the involvement of a qualified mediator, and the paucity
3 of objectors to the settlement."); *Dunk*, 48 Cal. App. 4th at 1802.

4 In October 2023, Plaintiff Brick, through his attorneys, and Defendant CHC, through
5 their attorneys, attended mediation with Mike Young. On July 16, 2024, all Parties participated
6 in another mediation with Mr. Young. Mr. Young is well respected and experienced with wage
7 and hour class actions.

8 Before the July 2024 mediation, Plaintiff issued a Belaire-West Notice to the putative
9 class members. Upon receipt of the putative class contact information, Plaintiff's counsel made
10 diligent efforts and expended time in attempting to gather information from the putative class
11 members.

12 In preparation for the mediation, Defendant provided Class Counsel with informal and
13 formal discovery and documents, including payroll data and data concerning the composition
14 of the Settlement Class Member. (See Decl. of Nevels ¶6) Plaintiff's counsel analyzed the data
15 and prepared and submitted a mediation brief and damages valuation to the Mediator Mr.
16 Young, which resulted in the settlement of the Actions. (See Decl. of Nevels ¶7) The final
17 settlement terms were negotiated and set forth in the Agreement now presented for this Court's
18 approval. Importantly, Plaintiff and Class Counsel believe that this Settlement is fair,
19 reasonable and adequate.

20 Class Counsel has conducted a thorough investigation into the facts of the class action.
21 Over the course of over two years, Class Counsel has diligently evaluated the Class Members'
22 claims against Defendant. Prior to the settlement negotiations, counsel for Defendant provided
23 Class Counsel with access to necessary information for the Class. In addition, Class Counsel
24 previously negotiated settlements with other employers in actions involving nearly identical
25 issues and analogous defenses. Based on the foregoing data and their own independent
26 investigation, evaluation and experience, Class Counsel believes that the settlement with
27 Defendant on the terms set forth in the Agreement is fair, reasonable, and adequate and is in the
28 best interest of the class in light of all known facts and circumstances, including the risk of

1 significant delay, defenses asserted by Defendant, and potential appellate issues. (See Decl. of
2 Webb ¶¶5-7 and Decl. of Nordrehaug ¶¶6)

3 Plaintiff and Class Counsel recognize the expense and length of continuing to litigate
4 and trying these Actions against Defendant through possible appeals which could take several
5 years. Class Counsel has also taken into account the uncertain outcome and risk of litigation,
6 especially in complex class actions such as these Actions. Class Counsel is also mindful of and
7 recognize the inherent problems of proof under, and alleged defenses to, the claims asserted in
8 the Actions. Based upon their evaluation, Plaintiff and Class Counsel have determined that the
9 Settlement set forth in the Agreement is in the best interest of the Settlement Class Members.
10 Decl. Webb ¶ 30.

11 Here, there can be no dispute that the litigation has been hard-fought with aggressive
12 and capable advocacy on both sides. The Parties were represented by experienced and capable
13 counsel who zealously advocated their positions. Accordingly, “[t]here is likewise every
14 reason to conclude that settlement negotiations were vigorously conducted at arms’ length and
15 without any suggestion of undue influence.” *In re Wash. Public Power Supply System Sec.*
16 *Litig.*, 720 F. Supp. at 1392.

17 **D. The Settlement Falls Within the Range of Approval**

18 The proposed settlement is well within the range of approval. All Class Members will
19 receive an opportunity to participate in the settlement and receive payment. At the time of
20 settlement, Defendant estimates there were **112** Class Members who collectively worked a total
21 of **10,203** Workweeks during the Class Period. (Agreement at ¶ 8). Defendant also estimated at
22 the time of settlement and mediation that there are **69** Aggrieved Employees who worked **1,962**
23 Pay Periods during the PAGA Period. (Decl. Nevels ¶ 30)

24 Using the estimated Net Settlement Amount, each Class Member would receive
25 approximately **\$10.74** per workweek. Since there are 10,203 Workweeks at issue during the
26
27
28

1 Class Period, on average, a Class Member would receive **\$978.39**.⁵ (Decl. of Nevels ¶31)
2 Where both sides face significant uncertainty, including the risk for obtaining class
3 certification, the attendant risks favor settlement. *Hanlon v. Chrysler Corp.*, 150 F.3d 1011,
4 1026 (9th Cir. 1998). Here, a number of defenses asserted by Defendants present serious threats
5 to the claims of Plaintiff and the other Settlement Class Members. Defendants likely would
6 assert that Defendant's employment practices complied with all applicable Labor laws and
7 Plaintiffs would be unable to obtain class certification as the misclassification allegations are
8 too individualized. Specifically, Defendant would likely argue that rounding is legal under
9 current California law although there are challenges to this currently being heard by the
10 Supreme Court. (See Decl. of Nevels ¶22). Additionally, Defendant asserts that there is no off-
11 the-clock time worked, which if true would potentially negate derivative claims as well. (See
12 Decl. of Nevels ¶23). Defendant also indicated that the regular rate issue only impacted a small
13 fraction of the employees and those employees were made whole. (See Decl. of Nevels ¶24).

14 It is also worth noting that Defendant had a robust system for paying out meal period
15 premiums and thousands of meal period premiums were paid to Class Members, which would
16 present a problem for Plaintiff. (See Decl. of Nevels ¶25). Another consideration is that due to
17 the large amount of meal period premiums already paid, there is a risk that the Court would
18 take that into consideration when evaluating PAGA penalties. (See Decl. of Nevels ¶27). Not
19 only that, but testimony in this matter did reveal that many reimbursements were paid to Class
20 Members, meaning that portion of the claim would be difficult to maintain. (See Decl. of
21 Nevels ¶26).

22 Although Plaintiffs believe in spite of these arguments that this was still a strong case,
23 the risks inherent in continued litigation are great. Defendants strongly deny liability for
24 _____
25
26

27 ⁵ 10,203 (Workweeks) / 112 (Class Members) = 91.09. 91.09 x \$10.74 (avg. workweek payout)
28 = \$978.39.

1 Plaintiffs' principal claim that they were paid improperly. This settlement is therefore certainly
2 entitled to preliminary approval. After vigorous negotiations, the parties agreed to the
3 Agreement recognizing the potential risks, both sides would face if litigation of this Lawsuit
4 continued. As the federal court held in *Glass v. UBS Fin. Servs.*, 2007 U.S. Dist. LEXIS 8476
5 (N.D.Cal. 2007), where the parties faced uncertainties similar to those in this litigation:

6 In light of the above-referenced uncertainty in the law, the risk, expense, complexity,
7 and likely duration of further litigation likewise favors the settlement. Regardless of how this
8 Court might have ruled on the merits of the legal issues, the losing party likely would have
9 appealed, and the parties would have faced the expense and uncertainty of litigating an appeal.
10 "The expense and possible duration of the litigation should be considered in evaluating the
11 reasonableness of [a] settlement." *See In re Mego Financial Corp. Securities Litigation*, 213
12 F.3d 454, 458 (9th Cir. 2000). Here, the risk of further litigation is substantial.
13 *Id.* at *12. Importantly, the strongest claim was a regular rate issue which resulted in the class
14 members being paid a rate that was that was estimated to be less than a dollar per hour, which
15 would ultimately make the economic damages limited.

16 The above-referenced uncertainty in the law, the risk, expense, complexity, and likely
17 duration of further litigation likewise favor the settlement. Regardless of how this Court might
18 have ruled on the merits of the legal issues, the losing party likely would have appealed, and
19 the parties would have faced the expense and uncertainty of litigating an appeal. "The expense
20 and possible duration of the litigation should be considered in evaluating the reasonableness of
21 [a] settlement." *See In re Mego Financial Corp. Securities Litigation*, 213 F.3d 454, 458 (9th
22 Cir. 2000). Here, the risk of further litigation is substantial. *Id.* at *12.

23 **E. The Settlement Does Not Improperly Grant Preferential Treatment To Class**
24 **Representatives**

25 The relief provided in the Agreement will benefit all of the Settlement Class Members.
26 The Agreement does not grant preferential treatment to Plaintiff or segments of the Class in any
27 way. Payments to the Settlement Class Members are all determined under a neutral
28 methodology. Each Settlement Class Member will receive the same opportunity to participate

1 in and receive payment through a neutral formula that is based upon the Pay Periods by that
2 individual.

3 Plaintiff will apply to the Court for a Class Representative Service Payment in
4 consideration for the service and for the risks undertaken on behalf of the class and aggrieved
5 employees. Plaintiff performed their duties admirably by working with Class Counsel. (See
6 Decl. Webb, at ¶¶32-33, See Declaration of Alexander Brick generally). At this stage, the
7 requested service award of \$7,500 is well within the accepted range of awards for purposes of
8 preliminary approval. See e.g. *Mathein v. Pier 1 Imps. (U.S.)*, Inc., 2018 U.S. Dist. LEXIS
9 71386 (E.D. Cal. 2018) (awarding \$12,500 where average class member payment was \$351);
10 *Holman v. Experian Info. Solutions, Inc.*, 2014 U.S. Dist. LEXIS 173698 (N.D. Cal. 2014)
11 (approving \$10,000 service award where class member recovery was \$375); *Louie v. Kaiser*
12 *Foundation Health Plan, Inc.*, 2008 WL 4473183, *7 (S.D.Cal. 2008) (awarding \$25,000
13 service award to each of six plaintiffs in overtime class action); *Glass v. UBS Fin. Servs.*, 2007
14 WL 221862, *16-17 (N.D.Cal. 2007) (awarding \$25,000 service award in overtime class
15 action and a pool of \$100,000 in enhancements). As explained in *Glass*, service awards are
16 routinely awarded to class representatives to compensate the employees for the time and effort
17 expended on the case, for the risk of litigation, for the fear of suing an employer and retaliation
18 there from, and to serve as an incentive to vindicate the statutory rights of all employees. 2007
19 WL 221862 at *16-17. Moreover, “it is established that named plaintiffs are eligible for
20 reasonable incentive payments to compensate them for the expense or risk they have incurred
21 in conferring a benefit on other members of the class.” *Munoz v. BCI Coca-Cola Bottling Co.*
22 *of Los Angeles*, 186 Cal. App. 4th 399, 412, 112 Cal. Rptr. 3d 324, 335 (2010)

23 **F. The Stage of The Proceedings Are Sufficiently Advanced To Permit Preliminary**
24 **Approval**

25 The stage of the proceedings at which this Agreement was reached also works in favor
26 of preliminary approval and ultimately, final approval of the Agreement. Class Counsel has
27 conducted a thorough investigation into the facts of the class action. Class Counsel began
28 investigating the Class Members’ claims before the lawsuit was filed. Class Counsel engaged

1 in formal and informal discovery, and conducted a review and analysis of the relevant
2 documents and data. (See Decl. of Webb ¶29) Class Counsel was also experienced with the
3 claims at issue here, as Class Counsel previously litigated and settled similar claims in other
4 actions. Accordingly, the agreement to settle did not occur until Class Counsel possessed
5 sufficient information to make an informed judgment regarding the likelihood of success on the
6 merits and the results that could be obtained through further litigation.

7 Based on the data and their own independent investigation and evaluation, Class
8 Counsel is of the opinion that the Agreement with Defendant for the consideration and on the
9 terms set forth in the Agreement is fair, reasonable, and adequate and is in the best interest of
10 the Class in light of all known facts and circumstances, including the risk of significant delay,
11 defenses asserted by Defendant, and numerous potential appellate issues. There can be no
12 doubt that Counsel for the Parties possessed sufficient information to make an informed
13 judgment regarding the likelihood of success on the merits and the results that could be
14 obtained through further litigation.

15 In *Glass*, the Northern District of California granted final approval of an overtime wage
16 action although in *Glass* no formal discovery had been conducted prior to the settlement:
17 Here, no formal discovery took place prior to settlement. As the Ninth Circuit has observed,
18 however, '[i]n the context of class action settlements, 'formal discovery is not a necessary ticket
19 to the bargaining table' where the parties have sufficient information to make an informed
20 decision about settlement. *Glass*, 2007 U.S. Dist. LEXIS 8476 at *14 (quoting *In re Mego*
21 *Financial Corp. Securities Litigation*, 213 F.3d at 459.

22 Here, Class Counsel was in far superior position to evaluate the fairness of this
23 Settlement because Class Counsel performed formal discovery, received all necessary
24 information which was evaluated with the assistance of an expert, and also performed
25 independent investigations and due diligence to confirm the accuracy of the information
26 supplied by Defendant.

1 **V. THE CLASS IS PROPERLY CERTIFIED FOR SETTLEMENT PURPOSES**

2 Plaintiff contend that the proposed settlement meet all of the requirements for class
3 certification under California Code of Civil Procedure § 382 as demonstrated below, and
4 therefore, the Court may appropriately approve the Class as defined in the Agreement. This
5 Court should conditionally certify the Class for settlement purposes only, defined as follows:
6 *All current and former non-exempt hourly-paid employees who worked for CHC during the*
7 *Class Period.* (Agreement at ¶ 1.5., See Decl. of Webb at ¶27)

8 The “Class Period” means the period from September 20, 2018, through February 28,
9 205, which ever occurs first. (Agreement at ¶ 1.12. See Decl. of Webb at ¶27))

10 **A. California Code of Civil Procedure § 382**

11 The Parties seeks certification of this Class for settlement purposes under California
12 Code of Civil Procedure § 382. The California Supreme Court has summarized the standard
13 for determining whether class certification is appropriate as follows:

14 Code of Civil Procedure Section 382 authorizes class actions “when the question
15 is one of a common or general interest, of many persons, or when the parties are
16 numerous, and it is impracticable to bring them all before the court....” The party
17 seeking certification has the burden to establish the existence of both an
18 ascertainable class and a well-defined community of interest among class
19 members. (citations omitted). The “community of interest” requirement embodies
20 three factors: (1) predominant common questions of law or fact; (2) class
21 representatives with claims or defenses typical of the class; and (3) class
22 representatives who can adequately represent the class.

23 *Sav-On Drug Stores, Inc. v. Superior Court*, 34 Cal. 4th 319, 326 (2004). Moreover, “[t]he
24 party advocating class treatment must demonstrate the existence of an ascertainable and
25 sufficiently numerous class, a well-defined community of interest, and substantial benefits
26 from certification that render proceeding as a class superior to the alternatives. In turn, the
27 ‘community of interest requirement embodies three factors: (1) predominant common questions
28 of law or fact; (2) class representatives with claims or defenses typical of the class; and
(3) class representatives who can adequately represent the class.’ ” (*internal quotes omitted*)
Brinker Rest. Corp. v. Superior Ct., 53 Cal. 4th 1004, 1021, 273 P.3d 513, 523 (2012)

1 While Defendant reserve all rights to dispute that the Plaintiff can satisfy these requirements,
2 the Parties agree that Defendant will not dispute that these requirements may be satisfied in this
3 case for purposes of settlement only and therefore, the proposed Settlement Class Members
4 should be certified for purposes of settlement only. (Agreement at ¶ 12.1.)

5 **B. The Proposed Class Is Ascertainable and Numerous**

6 Plaintiff brings this action on behalf of a Class of individuals during the applicable
7 Class Period. Plaintiff asserts that all of these individuals are ascertainable because the class
8 members can readily be determined through examination of Defendant's files. Given that the
9 Class consists of approximately 112 members, Plaintiffs maintain that numerosity is clearly
10 satisfied. See *Bowles v. Superior Court*, 44 Cal.2d 574 (1955) (class with 10 members
11 sufficiently numerous); *Rose v. City of Hayward*, 126 Cal.App.3d 926, 934 (1981) (class of 48
12 members satisfies numerosity requirement.) (See Decl. of Webb ¶27a)

13 As for the requirements for ascertainability, the California Supreme also concluded that
14 "the objectives of this requirement are best achieved by regarding a class as ascertainable when
15 it is defined 'in terms of objective characteristics and common transactional facts' that make
16 'the ultimate identification of class members possible when that identification becomes
17 necessary.' We regard this standard as including class definitions that are "sufficient to allow a
18 member of [the class] to identify himself or herself as having a right to recover based on the
19 [class] description." (*internal quotes omitted*) *Noel v. Thrifty Payless, Inc.*, 7 Cal. 5th 955, 980,
20 445 P.3d 626, 643 (2019) Here, Plaintiff asserts that the 112 current and former employees that
21 comprise the Class can be identified based on Defendant's records and are sufficiently
22 ascertainable and numerous for class certification.

23 **C. Common Issues of Law and Fact Predominate**

24 Predominance of common issues of law or fact does not require that the common issues
25 be dispositive of the entire controversy or even that they be dispositive of all liability issues. 1
26 Newberg on Class Actions, Section 4.25 at 4-82, 4-83 (1992). "Predominance is a comparative
27 concept, and 'the necessity for class members to individually establish eligibility and damages
28 does not mean individual fact questions predominate.'" *Sav-On*, 34 Cal. 4th at 334.

1 Commonality exists if there is a predominant common legal question regarding how an
2 employer's policies impact its employees. *Ghazaryan v. Diva Limousine, Ltd.*, 169 Cal. App.
3 4th 1524, 1536 (2008) (“[T]he common legal question remains the overall impact of Diva's
4 policies on its drivers.”) Whether the plaintiff is likely to prevail on their theory of recovery is
5 irrelevant at the certification stage since the question is “essentially a procedural one that does
6 not ask whether an action is legally or factually meritorious.” *Linder v. Thrifty Oil Co.*, 23 Cal.
7 4th 429, 439-440 (2003).

8 Here, Plaintiff contends that common questions of law and fact are present, and
9 specifically the common questions of whether Defendant properly paid their non-exempt
10 employees, whether the Defendant failed to pay overtime wages, whether the Defendant failed
11 to provide meal and rest periods, whether class members were lawfully compensated for all
12 hours worked, whether Defendant failed to provide required expense reimbursement, and
13 whether Class Members are entitled to damages and penalties as a result of these practices.
14 Defendant disputes that common questions predominate but will not oppose such a finding for
15 purposes of this settlement only. (See Decl. of Webb ¶27b)

16 **D. The Claims of Plaintiffs Are Typical of the Settlement Class Members**

17 The typicality requirement requires Plaintiffs to demonstrate that the members of the
18 class have the same or similar claims as the Plaintiffs. “The typicality requirement is met when
19 the claims of the [p]laintiff arise from the same event or are based on the same legal theories.”
20 *Tate v. Weyerhaeuser Co.*, 723 F.2d 598, 608 (8th Cir. 1983). In *Hanlon*, supra, 150 F.3d at
21 1020, the Ninth Circuit held that “[u]nder the rule's permissive standards, representative claims
22 are ‘typical’ if they are reasonably coextensive with those of absent class members; they need
23 not be substantially identical.”

24 In the instant case, Plaintiff contends that there can be little doubt that the typicality
25 requirement is satisfied. The Plaintiff, like every other member of the class, worked for
26 Defendant as non-exempt employees during the Class Period. Plaintiff contends that, like
27 every other member of the class, they were subjected to the same practices and policies of
28 Defendant and are subject to the same defenses. Thus, Plaintiff asserts that his claims and the

1 Settlement Class Members arise from the same course of conduct by the Defendant, involve the
2 same employment policies and practices of Defendant, and are based on the same legal
3 theories. For purposes of settlement, Plaintiff asserts that the typicality requirement is met as to
4 the common issues presented in this case. Defendant does not oppose a finding of typicality for
5 purposes of this settlement only. (See Decl. of Webb ¶27c)

6 **E. The Class Representation Fairly and Adequately Protected the Class**

7 Plaintiff contends that the Settlement Class Members are adequately represented here
8 because Plaintiffs and representing counsel (a) do not have any conflicts of interest with other
9 class members, and (b) will prosecute the case vigorously on behalf of the class. *Hanlon*, 150
10 F.3d at 1020. This requirement is met here. First, Plaintiff is well aware of his duties and has
11 actively participated in the prosecution of this case to date. Plaintiff effectively communicated
12 with counsel, provided documents to counsel and participated in the investigation and
13 negotiations. (See Declaration of Alexander Brick) Second, Plaintiffs retained competent
14 counsel who are experienced in employment class actions and who have no conflicts. Third,
15 there is no antagonism between the interests of the Plaintiff and those of the Settlement Class
16 Members. Both the Plaintiff and the Settlement Class Members seek monetary relief under the
17 same set of facts and legal theories. Defendant disputes that the adequacy requirement is
18 satisfied but will not oppose such a finding for purposes of this settlement only.

19 **A. The Superiority Requirement Is Met**

20 To certify a class, the Court must also determine that a class action is superior to other
21 available methods for the fair and efficient adjudication of the controversy. “Where classwide
22 litigation of common issues will reduce litigation costs and promote greater efficiency, a class
23 action may be superior to other methods of litigation.” *Valentino v. Carter-Wallace, Inc.*, 97
24 F.3d 1227, 1234 (9th Cir. 1996). As courts have previously observed:

25 Absent class treatment, each individual plaintiff would present in separate, duplicative
26 proceedings the same or essentially the same arguments and evidence, including expert
27 testimony. The result would be a multiplicity of trials conducted at enormous expense to both
28

1 the judicial system and the litigants. It would be neither efficient nor fair to anyone, including
2 defendants, to force multiple trials to hear the same evidence and decide the same issues.
3 *Sav-On*, 34 Cal. 4th at 340, citing *Boggs v. Divested Atomic Corp.*, 141 F.R.D. 58, 67 (S.D.
4 Ohio 1991).

5 Here, Plaintiff contends that a class action is the superior mechanism for resolution of
6 the claims as pled by the Plaintiff. While Defendant disputes that class treatment is superior,
7 Defendant does not dispute a finding of superiority in this action for purposes of this Settlement
8 only.

9 VI. THE PROPOSED METHOD OF CLASS NOTICE IS APPROPRIATE

10 The Court has broad discretion in approving a practical notice program. The Parties
11 have agreed upon procedures by which the Settlement Class Members will be provided with
12 written notice of the settlement similar to that approved and utilized in hundreds of class action
13 settlements. In accordance with the Agreement, Defendant will provide the Administrator
14 Class Data. (Agreement at ¶ 4.1.1) The Administrator will run all the addresses provided
15 through the United States Postal Service National Change of Address (NCOA) database (which
16 provides updated addresses for any individual who has moved in the previous four years and
17 who has notified the U.S. Postal Service of a forwarding address) to obtain current address
18 information, and shall mail the Notice to the Class Members via first-class U.S. Mail using the
19 most current mailing address information available within fourteen (14) days after receiving the
20 Class Data. (Agreement at ¶ 7.4.2) The Notice shall provide Class Members sixty (60)
21 calendar days' notice of all applicable dates and deadlines, including an additional fourteen
22 (14) days for Class Members whose Class Notice is re-mailed. (Agreement at ¶ 7.5.1) The
23 Notice will also include information regarding the nature of the Actions, a summary of the
24 terms of the Agreements, the definition of the Class, a statement that preliminary approval of
25 the Agreement has been ordered, the procedure and time period for objecting to the Agreement,
26 information regarding the opt-out procedure, and the date and location of the final approval
27 hearing. The Notice mailed to each Class Member will indicate his/her estimated individual
28 settlement payment from the Net Settlement Amount, as well as the calculation by the

1 Defendant of the number of semi-monthly pay periods (or their equivalent) that the Settlement
2 Class Member worked during the Class Period (“Eligible Pay Periods”).

3 Not later than three (3) business days after the Administrator’s receipt of any Class
4 Notice returned by the USPS as undelivered, the Administrator shall re-mail the Class Notice
5 using any forwarding address provided by the USPS. (Agreement at ¶ 7.4.3) If the USPS does
6 not provide a forwarding address, the Administrator shall conduct a Class Member Address
7 Search, and re-mail the Class Notice to the most current address obtained. *Id.* The
8 Administrator has no obligation to make further attempts to locate or send Class Notice to
9 Class Members whose Class Notice is returned by the USPS a second time. *Id.*

10 Class Members will have the opportunity, should they disagree with the number of
11 Workweeks stated in their Notice, to provide documentation and/or an explanation to show
12 contrary information. Any such dispute, including any supporting documentation, must be
13 mailed to the Administrator and postmarked no later than forty-five (45) calendar days after the
14 date the Administrator initially mails the Notice to the Class. (Agreement at ¶ 7.6) If there is a
15 dispute, the Administrator will consult with the Parties to determine whether an adjustment is
16 warranted. The Administrator’s decision as to the number of Workweeks shall be final and
17 non-appealable. *Id.*

18 Not later than fourteen (14) days before the date by which Plaintiff is required to file the
19 Motion for Final Approval of the Settlement, the Administrator will provide to Class Counsel
20 and Defense Counsel, a signed declaration suitable for filing in Court attesting to its due
21 diligence and mailing of the Class Notice (plus an additional 14 days for Class Members whose
22 Class Notice was re-mailed.) (Agreement at ¶ 7.8.5).

23 The Administrator will supplement its declaration as needed or requested by the Parties
24 and/or the Court. Class Counsel is responsible for filing the Administrator’s declaration(s) in
25 Court. (Agreement at ¶ 7.8.5) Class Members who don’t submit a timely and proposer request
26 to opt-out will automatically receive a payment. This notice program was designed to
27 meaningfully reach the Class Members and advise them of all pertinent information concerning
28 the settlement. The mailing and distribution of the Notice satisfied the requirements of due

1 process and is the best notice practicable under the circumstances and complies with Rules of
2 Court 3.766 and 3.769(f).

3 **VII. CONCLUSION**

4 Based on the foregoing, Plaintiff respectfully requests that the Court preliminarily
5 approve the proposed settlement and sign the proposed Preliminary Approval Order, which is
6 submitted herewith, and schedule the final fairness hearing for a date that is at least 80-100
7 days from the date Preliminary Approval is granted.

8
9
10 Dated: January 30, 2025

NEVELS NICHOLS, LLP

11
12 By /s/ Brooke B. Nevels
13 BROOKE B. NEVELS
14 CHRISTOPHER E. NICHOLS
15 Attorneys for ALEXANDER BRICK
16
17
18
19
20
21
22
23
24
25
26
27
28

PROOF OF SERVICE

SUPERIOR COURT OF CALIFORNIA, COUNTY OF SAN DIEGO

I am employed in the County of San Diego, State of California. I am over the age of 18 and not a party to the within action; my business address is: 10089 Willow Creek Rd., Suite 200 San Diego, CA 92131. My email address is **Service@NevelsNichols.com**.

On **January 30, 2025**, I served the document(s) described as:

- I. NOTICE OF MOTION AND MOTION FOR PRELIMINARY APPROVAL OF CLASS AND PAGA SETTLEMENT**
- II. MOTION FOR PRELIMINARY APPROVAL OF CLASS AND PAGA SETTLEMENT – MEMORANDUM OF POINTS AND AUTHORITIES**
- III. MOTION FOR PRELIMINARY APPROVAL OF CLASS AND PAGA SETTLEMENT– PROPOSED ORDER**
- IV. DECLARATION OF BROOKE B. NEVELS IN SUPPORT OF MOTION AND MOTION FOR PRELIMINARY APPROVAL OF CLASS AND PAGA SETTLEMENT**
- V. DECLARATION OF ALEXANDER BRICK IN SUPPORT OF MOTION AND MOTION FOR PRELIMINARY APPROVAL OF CLASS AND PAGA SETTLEMENT**
- VI. DECLARATION OF JODEY LAWRENCE ON BEHALF OF PHOENIX CLASS ACTION ADMINISTRATION SOLUTIONS REGARDING QUALIFICATIONS AND SETTLEMENT ADMINISTRATION**
- VII. DECLARATION OF LENDEN F. WEBB IN SUPPORT OF MOTION FOR PRELIMINARY APPROVAL OF CLASS SETTLEMENT**
- VIII. DECLARATION OF KYLE NORDREHAUG IN SUPPORT OF MOTION FOR PRELIMINARY APPROVAL OF CLASS SETTLEMENT**

on the interested parties in this action by placing a true copy thereof enclosed in a sealed envelope at: San Diego, California, addressed as follows:

Mark L. Jacuzzi (SBN 173220)
Sarah E. Lucas (SBN 148713)
**SIMPSON GARRITY INNES &
JACUZZI PC**
2175 N. California Blvd, Suite 710
Walnut Creek, CA 94596
Telephone: (925) 322-8889
Email: MJacuzzi@sgilaw.com
Email: SLucas@sgilaw.com
Attorneys for Defendant

Lenden F. Webb
WEBB LAW GROUP, APC
466 W. Fallbrook Avenue, Suite 102
Fresno, CA 93711
Telephone (559) 431-4888

Aparajit Bhowmik (SBN 248066)
Norm Blumenthal (SBN 68687)
Kyle Nordrehaug (SBN 205975)
**BLUMENTHAL NORDREHAUG
BHOWMIK DE BLOUW LLP**
2255 Calle Clara
La Jolla, CA 92037
Telephone: (858) 367-9913
Facsimile: (858) 551-1232
Email: AJ@BamLawCa.com
Email: Norm@BamLawCa.com
Email: Kyle@BamLawCa.com
Attorneys for Plaintiff

1 Email: LWebb@WebbLawGroup.com
2 Email: Service@ WebbLawGroup.com
3 *Attorneys for Plaintiff*
4
5

6 _____ (BY MAIL) I am readily familiar with this business' practice for collection and
7 processing of correspondence for mailing, and that correspondence, with postage thereon
8 fully prepaid, will be deposited with the U.S. Postal Service on the date hereinabove in
the ordinary course of business, at San Diego, California.

9 XX (BY E-MAIL) I caused the above-referenced document(s) to be electronically mailed to
10 the offices of the addressee(s) as a courtesy, pursuant to an applicable code or a valid
stipulation.

11 Executed on **January 30, 2025**, at San Diego, California

12 XX (STATE) I declare under penalty of perjury under the laws of the State of California that
13 the foregoing is true and correct.

14 

15 _____
16 RAHA RAZAVI
17
18
19
20
21
22
23
24
25
26
27
28