

Tyler J. Woods, Esq. (SBN 232464)
tyler.woods@wilshirelawfirm.com
James Yoo, Esq. (SBN 310680)
james.yoo@wilshirelawfirm.com
Heriberto Ponce, Esq. (SBN 339713)
eddie.ponce@wilshirelawfirm.com
Ruby Carrera, Esq. (SBN 343745)
ruby.carrera@wilshirelawfirm.com
Trenten N. Bilodeaux, Esq. (SBN 332692)
trenten.bilodeaux@wilshirelawfirm.com
WILSHIRE LAW FIRM, PLC
660 S. Figueroa Street, Sky Lobby
Los Angeles, California 90017
Telephone: (213) 381-9988
Facsimile: (213) 381-9989

Attorneys for Plaintiff

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

LIAM ANDERSON, individually, and on behalf
of all others similarly situated,

Plaintiff,

vs.

TAIHEIYO CORPORATION, a California
corporation; and DOES 1 through 10, inclusive,

Defendants.

Case No.: 24STCV25277

*[Assigned for All Purposes to the Honorable
Timothy P. Dillon, Dept. 15]*

**DECLARATION OF TYLER J. WOODS
IN SUPPORT OF PLAINTIFF'S MOTION
FOR PRELIMINARY APPROVAL OF
CLASS ACTION AND PAGA
SETTLEMENT**

Preliminary Approval Hearing:

Date: November 4, 2026

Time: 10:00 a.m.

Dept.: 15

Action Filed: September 30, 2024

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1. I am an attorney at law licensed to practice before all of the courts of the State of California. I am a senior partner at Wilshire Law Firm, PLC (“WLF”), counsel for Plaintiff Liam Anderson (“Plaintiff”) in this matter. I am thoroughly familiar with and have personal knowledge of all of the facts set forth herein.

Procedural History

4. On April 1, 2025, Plaintiff provided written notice to the LWDA and Defendant the specific provisions of the Labor Code alleged to have been violated, including the facts and theories in support. A true and correct copy of Plaintiff's April 1, 2025, letter to Defendant and the LWDA is attached hereto as **Exhibit 1**. The LWDA did not notify Plaintiff that intended to investigate within 65 days of this written notice. Therefore, on September 15, 2026, Plaintiff filed a First Amended Complaint in this Class Action adding a cause of action for civil penalties under PAGA.

6. The parties negotiated the terms of the Settlement over the next several months, which was finalized on August 24, 2026. A true and correct copy of the Parties' fully executed Class Action

1 and PAGA Settlement Agreement (“Settlement Agreement”) is attached hereto as **Exhibit 2**.
2 Attached thereto as **Exhibit A** is a true and correct copy of the Parties’ proposed Class Notice.

3 7. On September 16, 2026, Plaintiff submitted a copy of the Settlement Agreement to
4 the LWDA. A true and correct copy of the confirmation of submission my office received after
5 submitting the Settlement Agreement to the LWDA is attached hereto as **Exhibit 3**.

6 **Investigation and Exposure Analysis**

7 8. Prior to attending mediation, Plaintiff’s Counsel thoroughly investigated the claims,
8 applicable law, and potential defenses. Plaintiff’s Counsel assessed the value of the class claims
9 using the data and documents that Defendant produced in informal discovery, including the number
10 of Class Members, the number of workweeks in the Class Period, the number of pay periods in the
11 PAGA Period, Plaintiff’s personnel file/documents concerning Plaintiff, Defendant’s employee
12 handbook(s), Defendant’s written wage-and-hour policies, job descriptions, and a random sampling
13 of time and payroll records. Plaintiff’s Counsel engaged an expert consultant to quantify the potential
14 exposure using the time and payroll records, and then assessed the risks associated with each claim
15 meriting reductions in the likely success at class certification and likely recovery at trial.

16 9. Defendant’s records show that there are approximately 159 Class Members, making
17 joinder of all Class Members impracticable. Further, given the size and amount of each Class
18 Members’ claim, Class Members have little incentive to litigate their claims on an individual basis
19 because the out-of-pocket expenses and personal commitment necessary to litigate each claim likely
20 outweigh any potential recovery.

21 10. Plaintiff has alleged that Defendant maintained common employment policies and/or
22 practices that unlawfully deprived Class Members of wages, meal period, rest periods,
23 reimbursements for business expenses, accurate wage statements, and timely payment of wages upon
24 separation of employment. These allegations present common factual and legal questions of, *inter*
25 *alia*, whether Defendant applied the same scheduling, timekeeping, pay, meal period, rest period,
26 and reimbursement policies to all Class Members, whether these policies and practices resulted in
27 Labor Code violations, whether Defendant’s conduct was intentional, and whether Class Members
28 are entitled to damages and/or penalties. These common questions could be resolved using Class

Members' time records, payroll records, testimony from Defendant's designated representative(s), and Class Members' testimony.

11. Although the exposure Plaintiff's Counsel calculated is substantial, the various risks of succeeding at class certification and through trial affected the valuation of the claims for settlement purposes.

12. Minimum and Overtime Wages: Plaintiff's unpaid minimum and overtime wage claims were based on the allegation that Defendant required Class Members to perform work duties while off the clock, without compensation. For example, Plaintiff alleged that Defendant required him and other Class Members to prepare for their shifts before clocking in and communicate with supervisors after clocking out. For purposes of calculating Defendant's liability based on a best-case scenario for Plaintiff and the Class, Plaintiff's Counsel assumed that all unpaid worktime should have been paid at the overtime rate of pay and conservatively estimated that Defendant is liable for one (1) hour of unpaid worktime per workweek. This results in potential exposure for this claim of approximately \$426,087.00 (15,480 workweeks x \$18.35 average hourly rate of pay x 1 hour/workweek x 1.5 overtime rate). Because this claim would have relied heavily on Class Member testimony and would not be evidenced in Defendant's time and payroll records, the risk of succeeding at class certification and trial was substantial. Accordingly, Plaintiff's Counsel applied a risk discount based on a 40% chance of succeeding at class certification and a 40% chance of succeeding at trial on the merits, yielding a realistic damage estimate of approximately \$106,521.75 (\$426,087.00 x 50% x 50%). Plaintiff's expert also revealed there as an additional \$77,325.00 in interest owed by Defendant, increasing these realistic damages to \$183,846.75.

13. Meal Periods: Plaintiff's meal period claim was based on the allegation that Defendant failed to provide Class Members with legally compliant meal periods or pay meal period premiums in lieu thereof. For example, Plaintiff alleged that Defendant required him and other Class Members to work through their meal periods due to workload size and understaffing. Additionally, Plaintiff's Counsel's expert consultant determined there was a 36.3% meal period violation (for shifts over 5 hours) rate from the sampling of Defendant's time and payroll records, where meal periods were short, late, or missed. Therefore, potential liability for the meal period

claim is approximately \$330,940.95 (49,683 shifts over 5 hours x \$18.35 average hourly rate x 36.3% violation rate). After taking into account the difficulty of certifying and proving meal period claims, as well as Defendant's contention that the claim lacks merit and that a 36.3% violation rate is unrealistic, Plaintiff's Counsel discounted this figure based on a 50% chance of succeeding at class certification and a 50% chance of succeeding at trial, yielding a realistic damage estimate of approximately \$82,735.24 ($\$316,354.02 \times 50\% \times 50\%$). Plaintiff's expert also identified \$48,182.00 in interest owed on these damages, bringing the total realistic maximum damages for meal periods to \$130,917.24.

14. Rest Periods: Plaintiff's rest period claim was based on the allegation that Defendant failed to provide Class Members with legally compliant rest periods or pay rest period premiums in lieu thereof. For example, Plaintiff alleged that Defendant required him and other Class Members to work through their rests periods due to workload size and understaffing. Based on Plaintiff's allegations and Plaintiff's and other Class Members' experience working for Defendant, Plaintiff's Counsel applied a 48% violation rate to all qualifying shifts during the Class Period. Therefore, Defendant's potential liability for the rest period claim is approximately \$535,667.33 (60,816 shifts of 3.5 hours or longer x \$18.35 average hourly rate x 48% violation rate). However, Plaintiff's Counsel discounted this figure to account for the difficulty of certifying and proving rest period claims, particularly because rest periods do not have to be recorded, and to account for the possibility of Class Members voluntarily choosing to forego a rest period. Because this claim would have relied exclusively on Class Member testimony, Plaintiff's Counsel discounted this claim based on a 50% chance of succeeding at class certification and a 50% chance of succeeding at trial, yielding a realistic damage estimate of approximately \$133,916.84 ($\$535,667.33 \times 50\% \times 50\%$). Plaintiff's expert identified another \$87,117.00 in interest owed on these damages, bringing the total realistic maximum damages for rest periods to \$221,033.84.

15. Reimbursements: Plaintiff's reimbursement claim was based on the allegation that Defendant failed to indemnify Class Members for expenses incurred as a direct result of performing their job duties for Defendant, such as mandatory use of personal cell phones for work purposes. For purposes of calculating Defendant's liability based on a best-case scenario for Plaintiff and the

1 Class, Plaintiff's Counsel estimated that Defendant was liable to each Class Member for \$20.00
2 per workweek in unreimbursed expenses, for a total amount of approximately \$309,600.00 (\$20.00
3 x 15,480 workweeks). However, Defendant argued that these expenses were not required by
4 Defendant, and that it could not have known that these expenses were being incurred. Accordingly,
5 Plaintiff's Counsel discounted this claim based on a 50% chance of succeeding at class certification
6 and a 50% chance of succeeding at trial, yielding a realistic damage estimate of approximately
7 \$77,400.00 (\$309,600.00 x 50% x 50%). Plaintiff's expert also identified \$60,593.00 of interest
8 owed on these damages, bringing the total realistic maximum damages for reimbursements to
9 \$137,993.00.

10 16. In sum, Plaintiff's Counsel estimated that Plaintiff's maximum recovery for the off-
11 the-clock claim, meal period violations, and rest period violations (i.e., the wage claims) is
12 approximately \$1,292,695.28. However, after factoring in the risk and uncertainty of prevailing at
13 certification and trial, Plaintiff's Counsel estimates that Plaintiff's realistic estimated recovery for
14 these non-penalty wage claims is approximately \$596,390.83.

15 17. Derivative Penalties: Plaintiff alleged that as a result of Defendant's failure to pay
16 all wages owed, Defendant owed waiting time penalties and wage statement penalties. With respect
17 to Plaintiff's derivative claims for statutory penalties, Plaintiff's Counsel estimated that
18 Defendant's maximum potential liability is approximately \$566,815.20. Defendant's maximum
19 potential liability for waiting time penalties is approximately \$325,015.20 (82 employees x \$18.35
20 average hourly rate of pay x 7.2 hours/day x 30 days) based on approximately 82 formerly
21 employed Class Members during the 3-year statute of limitations period and an average shift length
22 of 7.2 hours. Defendant's maximum potential liability for inaccurate wage statements is
23 approximately \$241,800.00 ([90 employees x 1 initial violation/employee x \$50 for an initial
24 violation] + [(2,463 pay periods - 90 initial violations) x \$100 for each subsequent violation]) based
25 on approximately 90 Class Members who worked during the 1-year statute of limitations period
26 and approximately 2,463 pay periods in that statutory timeframe. In light of the foregoing,
27 Plaintiff's Counsel believes that it would be unrealistic to expect the Court to award the full
28 \$566,815.20 in statutory penalties given Defendant's defenses, the contested nature of Plaintiff's

claims, the challenges of establishing willfulness as applicable, and the discretionary nature of penalties. Considering that the underlying wage claims are realistically estimated to be approximately \$596,390.83, such a disproportionate award would also raise due process concerns. As such, Plaintiff's counsel discounted these figures to account for the risk and uncertainty of obtaining class certification and prevailing at trial, resulting in a realistic evaluation of approximately \$65,003.04 for waiting time penalty claims ($\$325,015.20 \times 50\% \times 40\%$), and approximately \$48,360.00 for wage statement penalty claims ($\$241,800.00 \times 50\% \times 40\%$), or approximately \$113,363.04 total for statutory penalties.

18. PAGA: For the PAGA claim, Plaintiff's Counsel determined that Defendant's potential exposure could potentially reach \$246,300.00, assuming the initial \$100 penalty would apply for each of the 2,463 pay periods in the PAGA Period. However, even assuming success on the merits of each claim, PAGA gives the Court discretion to reduce penalties for a variety of reasons, including where to do otherwise would result in an award that is unjust, arbitrary and oppressive, or confiscatory. As such, Plaintiff's counsel discounted this figure to account for the risk and uncertainty of prevailing at trial, resulting in a realistic evaluation of approximately \$49,260.00 for PAGA penalties ($\$246,300.00 \times 20\%$). The settlement allocates \$70,000.00 of the Gross Settlement Amount to PAGA, therefore the PAGA allocation amounts to 10% of the Gross Settlement Amount and approximately 142% of the realistic maximum damages for PAGA penalties ($\$49,260.00 / \$70,000.00$).

19. Using these estimated figures, Plaintiff's Counsel predicted that the realistic maximum recovery for all claims, including penalties, would be approximately \$836,413.87. This means that the gross settlement amount represents approximately 84% of the realistic maximum recovery ($\$700,000.00 / \$836,413.87$). Considering the risk and uncertainty of prevailing at class certification and at trial, this is an excellent result for the Class. Indeed, because of the proposed Settlement, Class Members will receive timely, guaranteed relief and will avoid the risk of an unfavorable judgment.

20. Based on the figures in the Settlement Agreement, the Net Settlement Amount available for class settlement payments is currently estimated to be \$340,000.00 for approximately 159 Class Members. As a result, each Settlement Class Member would be eligible to receive an

1 average net benefit of approximately \$2,138.36. Based on the estimated Net Settlement Amount
2 available for individual class payments and there being approximately 15,480 workweeks in the
3 Class Period, the estimated weekly valuation for Individual Class Payments is \$21.96
4 (\$340,000.00/ 15,480 workweeks).

5 **Plaintiff's Counsel's Qualifications**

6 21. Plaintiff is represented by WLF. The attorneys at WLF performed significant work
7 and expended litigation costs in prosecuting this matter with no guarantee of payment.

8 22. WLF was selected by Best Lawyers and U.S. News & World Report as one of the
9 nation's Best Law Firms since 2020 and is comprised of more than 100 attorneys and over 600
10 employees. WLF is actively and continuously practicing in employment litigation, representing
11 employees in both individual and class actions in both state and federal courts throughout California.

12 23. WLF is qualified to handle this Litigation because its attorneys are experienced in
13 litigating Labor Code violations in individual, class action, and representative action cases. WLF
14 has handled, and is currently handling, numerous wage and hour class action lawsuits, as well as
15 class actions involving consumer rights and data privacy litigation.

16 24. I graduated from the University of California, Davis in 1999 with a Bachelor of Arts
17 degree in Communications with minors in Spanish and Psychology. I received by Juris Doctor from
18 USC Gould School of Law in 2004.

19 25. Upon graduating from law school in 2004, I worked for international firm McDermott
20 Will & Emery LLP practicing general litigation which included employment law matters. Since
21 2010, and exclusively since 2013, my practice has focused on labor and employment matters
22 including handling wage and hour class, collective, and representative actions (including the
23 California Private Attorneys general Act or "PAGA"), including at the law firms of McDermott Will
24 & Emery LLP (where he was a partner), Pacific Trial Attorneys (where he was a partner), and labor
25 and employment powerhouse Fisher Phillips (where he was a partner and head of Fisher Phillips
26 Class Action Practice Group). At these law firms, I was the lead trial counsel or took a major leading
27 role in defending employers on numerous wage and hour class, collective, and representative actions.
28 Under my leadership as lead counsel during my tenure as defense counsel I successfully defeated

1 class certification of a potential 10,000 plus class as lead counsel on behalf of a nationwide quick
2 service restaurant during my time as defense counsel and negotiated several wage and hour class
3 actions that were subsequently approved by the Courts.

4 26. In late March 2024, I left Fisher Phillips and joined WLF to represent plaintiff
5 employees. I have been and is handling many wage and hour class and representative actions
6 litigating such matters on behalf of plaintiff employees in numerous Superior Courts. From matters
7 representing both plaintiff and defendants, I have successfully mediated the resolution of many wage
8 and hour class, collective, and representative actions.

9 27. In July 2025, I obtained a jury verdict in excess of \$6,000,000 in a wage and hour
10 case in Los Angeles Superior Court against Javier's Cantina & Grill (Los Angeles Superior Court
11 Case No. 19STCV36438).

12 28. I have received numerous awards for his legal work. For example, from 2009-2011
13 and 2014, I was listed as a Rising Star in Los Angeles Super Lawyers (Thomas Reuters). I have also
14 served on numerous prominent boards and in other leadership positions, including currently serving
15 on the board of the Orange County Chapter of the California Restaurants Association.

16 29. I have also presented monthly webinars on labor and employment issues to hundreds
17 of participants since 2022, including on wage and hour issues. For example, I presented "10 Reasons
18 Employers Get Sued (and How to Avoid These Mistakes" (while a partner with Fisher Phillips) and
19 "Key Insights for Hospitality Employers: Arbitration Agreements 101" (while a partner with Fisher
20 Phillips).

21 30. James Yoo is a Senior Attorney at WLF. He graduated from the University of
22 California, Los Angeles with a Bachelor of Arts in Philosophy and earned his Juris Doctor degree
23 from UCLA School of Law. He was admitted to practice law in the State of California in 2016.
24 Before joining Wilshire Law Firm, he served as head of the Wage and Hour Department at
25 Warmuth Law, where he gained extensive experience managing wage and hour matters and
26 negotiating settlements on behalf of employees. As a Senior Attorney at WLF, he leads and
27 manages multiple complex wage and hour class and representative actions under the California
28 Private Attorneys General Act ("PAGA"). He is currently overseeing more than one hundred active

1 class action and PAGA representative matters pending in courts throughout the State of California.

2 31. Heriberto Ponce is an Attorney at WLF, where he focuses his practice on complex
3 employment litigation, including class and representative actions under the California Private
4 Attorneys General Act (“PAGA”). He graduated from the University of Iowa College of Law in
5 2021 and was admitted to practice law in the State of California the same year. Before joining
6 WLF, Mr. Ponce practiced at Fisher Phillips LLP, where he represented private employers in a
7 broad range of labor and employment matters, including wage and hour disputes, discrimination,
8 retaliation, and other FEHA related claims. Prior to entering private practice, Mr. Ponce served as
9 a Deputy District Attorney with the Riverside County District Attorney’s Office, where he
10 prosecuted criminal matters and gained extensive courtroom experience.

11 32. Trenten N. Bilodeaux is an Associate Attorney at WLF. He is currently in his sixth
12 year of practice involving corporate entities in complex class action litigation in state and federal
13 courts. He is admitted to practice before all courts in the State of California, the State of Oregon,
14 and the United States District Court for the Northern, Eastern, and Central Districts of California.
15 Over the course of his career, he has participated in numerous class action settlements for similar
16 employment and wage claims as those present here. Prior to practice, he graduated cum laude with
17 a Bachelor of Arts in Political Science from California State University, Chico before accepting a
18 scholarship to attend the University of the Pacific, McGeorge School of Law where he achieved a
19 Juris Doctorate and graduated with honors in 2020.

20 33. Justin F. Marquez is a former Senior Partner at WLF who was actively involved in
21 the litigation and resolution of this Action from its inception through December 2024. He graduated
22 from University of California, Los Angeles’s College Honors Program in 2004 with Bachelor of Arts
23 degrees in History and Japanese, magna cum laude and Phi Beta Kappa. He graduated from Notre
24 Dame Law School with a Juris Doctorate. He was admitted to the State Bar of California in February
25 2009. His practice focused primarily on advocating for the rights of consumers and employees in
26 class action litigation and appellate litigation. He received numerous awards for his legal work: from
27 2017 to 2020, Super Lawyers selected him as a “Southern California Rising Star,” and from 2022 to
28 2025, he was selected as a “Southern California Super Lawyer”; he was selected as one of the “Best

1 Lawyers in America” from 2023 to 2025; and in 2024, he, along with his colleagues at WLF, received
2 a CLAY (California Lawyer Attorneys of the Year) award for their work on a false advertising case
3 against Apple which ultimately led to a \$25 million settlement. He also was selected to speak at
4 multiple CELA conferences throughout his career – in 2019, he spoke on the topic of manageability
5 of class actions at CELA’s 2019 Advanced Wage & Hour Seminar, and in 2024, he spoke on the
6 topic of dealings with multiple cases against the same defendant at CELA’s 2024 Advanced Wage
7 & Hour Seminar. He served as lead or co-lead in negotiating class action settlements worth over
8 \$10 million in gross recovery to class members for each year since 2020, including over \$37.5 million
9 in 2022 and over \$75 million in 2023.

10 **No Conflicts**

11 34. WLF has no actual or potential conflicts of interest with Class Members or the
12 proposed Administrator, Phoenix Class Action Administrative Solutions.

13 35. WLF is not aware of any pending matter or action against Defendant that may be
14 extinguished or adversely affected by this Settlement.

15 **Administrator**

16 36. Plaintiff’s Counsel sought bids from five (5) administrators to administer this
17 Settlement. The Parties selected the bid with the lowest cost, which was from Phoenix Class Action
18 Administrative Solutions. A true and correct copy of the will-not-exceed bid from Phoenix Class
19 Action Administrative Solutions to administer this Settlement is attached hereto as **Exhibit 4**.

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

22 Executed on September 16, 2026 at Los Angeles, California.

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25 Tyler J. Woods
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EXHIBIT 1

WILSHIRE LAW FIRM, PLC

3055 Wilshire Blvd, 12th Floor
Los Angeles, CA 90010
Tel: (213) 381-9988
Fax: (213) 381-9989
wilshirelawfirm.com



Sean Paisan, Esq.
John Yslas, Esq.
Tyler Woods, Esq.
Molly Desario, Esq.
Stephanie Mazepa, Esq.
Nicol Hajjar, Esq.
Thiago Coelho, Esq.
Benjamin Haber, Esq.

April 1, 2025

LWDA

Attn. PAGA Administrator
1515 Clay Street, Ste. 801
Oakland, CA 94612
(Via Online Submission)

Taiheiyo Corporation
15819 Stagg Street
Van Nuys, CA 91406
(Via Certified Mail, Return Receipt Requested)
#9489 0090 0027 6637 9642 16

Gerald Kitano
Agent for Service of Process for
Taiheiyo Corporation
10824 Bernardo Road
Culver City, CA 90230
(Via Certified Mail, Return Receipt Requested)
#9489 0090 0027 6637 9642 23

Re: **Liam Anderson v. Taiheiyo Corporation**
Notice of Labor Code Violations and PAGA Penalties

To Whom It May Concern:

Please be advised that my office has been retained by Liam Anderson (“Plaintiff”) to pursue a Labor Code Private Attorneys General Act (“PAGA”) representative action (Cal. Lab. Code §§ 2699, *et seq.*) against her former employer, Taiheiyo Corporation (“Defendant”). The purpose of this letter is to comply with PAGA and set forth the facts and theories of California Labor Code violations which we allege Defendant engaged in with respect to Plaintiff and all of Defendant’s Aggrieved Employees.

Plaintiff wishes to pursue this action on behalf of himself as an aggrieved employee, on behalf of the State of California, as well as on behalf of all other persons who worked for Defendant in California as a non-exempt or hourly-paid employee at any time within the applicable statutory period (hereafter, the “Aggrieved Employees”).

Plaintiff and the Aggrieved Employees suffered the Labor Code violations described below.

Plaintiff’s Employment with Defendant

Defendant own/owned and operate/operated an industry, business, and establishment within the State of California, including Los Angeles County. As such, and based upon all the facts and circumstances incident to Defendant’s business in California, Defendant are subject to the California Labor Code, Wage Orders issued by the Industrial Welfare Commission (“IWC”), and the California Business & Professions

Code.

Plaintiff Liam Anderson is a resident of California who worked for Defendant in Los Angeles County, California as an hourly-paid, non-exempt employee from approximately March 8, 2024 to April 1, 2024. Defendant typically scheduled Plaintiff to work at least five days in a workweek and at least eight hours per day, but Plaintiff mostly worked more than eight hours in a workday and more than forty (40) hours in a workweek.

Throughout Plaintiff's employment, Defendant failed to pay for all hours worked (including minimum, straight time, and overtime wages), failed to provide Plaintiff with legally compliant meal periods, failed to authorize and permit Plaintiff to take rest periods, failed to timely pay all final wages to Plaintiff when Defendant terminated his employment, failed to furnish accurate wage statements to Plaintiff, and failed to indemnify Plaintiff for expenditures. As discussed below, Plaintiff's experience working for Defendant was typical and illustrative.

Defendant Failed to Pay for All Hours Worked, Including Minimum, Straight Time, and Overtime Wages

Under California law, an employer must pay for all hours worked by an employee. "Hours worked" is the time during which an employee is subject to the control of an employer, and includes all the time the employee is suffered or permitted to work, whether or not required to do so.

In addition, Labor Code § 510 provides that employees in California shall not be employed more than eight hours in any workday or forty (40) hours in a workweek unless they receive additional compensation beyond their regular wages in amounts specified by law.

Labor Code §§ 1194 and 1198 also provide that employees in California shall not be employed more than eight hours in any workday unless they receive additional compensation beyond their regular wages in amounts specified by law. Additionally, Labor Code § 1198 states that the employment of an employee for longer hours than those fixed by the IWC is unlawful.

Throughout the statutory period, Defendant maintained a policy and practice of not paying Plaintiff and the Aggrieved Employees for all hours worked, including minimum, straight time, and overtime wages. Defendant required Plaintiff and the Aggrieved Employees to work "off-the-clock", uncompensated, by, for example, requiring Plaintiff and the Aggrieved Employees to perform work during meal breaks. Some of this unpaid work should have been paid at the overtime rate. In failing to pay for all hours worked, Defendant also failed to maintain accurate records of the hours Plaintiff and the Aggrieved Employees worked.

As a result, Defendant is liable to Plaintiff and the Aggrieved Employees for the civil penalties provided for in Labor Code §§ 210, 1197.1, and 2699(f)(2) for failing to pay for all hours worked, including minimum, straight time, and overtime wages.

Failure to Provide Meal Periods

Under California law, employers have an affirmative obligation to relieve employees of all duty in order to take their first 30-minute, duty-free meal periods no later than the start of sixth hour of work in a workday, and to allow employees to take their second 30-minute, duty-free meal period no later than the start of the eleventh hour of work in the workday. Further, employees are entitled to be paid one hour of additional wages for each workday they were not provided with all required meal period(s).

Despite these legal requirements, Defendant wrongfully failed to provide Plaintiff and the Aggrieved

Employees with legally compliant meal periods. Defendant regularly, but not always, required Plaintiff and the Aggrieved Employees to work in excess of five consecutive hours a day without providing a 30-minute, uninterrupted, and duty-free meal period for every five hours of work, or without compensating Plaintiff and the Aggrieved Employees for meal periods that were not provided by the end of the fifth hour of work or tenth hour of work. Instead, Defendant continued to assert control over Plaintiff and the Aggrieved Employees by requiring, pressuring, or encouraging them to perform work tasks which could not be completed without working in lieu of taking mandatory meal periods, or by denying Plaintiff and the Aggrieved Employees permission to take a meal period. Accordingly, Defendant's policy and practice was not to provide meal periods to Plaintiff and the Aggrieved Employees in compliance with California law.

Plaintiff and the Aggrieved Employees are thus entitled to be paid one hour of additional wages for each workday he or she was not provided with all required meal period(s). Defendant, however, regularly failed to pay Plaintiff and the Aggrieved Employees the additional wages to which they were entitled for meal periods and that were not provided.

As a result, Defendant is liable to Plaintiff and the Aggrieved Employees for the civil penalties provided for in Labor Code §§ 210 and 2699(f)(2) for failing to provide meal periods and pay meal period premium wages.

Failure to Authorize and Permit Rest Periods

Employers are required by California law to authorize and permit breaks of ten uninterrupted minutes for each four hours of work or major fraction of four hours (i.e. more than two hours). Thus, for example, if an employee's work time is six hours and ten minutes, the employee is entitled to two rest breaks. Each failure to authorize rest breaks as so required is itself a violation of California's rest break laws.

Throughout the statutory period, Defendant have wrongfully failed to authorize and permit Plaintiff and the Aggrieved Employees to take legally compliant rest periods. Defendant regularly required Plaintiff and the Aggrieved Employees to work in excess of four consecutive hours a day without Defendant authorizing and permitting them to take a 10-minute, uninterrupted, duty-free rest period for every four hours of work (or major fraction of four hours), or without compensating Plaintiff and the Aggrieved Employees for rest periods that were not authorized or permitted. Instead, Defendant continued to assert control over Plaintiff and the Aggrieved Employees by requiring, pressuring, or encouraging them to perform work tasks which could not be completed without working in lieu of taking mandatory rest periods, or by denying Plaintiff and the Aggrieved Employees permission to take a rest period. Accordingly, Defendant's policy and practice was to not authorize and permit Plaintiff and the Aggrieved Employees to take rest periods in compliance with California law.

Plaintiff and the Aggrieved Employees are thus entitled to be paid one hour of additional wages for each workday he or she was not authorized and permitted to take all required rest period(s). Defendant, however, regularly failed to pay Plaintiff and the Aggrieved Employees the additional wages to which they were entitled for rest periods and that they were not authorized and permitted to take.

As a result, Defendant is liable to Plaintiff and the Aggrieved Employees for the civil penalties provided for in Labor Code §§ 210 and 2699(f)(2) for failing to authorize and permit rest periods and pay rest period premium wages.

Failure to Pay All Earned Wages Twice Per Month

Based on its failure to pay Plaintiff and the Aggrieved Employees for all wages as discussed above,

Defendant also violated Labor Code § 204.

Labor Code § 204 requires employers to pay employees all earned wages two times per month. Throughout the statute of limitations period applicable to this cause of action, employees were entitled to be paid twice a month at their regular rates, including all meal period premium wages owed, rest period premium wages owed, and wages owed for overtime hours worked. However, during all such times, Defendant systematically failed and refused to pay the employees all wages due, and failed to pay those wages twice a month, in that employees were not paid all wages for all meal periods not provided by Defendant, all wages for all rest periods not authorized and permitted by Defendant, and all wages for all hours worked. As a result, Defendant owe employees the legally required wages for unpaid wages, and Plaintiff and the Aggrieved Employees suffered damages in those amounts.

Moreover, Defendant is liable to Plaintiff and the Aggrieved Employees for the civil penalties provided for in Labor Code § 210 for failing to pay all earned wages twice per month.

Failure to Maintain Accurate Records of Hours Worked and Meal Periods

Plaintiff seeks penalties under California Labor Code § 1174(d). Pursuant to California Labor Code § 1174.5, any person, including any entity, employing labor who willfully fails to maintain accurate and complete records required by California Labor Code § 1174 is subject to a penalty under § 1174.5. Pursuant to the applicable IWC Order § 7(A)(3), every employer shall keep time records showing when the employee begins and ends each work period. Meal periods and total hours worked daily shall also be recorded.

Defendant, however, failed to maintain accurate records of hours worked and all meal periods taken or missed by Plaintiff and the Aggrieved Employees.

Defendant's failure to provide and maintain records required by the California Labor Code and the applicable IWC Wage Orders deprived Plaintiff and the Aggrieved Employees the ability to know, understand and question the accuracy and frequency of meal periods, and the accuracy of their hours worked stated in Defendant's records. Therefore, Plaintiff and the Aggrieved Employees had no way to dispute the resulting failure to pay wages, all of which resulted in an unjustified economic enrichment to Defendant. As a direct result, Plaintiff and the Aggrieved Employees have suffered and continue to suffer, substantial losses related to the use and enjoyment of such wages, lost interest on such wages and expenses and attorney's fees in seeking to compel Defendant to fully perform its obligation under state law, all to their respective damage in amounts according to proof at trial. As a result of Defendant's knowing failure to comply with the California Labor Code and applicable IWC Wage Orders, Plaintiff and the Aggrieved Employees have also suffered an injury in that they were prevented from knowing, understanding, and disputing the wage payments paid to them.

Failure to Furnish Accurate Itemized Wage Statements

Labor Code § 226(a) provides that every employer shall furnish each of his or her employees an accurate itemized wage statement in writing showing nine pieces of information, including: (1) gross wages earned, (2) total hours worked by the employee, (3) the number of piece-rate units earned and any applicable piece rate if the employee is paid on a piece-rate basis, (4) all deductions, provided that all deductions made on written orders of the employee may be aggregated and shown as one item, (5) net wages earned, (6) the inclusive dates of the period for which the employee is paid, (7) the name of the employee and the last four digits of his or her social security number or an employee identification number other than a social

security number, (8) the name and address of the legal entity that is the employer, and (9) all applicable hourly rates in effect during the pay period and the corresponding number of hours worked at each hourly rate by the employee. An employee is presumed to suffer an injury if this information is missing. (Lab. Code § 226(e)(2)(B)(iii).)

The statute further provides: “An employee suffering injury as a result of a knowing and intentional failure by an employer to comply with subdivision (a) is entitled to recover the greater of all actual damages or fifty dollars (\$50) for the initial pay period in which a violation occurs and one hundred dollars (\$100) per employee for each violation in a subsequent pay period, not to exceed an aggregate penalty of four thousand dollars (\$4,000), and is entitled to an award of costs and reasonable attorney’s fees.” (Lab. Code § 226(e)(1).)

Throughout the statutory period, Defendant failed to furnish Plaintiff and the Aggrieved Employees with accurate, itemized wage statements showing all applicable hourly rates, and all gross and net wages earned (including correct hours worked, correct wages for meal periods that were not provided in accordance with California law, and correct wages for rest periods that were not authorized and permitted to take in accordance with California law).

Because Defendant violated Labor Code § 226, Plaintiff and similarly Aggrieved Employees suffered injury and damage to their statutorily protected rights. Accordingly, Plaintiff and similarly Aggrieved Employees are entitled to recover from Defendant the greater of their actual damages caused by Defendant’s failure to comply with Labor Code § 226(a), or an aggregate penalty not exceeding four thousand dollars (\$4,000) per employee.

Moreover, Defendant is liable to Plaintiff and the Aggrieved Employees for the civil penalties provided for in Labor Code § 226.3 for failing to furnish accurate itemized wage statements.

Failure to Indemnify for Necessary Expenditures

Labor Code § 2802(a) provides that employers shall indemnify his or her employees for all necessary business expenditures or losses that have been incurred by the employees in direct discharge of his or her duties. Throughout the statute of limitations period applicable to this cause of action, Defendant wrongfully required Plaintiff and the Aggrieved Employees to pay expenses that they incurred in direct discharge of their duties for Defendant. Plaintiff and the Aggrieved Employees regularly paid out-of-pocket for necessary employment-related expenses, including, without limitation, for work attire and use of personal cell phones. Plaintiff and the Aggrieved Employees incurred substantial expenses as a direct result of performing their job duties for Defendant, but Defendant failed to indemnify Plaintiff and the Aggrieved Employees for these employment-related expenses.

As a result, Defendant is liable to Plaintiff and the Aggrieved Employees for the civil penalties provided for in Labor Code §§ 2802 and 2699(f)(2) for failing to indemnify Plaintiff and the Aggrieved Employees for necessary business expenditures.

Action for Civil Penalties Under PAGA

In light of the above, Plaintiff alleges that Defendant violated the following provisions of the Labor Code with respect to the Aggrieved Employees:

1. Labor Code § 204, 510, 1194, 1197, and 1198 by failing to pay for all hours worked, including minimum wages, straight time wages, and overtime wages;

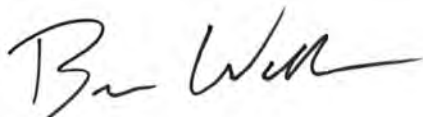
2. Labor Code § 226.7 and applicable Wage Orders by failing to provide meal periods;
3. Labor Code § 226.7 and applicable Wage Orders by failing to authorize and permit rest periods;
4. Labor Code § 204 by failing to pay all earned wages two times per month;
5. California Labor Code § 1174.5 and applicable Wage Orders by failing to maintain accurate records of hours worked and meal periods taken or missed;
6. Labor Code §§ 201 to 203 by willfully failing to pay all wages owed at termination;
7. Labor Code § 226 by failing to provide accurate itemized wage statements; and
8. Labor Code § 2802 by failing to indemnify for necessary expenditures.

Therefore, on behalf of all Aggrieved Employees, Plaintiff seeks applicable penalties related to the violations alleged above pursuant to the PAGA. These include, but are not limited to, penalties under Labor Code §§ 210, 226.3, 1174.5, 1197.1, and 2699(f)(2).

Plaintiff has placed Defendant on notice by mailing a certified copy of this correspondence, as indicated on the first page. Thank you for your attention to this matter. If you have any questions, please do not hesitate to contact me.

Sincerely,

WILSHIRE LAW FIRM

A handwritten signature in black ink, appearing to read "Ben Walden", written in a cursive style.

Benjamin Walden, Esq.

EXHIBIT 2

Tyler J. Woods, Esq. (SBN 232464)
tyler.woods@wilshirelawfirm.com
James Yoo, Esq. (SBN 310680)
james.yoo@wilshirelawfirm.com
Heriberto Ponce, Esq. (SBN 339713)
eddie.ponce@wilshirelawfirm.com
Ruby Carrera, Esq. (SBN 343745)
ruby.carrera@wilshirelawfirm.com

WILSHIRE LAW FIRM
660 S. Figueroa St., Sky Lobby
Los Angeles, California 90017
Telephone: (213) 381-9988
Facsimile: (213) 381-9989

Attorneys for Plaintiff LIAM ANDERSON

[Additional counsel on following page]

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

LIAM ANDERSON, individually, and on
behalf of all others similarly situated,

Plaintiff,

vs.

TAIHEIYO CORPORATION, a California
corporation; and DOES 1 through 10,
inclusive,

Defendants.

Case No. 24STCV25277

*[Assigned for all purposes to Honorable
Timothy P. Dillon, Dept. 15]*

**CLASS ACTION AND PAGA
SETTLEMENT AGREEMENT**

Complaint filed: September 30, 2024

Trial date: None set

Shannon R. Finley, Esq. (SBN 294329)
sfinley@pettitkohn.com

Ethan D. Anderson, Esq. (SBN 351674)
eanderson@pettitkohn.com

PETTIT KOHN INGRASSIA LUTZ & DOLIN PC
11622 El Camino Real, Suite 300
San Diego, CA 92130
Telephone: (858) 755-8500
Facsimile: (858) 755-8504

Attorneys for Defendant TAIHEIYO CORPORATION

Paul C. Fricke (SBN 258188)
paulfricke@frickebarnes.com
FRICKE & BARNES LAW
701 Palomar Airport Rd, Suite 300
Carlsbad, CA 92011
Tel: (626) 807-5524

Attorneys for Defendant TAIHEIYO CORPORATION

1 This Class Action and PAGA Settlement Agreement (“Agreement”) is made by and
2 between Plaintiff Liam Anderson (“Plaintiff”) and Defendant Taiheiyo Corporation
3 (“Defendant”). The Agreement refers to Plaintiff and Defendant collectively as “Parties,” or
4 individually as “Party.”

5 **1. DEFINITIONS.**

6 1.1 “Action” means Plaintiff’s lawsuit alleging wage and hour violations against
7 Defendant captioned *Anderson v. Taiheiyo Corporation, et al.*, Case No. 24STCV25277, initiated
8 on September 30, 2024, and pending in the Los Angeles County Superior Court.

9 1.2 “Administrator” means Phoenix Class Action Administrative Solutions, the neutral
10 entity the Parties have agreed to appoint to administer the Settlement.

11 1.3 “Administration Expenses Payment” means the amount the Administrator will be paid
12 from the Gross Settlement Amount to reimburse its reasonable fees and expenses in accordance
13 with the Administrator’s “not to exceed” bid submitted to the Court in connection with
14 Preliminary Approval of the Settlement.

15 1.4 “PAGA Employee” means all current and former hourly, non-exempt employees who
16 worked at least one pay period for Defendant in California during the PAGA Period.

17 1.5 “Class” means all current and former hourly, non-exempt employees who were
18 employed by Defendant in the State of California during the Class Period.

19 1.6 “Class Counsel” means Tyler J. Woods, James Yoo, Heriberto Ponce, and Ruby
20 Carerra of Wilshire Law Firm, PLC.

21 1.7 “Class Counsel Fees Payment” means the amounts allocated to Class Counsel for
22 reimbursement of reasonable attorneys’ fees as requested pursuant to motion by Plaintiff’s
23 Counsel in an amount not to exceed 35% of the Gross Settlement Amount (currently \$245,000).

24 1.8 “Class Counsel Litigation Expenses Payment” means the amount allocated to Class
25 Counsel for reimbursement of verified litigation costs and expenses incurred to prosecute the Action, not
26 to exceed \$25,000, and paid from the Gross Settlement Amount.

27 1.9 “Class Data” means Class Member identifying information in Defendant’s possession
28 including the Class Member’s name, last-known mailing address, Social Security number, and

number of Class Period Workweeks and PAGA Pay Periods.

1.10 “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 a PAGA Employee).

1.11 “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 and/or PAGA Employees.

1.12 “Class Notice” means the Court Approved Notice of Class Action and PAGA Settlement and Hearing Date for Final Court Approval, to be mailed to Class Members in English with a Spanish translation in the form, without material variation, attached as **Exhibit A** and incorporated by reference into this Agreement.

1.13 “Class Period” means the period from September 30, 2020, to December 31, 2025.

1.14 “Class Representative” means the named plaintiff, Liam Anderson, in the Operative Complaint and Action seeking Court approval to serve as a class representative.

1.15 “Class Representative Service Payment” means the payment to the Class Representative for initiating the Action and providing services in support of the Action.

1.16 “Court” means the Superior Court of California, County of Los Angeles.

1.17 “Defendant” means named Defendant Taiheiyo Corporation.

1.18 “Defense Counsel” means Shannon R. Finley and Ethan D. Anderson of Pettit Kohn Ingrassia Lutz & Dolin PC and Paul C. Fricke of Fricke & Barnes Law.

1.19 “Effective Date” means the date on which the Judgment becomes final. The Judgment is final on the date by which all of the following have occurred: (a) if no Participating Class Member objects to the Settlement, the day the Court enters Judgment; (b) if one or more Participating Class Members objects to the Settlement, the day after the deadline for filing a notice of appeal from the Judgment; or (c) if a timely appeal from the Judgment is filed, the day after the appellate court affirms the Judgment and issues a remittitur.

1.20 “Final Approval” means the Court’s order granting final approval of the Settlement.

1.21 “Final Approval Hearing” means the Court’s hearing on the Motion for Final Approval of the Settlement.

1.22 “Gross Settlement Amount” or “GSA” means \$700,000, which is the total amount Defendant agrees to pay under the Settlement, except as provided in Paragraph 4.1.1, *infra*. 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, the Class Representative Service Payment, and Administration Expenses Payment.

1.23 “Individual Class Payment” means each Participating Class Member’s pro rata share of the Net Settlement Amount based on the number of Workweeks worked during the Class Period unless they opt out of the Settlement. Class Members are not required to submit claim forms to receive their share of the Individual Class Payments.

1.24 “Individual PAGA Payment” means each PAGA Employee’s pro rata share of 35% of the PAGA Penalties calculated according to the number of PAGA Pay Periods worked during the PAGA Period. PAGA Employees will automatically receive their Individual PAGA Payments even if they opt out of the class action portions of the Settlement.

1.25 “Judgment” means the judgment entered by the Court based upon the Final Approval.

1.26 “LWDA” means the California Labor and Workforce Development Agency.

1.27 “LWDA PAGA Payment” means the 65% of the PAGA Penalties paid to the LWDA under Labor Code section 2699, subdivision (m).

1.28 “Net Settlement Amount” means the Gross Settlement Amount less the following payments in the amounts approved by the Court: Individual PAGA Payments, LWDA PAGA Payment, Class Representative Service Payment, Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment, and 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 “Objection” means a written objection to the class action components of the

Settlement sent by a Participating Class Member to the Administrator in accordance with Paragraph 7.7 and the Class Notice, or an oral objection presented at the Final Approval Hearing as permitted by the Court. Class Members and PAGA Employees cannot object to the PAGA portion of the Settlement.

1.31 “Objection Form” means the optional form attached as Exhibit B that a Participating Class Member may use to submit a written Objection. A written Objection will not be rejected solely because the Class Member does not use the Objection Form or omits information requested by the form, so long as the Administrator can reasonably identify the Class Member and understand the basis of the Objection.

1.32 “Operative Complaint” means the First Amended Complaint filed in the Action after entry of the stipulated order described in Paragraph 2.7.

1.33 “PAGA Pay Period” means any pay period during which an PAGA Employee worked for Defendant for at least one day during the PAGA Period and was paid, based on Defendant’s hire dates, last dates worked, separation dates (as applicable), and rehire dates (as applicable), and may exclude periods when the PAGA Employee did not work.

1.34 “PAGA Period” means the period from April 1, 2024 to December 31, 2025.

1.35 “PAGA” means the Private Attorneys General Act (Lab. Code § 2698, *et seq.*).

1.36 “PAGA Notice” means Plaintiff’s April 1, 2025 letter (LWDA-CM-1089714-25) to Defendant and the LWDA providing notice pursuant to Labor Code section 2699.3, subd.(a).

1.37 “PAGA Penalties” means the total amount of civil penalties (\$70,000) to be paid from the Gross Settlement Amount, allocated 35% to the PAGA Employees (\$24,500.00) and 65% to the LWDA (\$45,000.00) in settlement of PAGA claims.

1.38 “Participating Class Member” means a Class Member who does not submit a valid and timely Request for Exclusion from the Settlement.

1.39 “Plaintiff” means Liam Anderson, the named plaintiff in the Action.

1.40 “Preliminary Approval” means the Court’s order granting preliminary approval of the Settlement.

1.41 “Released Class Claims” means the claims being released, as described in Paragraphs

5.2 and 5.2.1 below.

1.42 “Released PAGA Claims” means the claims being released as described in Paragraphs 5.3 and 5.3.1 below.

1.43 “Released Parties” means Defendant and any of Defendant’s current and former related entities, other related business entities, parents, and equity holders, owners, and alleged and potential joint employers of any of the Class Members or PAGA Employees, and each of their respective divisions, subsidiaries, joint ventures, customers, members, actual or alleged joint employers, members, directors, officers, employees, contractors, principals, members, agents, investors, representatives, accountants, auditors, attorneys, insurers, consultants, other representatives or persons or acting by, under or in concern with any of the forgoing, and each of the forgoing successors, predecessors and heirs, and any other persons that could be jointly liable with Defendant for any of the Released Claims.

1.44 “Request for Exclusion” means a Class Member’s submission of a written request to be excluded from the Class Settlement signed by the Class Member. Class Members and PAGA Employees cannot exclude themselves from the PAGA portion of the Settlement.

1.45 “Response Deadline” means forty-five (45) days after the Administrator mails the Class Notice and shall be the last date on which Class Members may: (a) fax, email, or USPS mail Requests for Exclusion, (b) fax, email, or USPS mail objections to the Settlement, or (c) fax, email, or USPS mail a challenge to the number of Workweeks and/or PAGA Pay Periods allocated to the Class Member in the Class Notice. Class Members to whom Class Notices are re-sent after having been returned undeliverable to the Administrator shall have their deadline extended an additional fourteen (14) calendar days beyond the Response Deadline.

1.46 “Settlement” means the disposition of the Action effected by this Agreement and the Judgment.

1.47 “Workweek” means any week during which a Class Member worked as an hourly-paid or non-exempt employee for Defendant for at least one day during the Class Period and was paid, based on hire dates, last dates worked, separation dates (as applicable), and rehire dates (as applicable), and may exclude periods when the Class Member did not work.

1 **2. RECITALS.**

2 2.1 On September 30, 2024, Plaintiff commenced this Action by filing a complaint
3 alleging against Defendant the following causes of action: (1) failure to pay minimum and straight
4 time wages; (2) failure to pay overtime wages; (3) failure to provide meal periods; (4) failure to
5 authorize and permit rest periods; (5) failure to timely pay final wages at termination; (6) failure
6 to provide accurate itemized wage statements; (7) failure to indemnify employees for
7 expenditures; (8) conversion; and (9) unfair business practices under California's Unfair
8 Competition Law ("UCL"), Cal. Bus. & Prof. Code § 17200, *et seq.*

9 2.2 On April 1, 2025, pursuant to Labor Code §2699.3, subd.(a), Plaintiff gave notice to
10 the LWDA and Defendant that Plaintiff intended to proceed with a representative action under
11 PAGA (LWDA-CM-1089714-25.)

12 2.3 Following the PAGA Notice, the Parties agreed to participate in mediation
13 encompassing both the Class and PAGA claims.

14 2.4 Before mediation, Plaintiff obtained, through informal discovery, Plaintiff's personnel
15 file, a representative sampling of Class Members' time and payroll data, and Defendant's policy
16 documents in effect during the Class Period. Plaintiff's investigation was sufficient to satisfy the
17 criteria for court approval set forth in *Dunk v. Ford Motor Co.* (1996) 48 Cal.App.4th 1794, 1801
18 and *Kullar v. Foot Locker Retail, Inc.* (2008) 168 Cal.App.4th 116, 129-130 ("*Dunk/Kullar*").

19 2.5 On October 4, 2025, the Parties participated in an all-day mediation presided over by
20 mediator Monica Ngo-Bonnici ("Mediator").

21 2.6 Shortly thereafter, the Parties accepted a mediator's settlement proposal on October 7,
22 2025, thereby reaching a complete resolution of all claims, including those arising under PAGA.

23 2.7 To ensure that the Court has jurisdiction to approve the PAGA portion of this
24 Settlement and to effectuate a global resolution, the Parties will execute and file a Stipulation and
25 Proposed Order Granting Leave to File First Amended Complaint for the limited purpose of
26 adding a PAGA cause of action consistent with the PAGA Notice. The First Amended Complaint
27 is the operative complaint in the Action (the "Operative Complaint"). Defendant denies the
28 allegations in the Operative Complaint, denies any failure to comply with the laws identified in

1 in the Operative Complaint, and denies any and all liability for the causes of action alleged.

2 2.8 Defendant denies the allegations in the Action, denies any failure to comply with the
3 laws identified in the Action, and denies any and all liability for the causes of action alleged in
4 the Action.

5 2.9 The Court has not granted class certification because the Parties engaged in mediation
6 before any motion for class certification was filed.

7 2.10 The Parties, Class Counsel, and Defense Counsel represent that they are not aware of
8 any other pending matters or actions asserting claims that will be extinguished or affected by the
9 Settlement.

10 **3. MONETARY TERMS.**

11 3.1 Gross Settlement Amount. Except as otherwise provided by Paragraph 4.1.1 below,
12 Defendant promises to pay \$700,000 and no more as the Gross Settlement Amount and to pay
13 separately all employer payroll taxes owed on the Wage Portions (as defined below) of the
14 Individual Class Payments. Defendant has no obligation to pay the Gross Settlement Amount (or
15 any payroll taxes) before the deadline stated in Paragraph 4.2 of this Agreement. The
16 Administrator will disburse the entire Gross Settlement Amount without asking or requiring
17 Participating Class Members or Aggrieved Employees to submit any claim as a condition of
18 payment. None of the Gross Settlement Amount will revert to Defendant.

19 3.2 Payments from the Gross Settlement Amount. The Administrator will make and
20 deduct the following payments from the Gross Settlement Amount, in the amounts specified by
21 the Court in the Final Approval:

22 3.2.1 To Plaintiff: Class Representative Service Payment of not more than \$10,000 (in
23 addition to any Individual Class Payment and any Individual PAGA Payment the
24 Class Representative is entitled to receive as a Participating Class Member).
25 Defendant will not oppose Plaintiff's request for a Class Representative Service
26 Payment that does not exceed this amount. As part of the Motion for Final Approval,
27 Plaintiff will seek Court approval for any Class Representative Service Payment. If
28 the Court approves a Class Representative Service Payment less than the amount

requested, the Administrator will allocate the remainder to the Net Settlement Amount. The Administrator will pay the Class Representative Service Payment using IRS Form 1099. Plaintiff assumes full responsibility and liability for employee taxes owed on the Class Representative Service Payment.

3.2.2 To Class Counsel: A Class Counsel Fees Payment of not more than 35% of the Gross Settlement Amount, which is currently estimated to be \$245,000, and a Class Counsel Litigation Expenses Payment of not more than \$25,000 according to proof. Defendant will not oppose requests for these payments provided they do not exceed these amounts. As part of the Motion for Final Approval, Plaintiff and/or Class Counsel may seek Court approval of a Class Counsel Fees Payment and Class Counsel Litigation Expenses Payment. In support of the Class Counsel Litigation Expenses Payment, Class Counsel must submit a cost ledger listing each expense incurred during the Action. Plaintiff and/or Class Counsel will file a motion for Class Counsel Fees and Litigation Expenses Payment no later than sixteen (16) court days prior to the Final Approval Hearing, or as otherwise ordered by the Court. If the Court approves a Class Counsel Fees Payment or a Class Counsel Litigation Expenses Payment less than the amount 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 Litigation Expenses Payment using one or more IRS 1099 Forms. Class Counsel assumes full responsibility and liability for taxes owed on the Class Counsel Fees Payment and the Class Counsel Litigation Expenses Payment and holds 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 Administration Expenses Payment not to exceed \$10,000 except for a showing of good cause and as approved by the Court. To the

1 extent the administration expenses are less than or the Court approves payment less
2 than \$10,000, the Administrator will allocate the remainder to the Net Settlement
3 Amount.

4 3.2.4 To Each Participating Class Member: An Individual Class Payment which the
5 Administrator shall calculate by (a) dividing the Net Settlement Amount by the total
6 number of Workweeks worked by all Participating Class Members during the Class
7 Period and (b) multiplying the result by each Participating Class Member's
8 Workweeks.

9 3.2.4.1 Tax Allocation of Individual Class Payments. 15% of each Participating
10 Class Member's Individual Class Payment will be allocated to the settlement of
11 wage claims (the "Wage Portion"). The Wage Portions are subject to income
12 tax withholding and will be reported on an IRS W-2 Form. The remaining 85%
13 of each Participating Class Member's Individual Class Payment will be
14 allocated to the settlement of claims for interest and statutory penalties (the
15 "Non-Wage Portion"). The Non-Wage Portions are not subject to wage
16 withholdings and will be reported on IRS 1099 Forms. Participating Class
17 Members assume full responsibility and liability for any employee taxes owed
18 on their Individual Class Payment.

19 3.2.4.2 Effect of Non-Participating Class Members on Calculation of Individual
20 Class Payments. Non-Participating Class Members will not receive any
21 Individual Class Payments. The Administrator will retain amounts equal to their
22 Individual Class Payments in the Net Settlement Amount for distribution to
23 Participating Class Members on a pro rata basis.

24 3.2.5 To the LWDA and PAGA Employees: PAGA Penalties in the amount of \$70,000
25 to be paid from the Gross Settlement Amount, with 65% (\$45,500) allocated to the
26 LWDA PAGA Payment and 35% (\$24,500) allocated to the Individual PAGA
27 Payments.

28 3.2.5.1 The Administrator will calculate each Individual PAGA Payment by (a)

dividing the amount of the PAGA Employees' 35% share of PAGA Penalties (\$24,500) by the total number of PAGA Pay Periods worked by all PAGA Employees during the PAGA Period and (b) multiplying the result by each PAGA Employee's PAGA Pay Periods. PAGA 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 Size Estimates. Based on a review of its records as of the date of mediation (October 4, 2025), Defendant estimates there are 159 Class Members who collectively worked a total of 15,480 Workweeks from the start of the Class Period through the date of mediation, and 82 PAGA Employees who worked a total of 2,463 PAGA Pay Periods from the start of the PAGA Period through the date of mediation.

4.1.1 Escalator Clause. Should the total number of Workweeks increase beyond 10% (i.e., more than 17,028 Workweeks) during the Class Period, Defendant shall have the option either to: (i) increase the Gross Settlement Amount proportionally by the percentage increase in the number of total Workweeks above 10% (e.g. if the number of Workweeks increases by 11%, the Gross Settlement Amount will increase by 1%), or (ii) rolling back the end date of the Class Period to the date on which the total Workweeks reaches, but does not exceed, 17,028 (i.e. 15,480 x 1.1).

4.2 Funding of Gross Settlement Amount. Defendant shall fully fund the Gross Settlement Amount, and also fund the amounts necessary to fully pay Defendant's share of payroll taxes, by transmitting the funds to the Administrator in five (5) installments as follows: 1) the first installment of \$140,000.00 shall be made no later than thirty (30) calendar days after the Effective Date; 2) the second installment of \$140,000.00 shall be made within sixty (60) days of the due

1 date of the first installment; 3) the third installment of \$140,000.00 shall be made within sixty
2 (60) days of the due date of the second installment; 4) the fourth installment of \$140,000.00 shall
3 be made within sixty (60) days of the due date of the third installment; 5) the fifth and final
4 installment of \$140,000.00 plus Defendant's share of payroll taxes shall be made within sixty
5 (60) days of the due date of the fourth installment.

6 4.3 Payments from the Gross Settlement Amount. Within seven (7) days after Defendant
7 has fully funded the GSA, the Administrator will mail checks for all Individual Class Payments,
8 all Individual PAGA Payments, the LWDA PAGA Payment, the Administration Expenses
9 Payment, the Class Counsel Fees Payment, the Class Counsel Litigation Expenses Payment, and
10 the Class Representative Service Payment. Disbursement of the Class Counsel Fees Payment, the
11 Class Counsel Litigation Expenses Payment and the Class Representative Service Payment shall
12 not precede disbursement of Individual Class Payments and Individual PAGA Payments.

13 4.3.1 The Administrator will issue checks for the Individual Class Payments and/or
14 Individual PAGA Payments and send them to the Class Members and PAGA
15 Employees via First Class U.S. Mail, postage prepaid. The face of each check shall
16 prominently state the date (not less than 180 days after the date of mailing) when the
17 check will be voided. The Administrator will cancel all checks not cashed by the void
18 date. The Administrator will send checks for Individual Class Payments to all
19 Participating Class Members (including those for whom Class Notice was returned
20 undelivered). The Administrator will send checks for Individual PAGA Payments to
21 all PAGA Employees including Non-Participating Class Members who qualify as
22 PAGA Employees (including those for whom Class Notice was returned undelivered).
23 The Administrator may send Participating Class Members who are also PAGA
24 Employees a single check combining the Individual Class Payment and the Individual
25 PAGA Payment. Before mailing any checks, the Administrator must update the
26 recipients' mailing addresses using the National Change of Address Database.

27 4.3.2 The Administrator must conduct a Class Member Address Search for all Class
28 Members and PAGA Employees whose checks are returned undelivered without a

United States Postal Service (“USPS”) forwarding address. Within seven (7) days of receiving a returned check the Administrator must re-mail the check 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 or PAGA Employees whose re-mailed checks are returned as undelivered. The Administrator shall promptly send a replacement check to any Class Member or PAGA Employee whose original check was lost or misplaced, as requested by the Class Member or PAGA Employee before the void date.

4.3.3 For any Class Member whose Individual Class Payment check is uncashed and cancelled after the void date, the Administrator shall transmit the funds represented by such a check 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) and the orders of the Court.

4.3.4 For any PAGA Employee whose Individual PAGA Payment check is uncashed and cancelled after the void date, the Administrator shall transmit the funds represented by such check to the California Controller’s Unclaimed Property Fund in the name of the PAGA Employee thereby leaving no “unpaid residue” subject to the requirements of Code of Civil Procedure section 384, subdivision (b).

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

5. RELEASES OF CLAIMS. Effective on the date when Defendant has fully funded the entire Gross Settlement Amount and has funded all employer payroll taxes owed on the Wage Portion of the Individual Class Payments, Plaintiff, Class Members, PAGA Employees, and Class Counsel will release claims against all Released Parties as follows:

5.1 Plaintiff’s Complete and General Release. Plaintiff and Plaintiff’s former and present

representatives, agents, attorneys, heirs, administrators, successors, and assigns, generally release and discharge Released Parties from any and all known and unknown claims, transactions, or occurrences that occurred during the Class Period, including, but not limited to: (a) all claims that were, or reasonably could have been, alleged based on the facts contained in the Operative Complaint; (b) all PAGA claims that were, or reasonably could have been, alleged based on facts contained in the Operative Complaint and the PAGA Notice; c) all claims arising from Plaintiff's employment relationship, or termination of employment relationship, with Defendant including claims under the Fair Employment and Housing Act, Americans with Disabilities Act, Title VII of the Civil Rights Act of 1964, the California Labor Code, and all equivalent claims under federal law; and (d) any known and unknown claims of any nature arising from any act or omission of the Released Parties occurring prior to the Effective Date. ("Plaintiff's Release.") Plaintiff's Release does not extend to any claims or actions to enforce this Agreement, or to any claims for vested benefits, unemployment benefits, disability benefits, social security benefits, or workers' compensation benefits that arose at any time, or based on occurrences outside the Class Period. Plaintiff acknowledges that Plaintiff may discover facts or law different from, or in addition to, the facts or law that Plaintiff now knows or believes to be true but agrees, nonetheless, that Plaintiff's Release shall be and remain effective in all respects, notwithstanding such different or additional facts or Plaintiff's discovery of them.

5.1.1 Plaintiff's Waiver of Rights Under California Civil Code Section 1542. For purposes of Plaintiff's Release, Plaintiff expressly waives and relinquishes 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 the Released Parties from all claims arising during the Class Period that were alleged, or reasonably could have been alleged, based on the facts and allegations in the Operative Complaint, including (“Released Class Claims”):

5.2.1 (i) failure to pay minimum wages, contractual straight-time wages, and wages at the proper regular rate of pay for all work performed; (ii) failure to pay wages for off-the-clock work; (iii) failure to pay all overtime and double time wages (including failure to pay overtime, double time, meal/rest premiums, and/or sick time wages at the correct regular rate of pay); (iv) failure to provide compliant meal periods; (v) failure to provide compliant rest periods; (vi) failure to pay premiums (or correct premiums) for non-compliant meal and rest periods; (vii) failure to pay sick pay; (viii) failure to include bonuses or other incentive compensation in the regular rate of pay calculation or to weight wage rates properly when calculating the regular rate of pay, bonus, and incentive pay; (ix) failure timely to pay wages due at termination and during employment; (x) failure to provide accurate, itemized wage statements; (xi) failure to pay employees two times per month or timely during employment; and (xii) all claims under Labor Code sections 201, 202, 203, 204, 210, 221, 226, 226(a), 226(b), 226(e), 226(h), 226.3, 226.7, 227.3, 246, 510, 512, 512(a), 551, 552, 558, 1030, 1031, 1032, 1033, 1034, 1174(d), 1174.5, 1194, 1197, 1197.1, 1198, 2800, 2801, and 2802, as well as claims for unfair competition/unfair business practices under the Unfair Competition Laws, Business & Professions Code sections 17200, *et seq.* based on any of the foregoing alleged failures/claims. (“Released Class Claims”)

5.2.2 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, or workers’ compensation or claims based on events occurring outside the Class Period.

5.3 Release by PAGA Employees: All PAGA Employees, including Non-Participating

Class Members who are PAGA Employees, are deemed to release, on behalf of themselves and their respective former and present representatives, agents, attorneys, administrators, successors, and assigns, the Released Parties from all claims for civil penalties under the California Private Attorneys General Act of 2004 (“PAGA”), Labor Code sections 2698 et seq., arising during the PAGA Period that were alleged, or reasonably could have been alleged, based on the facts and allegations in the Operative Complaint and the PAGA Notice (“Released PAGA Claims”):

5.3.1 (i) failure to pay minimum wages, contractual straight-time wages, and wages at the proper regular rate of pay for all work performed; (ii) failure to pay wages for off-the-clock work; (iii) failure to pay all overtime and double time wages (including failure to pay overtime, double time, meal/rest premiums, and/or sick time wages at the correct regular rate of pay); (iv) failure to provide compliant meal periods; (v) failure to provide compliant rest periods; (vi) failure to pay premiums (or correct premiums) for non-compliant meal and rest periods; (vii) failure to pay sick pay; (viii) failure to include bonuses or other incentive compensation in the regular rate of pay calculation or to weight wage rates properly when calculating the regular rate of pay, bonus, and incentive pay; (ix) failure timely to pay wages due at termination and during employment; (x) failure to provide accurate, itemized wage statements; (xi) failure to pay employees two times per month or timely during employment; and (xii) all claims under Labor Code sections 201, 202, 203, 204, 210, 221, 226, 226(a), 226(b), 226(e), 226(h), 226.3, 226.7, 227.3, 246, 510, 512, 512(a), 551, 552, 558, 1030, 1031, 1032, 1033, 1034, 1174(d), 1174.5, 1194, 1197, 1197.1, 1198, 2800, 2801, 2802, and 2699.

6. MOTION FOR PRELIMINARY APPROVAL. Plaintiff will 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 Plaintiff’s Responsibilities. Plaintiff will prepare all documents necessary for obtaining Preliminary Approval, 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

1 *Dunk/Kullar* and a request for approval of the PAGA Settlement under Labor Code section 2699,
2 subdivision (f)(2); (ii) a draft proposed Order Granting Preliminary Approval and Approval of
3 PAGA Settlement; (iii) a draft proposed Class Notice, Request for Exclusion Form, and Objection
4 Form; (iv) a signed declaration from Plaintiff confirming willingness and competency to serve
5 and disclosing all facts relevant to any actual or potential conflicts of interest with Class Members
6 and/or the Administrator; (v) a signed declaration from Class Counsel attesting to its competency
7 to represent the Class Members; and its timely transmission to the LWDA of all necessary PAGA
8 documents (PAGA Notice (Lab. Code, § 2699.3, subd. (a)), Operative Complaint (Lab. Code, §
9 2699, subd. (1)(1)), and the Agreement (Lab. Code, § 2699, subd. (1)(2))); and (vi) all facts relevant
10 to any actual or potential conflict of interest with Class Members and/or the Administrator. In
11 their declarations, Plaintiff and Class Counsel shall aver whether they are aware of any other
12 pending matter or action asserting claims that will be extinguished or adversely affected by the
13 Settlement.

14 6.2 Responsibilities of Counsel. Class Counsel and Defense Counsel are jointly
15 responsible for expeditiously finalizing and filing the Motion for Preliminary Approval no later
16 than sixteen (16) court days before the hearing and obtaining a prompt hearing date for the Motion
17 for Preliminary Approval, unless otherwise ordered by the Court. Class Counsel is responsible
18 for delivering the Court's Preliminary Approval to the Administrator.

19 6.3 Duty to Cooperate. If the Parties disagree on any aspect of the proposed Motion for
20 Preliminary Approval and/or the supporting declarations and documents, Class Counsel and
21 Defense Counsel will expeditiously work together by meeting in person or by telephone, and in
22 good faith, to resolve the disagreement. If the Court does not grant Preliminary Approval or
23 conditions Preliminary Approval on any material change to this Agreement, Class Counsel and
24 Defense Counsel will expeditiously work together by meeting in person or by telephone and in
25 good faith, to modify the Agreement and otherwise satisfy the Court's concerns.

26 7. SETTLEMENT ADMINISTRATION.

27 7.1 Selection of Administrator. The Parties have jointly selected Phoenix Class Action
28 Administration Solutions to serve as the Administrator and verified that, as a condition of

1 appointment, Phoenix Class Action Administration Solutions agrees to be bound by this
2 Agreement and to perform, as a fiduciary, all duties specified in this Agreement in exchange for
3 the Administration Expenses Payment. The Parties and their Counsel represent that they have no
4 interest or relationship, financial or otherwise, with the Administrator other than a professional
5 relationship arising out of prior experiences administering settlements.

6 7.2 Employer Identification Number. The Administrator shall have and use its own
7 Employer Identification Number for purposes of calculating payroll tax withholdings and
8 providing reports to state and federal tax authorities.

9 7.3 Qualified Settlement Fund. The Administrator shall establish a settlement fund that
10 meets the requirements of a Qualified Settlement Fund (“QSF”) under US Treasury Regulation
11 section 468B-1 for the funding of the GSA. Any interest that accrues on the GSA sums paid into
12 the QSF prior to distribution by the Administrator will become part of the NSA for distribution
13 to Participating Class Members.

14 7.4 Notice to Class Members.

15 7.4.1 Not later than fourteen (14) days after the Court grants Preliminary Approval,
16 Defendant will deliver the Class Data to the Administrator, in the form of a Microsoft
17 Excel spreadsheet. To protect Class Members’ privacy rights, the Administrator must
18 maintain the Class Data in confidence, use the Class Data only for purposes of this
19 Settlement and for no other purpose, and restrict access to the Class Data to
20 Administrator employees who need access to effect and perform under this
21 Agreement. Defendant has a continuing duty to immediately notify Class Counsel if
22 it discovers that the Class Data omitted Class Member identifying information and to
23 provide corrected or updated Class Data as soon as reasonably feasible. Without any
24 extension of the deadline by which Defendant must send the Class Data to the
25 Administrator, the Parties and their counsel will expeditiously use best efforts, in good
26 faith, to reconstruct or otherwise resolve any issues related to missing or omitted Class
27 Data.

28 7.4.2 No later than five (5) business days after receipt of the Class Data, the

1 Administrator shall notify Class Counsel that the list has been received and state the
2 number of Class Members, PAGA Employees, Workweeks and PAGA Pay Periods in
3 the Class Data. Class Counsel and Defense Counsel shall agree on the Class Notice
4 and approve of the mailing schedule.

5 7.4.3 Using best efforts to perform as soon as possible, and in no event later than
6 fourteen (14) days after receiving the Class Data, the Administrator will send to all
7 Class Members identified in the Class Data, via first-class USPS mail, the Class Notice
8 with Spanish translation substantially in the form attached to this Agreement as
9 **Exhibit A**. The first page of the Class Notice shall prominently estimate the dollar
10 amounts of any Individual Class Payment and Individual PAGA Payment (if
11 applicable) payable to the Class Member, and the number of Workweeks and PAGA
12 Pay Periods (if applicable) used to calculate these amounts. Before mailing Class
13 Notices, the Administrator shall update Class Member addresses using the National
14 Change of Address database. The Administrator shall also provide the Objection Form
15 and Request for Exclusion Form with the Class Notice, which will be provided
16 substantially in the forms attached to this Agreement as **Exhibits B and C**,
17 respectively.

18 7.4.4 Not later than five (5) calendar days after the Administrator's receipt of any Class
19 Notice returned by the USPS as undelivered, the Administrator shall re-mail the Class
20 Notice using any forwarding address provided by the USPS. If the USPS does not
21 provide a forwarding address, the Administrator shall conduct a Class Member
22 Address Search and re-mail the Class Notice to the most current address obtained. The
23 Administrator has no obligation to make further attempts to locate or send Class
24 Notice to Class Members whose Class Notice is returned by the USPS a second time.

25 7.4.5 The deadline for Class Members' written objections, challenges to Workweeks
26 and/or PAGA Pay Periods, and Requests for Exclusion will be extended for Class
27 Members whose notices are re-mailed. Class Members to whom Class Notices are
28 resent after having been returned undeliverable to the Administrator shall have their

1 deadline extended an additional fourteen (14) calendar days beyond the forty-five (45)
2 day Response Deadline. The Administrator will inform the Class Member of the
3 extended deadline with the re-mailed Class Notice.

4 7.4.6 If the Administrator, Defendant, or Class Counsel is contacted by or otherwise
5 discovers any persons who believe they should have been included in the Class Data
6 and should have received Class Notice, the Parties will expeditiously meet and confer
7 in person or by telephone, and in good faith, in an effort to agree on whether to include
8 them as Class Members. If the Parties agree, such persons will be Class Members
9 entitled to the same rights as other Class Members, and the Administrator will send,
10 via email or overnight delivery, a Class Notice requiring them to exercise options
11 under this Agreement not later than fourteen (14) days after receipt of Class Notice,
12 or the deadline dates in the Class Notice, whichever are later.

13 7.5 Requests for Exclusion (Opt-Outs).

14 7.5.1 Class Members who wish to exclude themselves from (opt out of) the Class
15 Settlement must send the Administrator, by fax, email, or USPS mail, a signed written
16 Request for Exclusion, including by using the Request for Exclusion Form attached
17 as **Exhibit C**, not later than the Response Deadline (plus an additional fourteen (14)
18 days for Class Members whose Class Notice is re-mailed). A Request for Exclusion
19 is a letter from a Class Member or the Class Member's representative that reasonably
20 communicates the Class Member's election to be excluded from the Settlement and
21 includes the Class Member's name, address, and email address or telephone number,.
22 To be valid, a Request for Exclusion must be timely faxed, emailed, or postmarked
23 by the Response Deadline. Class Members and PAGA Employees cannot opt out of
24 the PAGA portion of the Settlement.

25 7.5.2 The Administrator may reject a Request for Exclusion as invalid because it fails
26 to contain all the information specified in the Class Notice. If Class Counsel or
27 Defense Counsel object to a determination by the Administrator, the Administrator's
28 determination shall be reviewed by the Court. 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. If Class Counsel or Defense Counsel object to a determination by the Administrator, the Administrator's determination of authenticity shall be reviewed by the Court. The Court's determination 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, entitled to all benefits and bound by all terms and conditions of the Settlement, including the Participating Class Members' Release under Paragraphs 5.2 and 5.2.1 of this Agreement, regardless of 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 PAGA Employees are deemed to release the Released PAGA Claims identified in Paragraphs 5.3 and 5.3.1 of this Agreement and are eligible for an Individual PAGA Payment.

7.6 Challenges to Calculation of Workweeks. Each Class Member shall have until the Response Deadline (plus an additional fourteen (14) days for Class Members whose Class Notice is re-mailed) to challenge the number of Workweeks and/or PAGA Pay Periods 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, including by submitting a completed Objection Form, attached as **Exhibit B**. 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 and/or PAGA Pay Periods contained in the Class Notice are correct if they are consistent with the Class Data. The Administrator's determination of allocations of Workweeks and/or PAGA Pay Periods is final

1 and not appealable or otherwise susceptible to challenge. The Administrator shall promptly
2 provide Defense Counsel and Class Counsel copies of all challenges to the calculation of
3 Workweeks and/or PAGA Pay Periods and the Administrator's determination of the challenges
4 with personal information (including the names, addresses, phone numbers, and/or full or partial
5 social security numbers) redacted.

6 7.7 Objections to Settlement.

7 7.7.1 Only Participating Class Members may object to the class action components of
8 the Settlement and this Agreement, including contesting the fairness of the Settlement
9 and the amounts requested for the Class Counsel Fees Payment, Class Counsel
10 Litigation Expenses Payment, and Class Representative Service Payment.

11 7.7.2 Participating Class Members may send written Objections to the Administrator,
12 including a completed Objection Form, by fax, email, or mail no later than the
13 Response Deadline. Objections must be postmarked on or before the Response
14 Deadline. The Objection must include: (a) the case name and number; (b) the Class
15 Member's name; (c) the Class Member's address and telephone number; (e) last four
16 digits of the Class Member's Social Security number; and (f) the basis for the
17 Objection. In the alternative, Participating Class Members may appear in Court (or
18 hire an attorney to appear in Court) to present oral objections at the Final Approval
19 Hearing. A Participating Class Member who elects to send a written Objection to the
20 Administrator must do so not later than forty-five (45) days after the Administrator's
21 mailing of the Class Notice (plus an additional fourteen (14) days for Class Members
22 whose Class Notice was re-mailed).

23 7.7.3 Non-Participating Class Members have no right to object to any of the class
24 action components of the Settlement.

25 7.8 Administrator Duties. The Administrator has a duty to perform or observe all tasks to
26 be performed or observed by the Administrator set forth in this Agreement or otherwise. The
27 Administrator has a duty to utilize a unique, secure link to accept confidential class information.
28 Alternately, Defense Counsel can opt to provide the Class Data to the Administrator using its own

1 secure platform.

2 7.8.1 Website, Email Address and Toll-Free Number. The Administrator will
3 establish, maintain, and use a website to post information of interest to Class Members
4 including the date, time, and location for the Final Approval Hearing and copies of the
5 Agreement, Motion for Preliminary Approval, the Preliminary Approval, the Class
6 Notice, the Request for Exclusion Form, the Objection Form, the Motion for Final
7 Approval, and the Judgment. The Administrator will also maintain and monitor a toll-
8 free telephone number to receive Class Member calls, faxes and emails.

9 7.8.2 Requests for Exclusion (Opt-Outs). The Administrator will promptly review on
10 a rolling basis Requests for Exclusion to ascertain their validity. Not later than five (5)
11 days after the expiration of the deadline for submitting Requests for Exclusion, the
12 Administrator shall email a list to Class Counsel and Defense Counsel containing (a)
13 the number of Class Members who have timely submitted valid Requests for
14 Exclusion; (b) the number of Class Members who have submitted invalid Requests for
15 Exclusion; and (c) copies of all Requests for Exclusion submitted (whether valid or
16 invalid) with all personal contact information for opt-outs and Class Members
17 (including the names, addresses, phone numbers, and/or full or partial social security
18 numbers) redacted before they are provided to Class Counsel.

19 7.8.3 Objection Procedures. The Class Notice shall state Class Members who wish to
20 object to the Settlement may do so by submitting a written Objection, including
21 submitting the optional Objection Form, to the Administrator by the Response
22 Deadline. The postmark date will be deemed the exclusive means for determining
23 whether the mailed Objection is timely. The Administrator will promptly provide any
24 written Objection to the Parties' counsel upon receiving it with personal contact
25 information, (including the names, addresses, phone numbers, and/or full or partial
26 social security numbers) redacted and will disclose and describe the Objection(s) in a
27 supporting declaration. Class Counsel will include all Objections received and the
28 response(s) with the Final Approval motion with personal contact information

(including the names, addresses, phone numbers, and/or full or partial social security numbers) redacted. Any Class Member also has the right to have their oral or written Objections heard at the Final Approval Hearing. The Class Members are not required to appear at the Final Approval Hearing to have their Objections considered. Class Counsel will not represent any Class Members with respect to any such Objections to this Settlement. Any Class Member who requests exclusion from the Settlement will not have standing to object to the Settlement. If a Class Member objects to the Settlement, the Class Member will remain a member of the Class. If the Court approves this Settlement, the objecting Class Member will be deemed a Class Member and be bound by the terms of the Settlement and Agreement in the same way and to the same extent as a Class Member who did not object. Class Members and PAGA Employees cannot object to the PAGA portion of the Settlement.

7.8.4 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 received and/or resolved; and checks mailed for Individual Class Payments and Individual PAGA Payments (“Weekly Report”). The Weekly Reports must include the Administrator’s assessment of the validity of Requests for Exclusion and attach copies of all Requests for Exclusion and Objections received with all personal contact information (including the names, addresses, phone numbers, and/or full or partial social security numbers) redacted.

7.8.5 Administrator’s Declaration. Not later than fourteen (14) days before the date by which Plaintiff is required to file the Motion for Final Approval of the Settlement, the Administrator will provide to Class Counsel and Defense Counsel, a signed declaration suitable for filing in Court attesting to its due diligence and compliance with all of its obligations under this Agreement, including, but not limited to, its mailing of Class Notice, the Class Notices returned as undelivered, the re-mailing of

1 Class Notices, attempts to locate Class Members, the total number of Requests for
2 Exclusion it received (both valid or invalid), and the number of written Objections.
3 The Administrator will supplement its declaration as needed or requested by the
4 Parties and/or the Court. Class Counsel is responsible for filing the Administrator's
5 declaration(s) in Court. The Administrator may not sign a declaration without
6 approval of both Class Counsel and Defense Counsel.

7 7.8.6 Final Report by Settlement Administrator. Within ten (10) days after the
8 Administrator disburses all funds in the Gross Settlement Amount, the Administrator
9 will provide Class Counsel and Defense Counsel with a final report detailing its
10 disbursements by employee identification number only of all payments made under
11 this Agreement. At least fifteen (15) days before any deadline set by the Court, the
12 Administrator will prepare, and submit to Class Counsel and Defense Counsel, a
13 signed declaration suitable for filing in Court attesting to its disbursement of all
14 payments required under this Agreement. Class Counsel is responsible for filing the
15 Administrator's declaration in Court.

16 **8. DEFENDANT'S RIGHT TO WITHDRAW.** If the number of valid Requests for Exclusion
17 identified in the Exclusion List exceeds 6% of the total of all Class Members, Defendant may, but is
18 not obligated, elect to withdraw from the Settlement. The Parties agree that, if Defendant withdraws,
19 the Settlement shall be void ab initio and have no force or effect whatsoever, and neither Party will
20 have any further obligation to perform under this Agreement; provided, however, Defendant will
21 remain responsible for paying all Settlement Administration Expenses incurred to that point.
22 Defendant must notify Class Counsel and the Court of its election to withdraw not later than seven
23 (7) days after the Administrator sends the final Exclusion List to Defense Counsel; late elections will
24 have no effect.

25 **9. MOTION FOR FINAL APPROVAL.** Not later than sixteen (16) court days before the
26 calendared Final Approval Hearing, Plaintiff will file in Court a motion for final approval of the
27 Settlement that includes a request for approval of the PAGA settlement under Labor Code section
28 2699, subdivision (l), a proposed Final Approval Order and a proposed Judgment (collectively

1 “Motion for Final Approval”). Plaintiff shall provide drafts of these documents to Defense
2 Counsel prior to filing the Motion for Final Approval. Class Counsel and Defense Counsel will
3 expeditiously meet and confer in person or by telephone, and in good faith, to resolve any
4 disagreements concerning the Motion for Final Approval.

5 9.1 Response to Objections. Each Party retains the right to respond to any objection raised
6 by a Participating Class Member, including the right to file responsive documents in Court no
7 later than five (5) court days before the Final Approval Hearing, or as otherwise ordered or
8 accepted by the Court.

9 9.2 Duty to Cooperate. If the Court does not grant Final Approval or conditions Final
10 Approval on any material change to the Settlement, including the scope of release to be granted
11 by Class Members, the Parties will expeditiously work together in good faith to address the
12 Court’s concerns by revising the Agreement as necessary to obtain Final Approval. The Court’s
13 decision to award less than the amounts requested for the Service Award, Attorneys’ Fees,
14 Attorneys’ Costs, and/or Administrator Costs shall not constitute a material modification to the
15 Agreement within the meaning of this paragraph.

16 9.3 Continuing Jurisdiction of the Court. The Parties agree that, after entry of Judgment,
17 the Court will retain jurisdiction over the Parties, Action, and the Settlement solely for purposes
18 of (i) enforcing this Agreement or Judgment, (ii) addressing settlement administration matters,
19 and (iii) addressing such post-Judgment matters as are permitted by law pursuant to section 664.6
20 of the California Code of Civil Procedure.

21 9.4 Waiver of Right to Appeal. Provided the Judgment is consistent with the terms and
22 conditions of this Agreement, specifically including the Class Counsel Fees Payment and Class
23 Counsel Litigation Expenses Payment, the Parties, their respective counsel and all Participating
24 Class Members who did not object to the Settlement, waive all rights to appeal from the Judgment,
25 including all rights to post-judgment and appellate proceedings, the right to file motions to vacate
26 judgment, motions for new trial, extraordinary writs, and appeals. The waiver of appeal does not
27 include any waiver of the right to oppose such motions, writs, or appeals. If an objector appeals
28 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 Net Settlement Amount.

9.5 Appellate Court Orders to Vacate, Reverse, or Materially Modify Judgment. If the 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.

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

11. ADDITIONAL PROVISIONS.

11.1 No Admission of Liability, Class Certification or Representative Manageability for Other Purposes. This Agreement represents a compromise and settlement of highly disputed claims. Nothing in this Agreement is intended or should be construed as an admission by Defendant that any of the allegations in the Operative Complaint or in the PAGA Notice have merit or that Defendant (or any Releasee) has any liability for any claims asserted; nor is it intended or should be construed as an admission by Plaintiff that Defendant's defenses in the Action 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, grant Final Approval, or enter Judgment, Defendant reserves the right to contest certification of any class for any reason, Defendant reserves all available defenses to the claims in the Action, and Plaintiff reserves the right to move for class certification on any grounds available and to contest Defendant's defenses. The Settlement, this Agreement and Parties' willingness to settle

the Action will have no bearing on, and will not be admissible in connection with, any litigation (except for proceedings to enforce or effectuate the Settlement and this Agreement).

11.2 Confidentiality Prior to Preliminary Approval. Plaintiff, Class Counsel, Defendant, and Defense Counsel separately agree that, until the Motion for Preliminary Approval is filed, they and each of them will not disclose, disseminate, publicize, or cause or permit another person to disclose, disseminate, or publicize, any of the terms of the Agreement directly or indirectly, specifically or generally, to any person, corporation, association, government agency, or other entity except: (1) to the Parties' attorneys, accountants or spouses, all of whom will be instructed to keep this Agreement confidential; (2) to counsel in a related matter; (3) to the extent necessary to report income to appropriate taxing authorities; (4) in response to a court order or subpoena; or (5) in response to an inquiry or subpoena issued by a state or federal government agency. Each Party agrees to notify each other Party immediately of any judicial or agency order, inquiry, or subpoena seeking such information. Plaintiff, Class Counsel, Defendant, and Defense Counsel separately agree not to, directly or indirectly, initiate any conversation or other communication, before the filing of the Motion for Preliminary Approval, with any third party regarding this Agreement or the matters giving rise to this Agreement except to respond only that "the matter was resolved," or words to that effect. This paragraph does not restrict Class Counsel's communications with Class Members in accordance with Class Counsel's ethical obligations owed to Class Members.

11.3 No Solicitation. The Parties separately agree that they and their respective counsel and employees will not solicit any Class Member to opt out of or object to the Settlement or appeal from the Judgment. Nothing in this paragraph shall be construed to restrict Class Counsel's ability to communicate with Class Members in accordance with Defense Counsel and Class Counsel's ethical obligations and Class Counsel's fiduciary duties owed to Class Members.

11.4 Press and Publicity. The Parties and their counsel agree that they will not issue any press releases, initiate any contact with the press, respond to any press inquiry, publicize the Settlement, or have any communication with the press about this Action and/or facts, amount, or terms of the Settlement at any time. The Parties agree that "the press" for purposes of this section

1 includes any and all online posts or news articles. This provision shall not apply to the filing of
2 any documents with the Court or LWDA that are necessary to effectuate the Settlement, nor is it
3 intended to interfere with or restrict: (a) the Administrator from distributing the Class Notice and
4 complying with its obligation to provide information to the Class Members and/or PAGA
5 Employees; (b) the Administrator from posting any judgment on its website; and (c) Class
6 Counsel from disclosing the names of the Parties in this Action and the venue/case number of this
7 Action for purposes of proving adequacy.

8 11.5 Integrated Agreement. Upon execution by all Parties and their counsel, this Agreement
9 together with its attached exhibits shall constitute the entire agreement between the Parties
10 relating to the Settlement, superseding all memoranda of understanding, oral representations,
11 warranties, covenants, or inducements made to or by any Party.

12 11.6 Attorney Authorization. Class Counsel and Defense Counsel separately warrant and
13 represent that they are authorized by Plaintiff and Defendant, respectively, to take all appropriate
14 action required or permitted to be taken by such Parties pursuant to this Agreement to effectuate
15 its terms, and to execute any other documents reasonably required to effectuate the terms of this
16 Agreement including any amendments to this Agreement.

17 11.7 Cooperation. The Parties and their counsel will cooperate with each other and use their
18 best efforts in good faith to implement the Settlement by, among other things, modifying the
19 Settlement Agreement and submitting supplemental evidence and supplementing points and
20 authorities as requested by the Court. In the event the Parties are unable to agree upon the form
21 or content of any document necessary to implement the Settlement, or on any modification of the
22 Agreement that may become necessary to implement the Settlement, the Parties will seek the
23 assistance of the Mediator or the Court for resolution.

24 11.8 No Prior Assignments. The Parties separately represent and warrant that they have not
25 directly or indirectly assigned, transferred, encumbered, or purported to assign, transfer or
26 encumber to any person or entity any portion of any liability, claim, demand, action, cause of
27 action, or right released and discharged by the Party in this Settlement.

28 11.9 No Tax Advice. Neither Plaintiff, Class Counsel, Defendant, nor Defense Counsel are

1 providing any advice regarding taxes or taxability, nor shall anything in this Settlement be relied
2 upon as such within the meaning of United States Treasury Department Circular 230 (31 CFR
3 Part 10, as amended) or otherwise.

4 11.10 Modification of Agreement. This Agreement, and all parts of it, may be amended,
5 modified, changed, or waived only by an express written instrument signed by all Parties or their
6 representatives and approved by the Court.

7 11.11 Agreement Binding on Successors. This Agreement will be binding upon, and inure
8 to the benefit of, the successors of each of the Parties.

9 11.12 Applicable Law. All terms and conditions of this Agreement and its exhibits will be
10 governed by and interpreted according to the laws of the State of California, without regard to
11 conflict of law principles.

12 11.13 Cooperation in Drafting. The Parties have cooperated in drafting and preparing this
13 Agreement. This Agreement will not be construed against any Party on the basis that the Party
14 was the drafter or participated in the drafting.

15 11.14 Confidentiality. To the extent permitted by law, all agreements made and orders
16 entered during the Action and in this Agreement relating to the confidentiality of information
17 shall survive the execution of this Agreement.

18 11.15 Use and Return of Class Data. Information provided to Class Counsel pursuant to
19 Evidence Code section 1152, and all copies and summaries of the Class Data provided to Class
20 Counsel by Defendant in connection with the mediation, other settlement negotiations, or the
21 Settlement, may be used only with respect to this Settlement and for no other purpose, and may
22 not be used in any way that violates any existing contractual agreement, statute or the California
23 Rules of Court. Not later than ninety (90) days after the date when the Court discharges the
24 Administrator's obligation to provide a declaration confirming the final pay out of all Settlement
25 funds, Plaintiff shall destroy all paper and electronic versions of Class Data received from
26 Defendant unless, before the Court's discharge of the Administrator's obligation, Defendant
27 makes a written request to Class Counsel for the return, rather than the destruction, of Class Data.

28 11.16 Headings. The descriptive heading of any section or paragraph of this Agreement is

1 inserted for convenience of reference only and does not constitute a part of the Agreement.

2 11.17 Calendar Days. Unless otherwise noted, all references to “days” in this Agreement
3 shall be to calendar days. In the event any date or deadline set forth in this Agreement falls on a
4 weekend or federal legal holiday, such date or deadline shall be on the first business day
5 thereafter.

6 11.18 Notice. All notices, demands or other communications between the Parties in
7 connection with this Agreement will be in writing and deemed to have been duly given as of the
8 third business day after mailing by United States mail, or the day sent by email or messenger,
9 addressed as follows:

10 To Plaintiff:

11
12 Tyler J. Woods, Esq.
13 tyler.woods@wilshirelawfirm.com
14 James Yoo, Esq.
15 james.yoo@wilshirelawfirm.com
16 Heriberto Ponce, Esq.
17 eddie.ponce@wilshirelawfirm.com
18 Ruby Carrera, Esq.
19 ruby.carrera@wilshirelawfirm.com
20 **WILSHIRE LAW FIRM**
21 660 S. Figueroa Street, Sky Lobby
22 Los Angeles, California 90017
23 Telephone: (213) 381-9988
24 Facsimile: (213) 381-9989

19 To Defendant:

20 Shannon R. Finley, Esq.
21 sfinley@pettitkohn.com
22 Ethan D. Anderson, Esq.
23 eanderson@pettitkohn.com
24 **PETTIT KOHN INGRASSIA LUTZ & DOLIN PC**
25 101 Continental Blvd., Suite 820
26 El Segundo, CA 90245
27 Telephone: (310) 649--5772
28 Facsimile: (310) 649-5777

26 Paul C. Fricke, Esq.
27 paulfricke@frickebarnes.com
28 **FRICKE & BARNES LAW**
701 Palomar Airport Rd, Suite 300
Carlsbad, CA 92011
Tel: (626) 807-5524

11.19 Execution in Counterparts. This Agreement may be executed in one or more counterparts by facsimile, electronically (i.e., DocuSign), or email which for purposes of this Agreement shall be accepted as an original. All executed counterparts and each of them will be deemed to be one and the same instrument if counsel for the Parties will exchange between themselves signed counterparts. Any executed counterpart will be admissible in evidence to prove the existence and contents of this Agreement.

11.20 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 Code of Civil Procedure section 583.330 to extend the date to bring a case to trial under Code of Civil Procedure section 583.310 for the entire period of this settlement process.

11.21 Binding Agreement. The Parties intend that this Agreement shall be fully enforceable and binding upon all Parties within the provisions of Cal. Civil Proc. § 664, and that it shall be admissible and subject to disclosure in any proceeding to enforce its terms pursuant to Cal. Evid. Code §§ 1122(a)(1) and 1123(b), notwithstanding the confidentiality provisions that otherwise might apply under federal or state law. The Parties further agree and intend that the Los Angeles County Superior Court may enforce this Agreement pursuant to Code of Civil Procedure § 664.6.

[SIGNATURES ON NEXT PAGE]

1 By the Parties:

2
3 Dated: _____

Plaintiff Liam Anderson

4
5 Dated: 08/17/2026

Hisashi Que Miyamoto

Defendant Taiheiyo Corporation

7 By: Hisashi Que Miyamoto

8 Position: CFO

9 Approved by counsel:

10
11 Dated:

WILSHIRE LAW FIRM

12 By: _____

Tyler J. Woods

James Yoo

Eddie Ponce

Ruby Carrera

Attorneys for Plaintiff Liam Anderson

13
14
15
16 Dated: August 17, 2026

PETTIT KOHN INGRASSIA LUTZ & DOLIN PC

17
18 By:  _____

Shannon R. Finley

Ethan D. Anderson

Attorneys for Defendant Taiheiyo Corporation

19
20
21 Dated: 08/24/2026

FRICKE & BARNES LAW

22
23 By: *Paul Fricke* _____

Paul C. Fricke

Attorneys for Defendant Taiheiyo Corporation

By the Parties:

Dated: 7/15/2026

DocuSigned by:



Plaintiff Liam Anderson

Dated: _____

Defendant Taiheiyo Corporation

By: _____

Position: _____

Approved by counsel:

Dated: July 15, 2026

WILSHIRE LAW FIRM

By: _____

Tyler J. Woods

James Yoo

Eddie Ponce

Ruby Carrera

Attorneys for Plaintiff Liam Anderson

Dated: _____

PETTIT KOHN INGRASSIA LUTZ & DOLIN PC

By: _____

Shannon R. Finley

Ethan D. Anderson

Attorneys for Defendant Taiheiyo Corporation

Dated: _____

FRICKE & BARNES LAW

By: _____

Paul C. Fricke

Attorneys for Defendant Taiheiyo Corporation

EXHIBIT A

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

Liam Anderon v. Taiheiyo Corporation
Case No. 24STCV25277 (Los Angeles County Superior Court)

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

You may be eligible to receive money from an employee class action lawsuit (“Action”) against Taiheiyo Corporation (“Taiheiyo”) for alleged wage and hour violations. The Action was filed by former Taiheiyo employee Liam Anderson (“Plaintiff”) and seeks payment of (1) back wages and other relief for all current and former hourly employees who worked for Taiheiyo during the Class Period from September 30, 2020, to December 31, 2025 (“Class Members”); and (2) penalties under the California Private Attorneys General Act (“PAGA”), Lab. Code § 2698, *et seq.*, for all current and former hourly employees who worked for Taiheiyo during the PAGA Period (April 1, 2024, to December 31, 2025) (“Aggrieved Employees”).

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

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

The above estimates are based on Taiheiyo’s records showing that **you worked [REDACTED] workweeks** during the Class Period and **you worked [REDACTED] pay periods** during the PAGA Period. If you believe that you worked more workweeks during the Class Period and/or pay periods during the PAGA Period, you can submit a challenge by the deadline date. See Section IV of this Notice.

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

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

- (1) **Do Nothing.** You don’t have to do anything to participate in the proposed Settlement and be eligible for an Individual Class Payment and/or an Individual PAGA Payment. As a

Participating Class Member, though, you will give up your right to assert Class Period wage claims against Taiheiyō.

- (2) **Opt Out of the Class Settlement.** You can exclude yourself from the Class Settlement (opt out) by submitting the written Request for Exclusion or otherwise notifying the Administrator in writing. If you opt out of the Settlement, you will not receive an Individual Class Payment. You will, however, preserve your right to personally pursue Class Period wage claims against Taiheiyō, and, if you are an Aggrieved Employee, remain eligible for an Individual PAGA Payment. You cannot opt out of the PAGA portion of the proposed Settlement.

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

SUMMARY OF YOUR LEGAL RIGHTS AND OPTIONS IN THIS SETTLEMENT	
You Don't Have to Do Anything to Participate in the Settlement	If you do nothing, you will be a Participating Class Member, eligible for an Individual Class Payment and an Individual PAGA Payment (if any). In exchange, you will give up your right to assert the wage claims against Taiheiyō that are covered by this Settlement ("Released Claims").
You Can Opt Out of the Class Settlement but not the PAGA Settlement The Opt-Out Deadline is [REDACTED]	If you don't want to fully participate in the proposed Settlement, you can opt out of the Class Settlement by sending the Administrator a written Request for Exclusion. Once excluded, you will be a Non-Participating Class Member and no longer eligible for an Individual Class Payment. Non-Participating Class Members cannot object to any portion of the proposed Settlement. See Section VI of this Notice. You cannot opt out of the PAGA portion of the proposed Settlement. Taiheiyō must pay Individual PAGA Payments to all Aggrieved Employees, and the Aggrieved Employees must give up their rights to pursue Released Claims (defined below).
Participating Class Members Can Object to the Class Settlement but not the PAGA Settlement Written Objections Must be Submitted by [REDACTED]	All Class Members who do not opt out ("Participating Class Members") can object to any aspect of the proposed Settlement. The Court's decision whether to finally approve the Settlement will include a determination of how much will be paid to Class Counsel and Plaintiff who pursued the Action on behalf of the Class. You are not personally responsible for any payments to Class Counsel or Plaintiff, but every dollar paid to Class Counsel and Plaintiff reduces the overall amount paid to Participating Class Members. You can object to the amounts requested by Class Counsel or Plaintiff if you think they are unreasonable. See Section VII of this Notice.
You Can Participate in the [REDACTED] Final Approval Hearing	The Court's Final Approval Hearing is scheduled to take place on [REDACTED]. You don't have to attend but you do have the right to appear (or hire an attorney to appear on your behalf at your own cost), in person, by telephone or by using the Court's virtual appearance platform. Participating Class Members can object to the Class

	Settlement, virtually or in person, at the Final Approval Hearing. See Section VIII of this Notice.
You Can Challenge the Calculation of Your Workweeks/Pay Periods Written Challenges Must be Submitted by [REDACTED]	The amounts of your Individual Class Payment and Individual PAGA Payment (if any) depend on how many workweeks you worked at least one day during the Class Period and how many pay periods you worked at least one day during the PAGA Period, respectively. The number of Class Period workweeks and number of PAGA Period pay periods you worked according to Taiheiyo's records are stated on the first page of this Notice. If you disagree with the number of Class Period Workweeks, you must challenge it by [REDACTED]. See Section IV of this Notice.

I. WHAT IS THE ACTION ABOUT?

Plaintiff is a former Taiheiyo employee. The Action accuses Taiheiyo of violating California labor laws by failing timely to pay (e.g., overtime wages, minimum wages, and wages due upon termination), and failing to provide (e.g., meal periods, rest periods, reimbursement for business expenses, and accurate itemized wage statements). Based on the same claims, Plaintiff has also asserted a claim for unfair business practices under the Unfair Competition Law ("UCL"), Bus. & Prof. Code § 17200, *et seq.*, and a claim for civil penalties under PAGA.

Plaintiff is represented by Tyler J. Woods of Wilshire Law Firm in the Action.

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

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

So far the Court has made no determination whether Taiheiyo or Plaintiff is correct on the merits. In the meantime, Plaintiff and Taiheiyo hired an experienced, neutral mediator in an effort to resolve the Action by negotiating an agreement (settle the case) rather than continuing the expensive and time-consuming process of litigation. The negotiations were successful. By signing a settlement agreement and agreeing to ask the Court to enter a judgment ending the Action, Plaintiff and Taiheiyo have negotiated a proposed Settlement that is subject to the Court's final approval. Both sides agree the proposed Settlement is a compromise of disputed claims. By agreeing to settle, Taiheiyo does not admit any violations or concede the merit of any claims. Plaintiff and Class Counsel strongly believe the Settlement is a good deal for you because they believe that: (1) Taiheiyo has agreed to pay a fair, reasonable, and adequate amount considering the strength of the claims and the risks and uncertainties of continued litigation; and (2) settlement is in the best interests of the Class Members. The Court preliminarily approved the proposed Settlement as fair, reasonable and adequate, authorized this Notice, and scheduled a hearing to determine Final Approval.

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

1. Taiheiyo Will Pay \$700,000 as the Gross Settlement Amount ("Gross Settlement"). Taiheiyo has agreed to deposit the Gross Settlement into an account controlled by the Administrator of the

Settlement. The Administrator will use the Gross Settlement to pay the Individual Class Payments, Individual PAGA Payments, a Class Representative Service Payment, Class Counsel's attorneys' fees and expenses, the Administrator's expenses, and penalties to be paid to the LWDA. Assuming the Court grants Final Approval, Taiheiyo will fund the Gross Settlement not more than [14] days after the Judgment entered by the Court becomes final. The Judgment will be final on the date the Court enters judgment, or a later date if Participating Class Members object to the proposed Settlement or the Judgment is appealed.

2. Court Approved Deductions from Gross Settlement. At the Final Approval Hearing, Class Counsel will ask the Court to approve the following deductions from the Gross Settlement, the amounts of which will be decided by the Court:
 - A. Up to \$ [REDACTED] ([REDACTED] % of the Gross Settlement) to Class Counsel for attorneys' fees and up to \$ [REDACTED] for their litigation expenses. To date, Class Counsel have worked and incurred expenses on the Action without payment.
 - B. Up to \$ [REDACTED] to Plaintiff as a Class Representative Award for filing the Action, working with Class Counsel and representing the Class. A Class Representative Award will be the only monies Plaintiff will receive other than Plaintiff's Individual Class Payment and any Individual PAGA Payment.
 - C. Up to \$ [REDACTED] to the Administrator for services administering the Settlement.
 - D. Up to \$ [REDACTED] for PAGA penalties, allocated [75%/65%] to the LWDA and [25%/35%] to Individual PAGA Payments to Aggrieved Employees based on their pay periods during the PAGA Period.

Participating Class Members have the right to object to any of these deductions except the PAGA Penalties. The Court will consider all objections.

3. Net Settlement Distributed to Class Members. After making the above deductions in amounts approved by the Court, the Administrator will distribute the rest of the Gross Settlement (the "Net Settlement") by making Individual Class Payments to Participating Class Members based on their Class Period Workweeks.
4. Taxes Owed on Payments to Class Members. Plaintiff and Taiheiyo are asking the Court to approve an allocation of [REDACTED] % of each Individual Class Payment to taxable wages ("Wage Portion") and [REDACTED] % to (e.g., interest, etc.) ("Non-Wage Portion"). The Wage Portion is subject to withholdings and will be reported on IRS W-2 Forms. Taiheiyo will separately pay employer payroll taxes it owes on the Wage Portion. The Individual PAGA Payments are counted as penalties rather than wages for tax purposes. The Administrator will report the Individual PAGA Payments and the Non-Wage Portions of the Individual Class Payments on IRS 1099 Forms.

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

5. Need to Cash Payment Checks Promptly. The front of every check issued for Individual Class Payments and Individual PAGA Payments will show the date when the check expires (the void date). If you don't cash it by the void date, your check will be automatically cancelled, and the monies [will be deposited with the California Controller's Unclaimed Property Fund in your name] [will irrevocably be lost to you because they will be paid to a non-profit organization or foundation].

[If the monies represented by your check is sent to the Controller's Unclaimed Property Fund, you should consult the rules of the fund for instructions on how to retrieve your money.]

6. Requests for Exclusion from the Class Settlement (Opt-Outs). You will be treated as a Participating Class Member, participating fully in the Class Settlement, unless you notify the Administrator in writing, not later than [REDACTED], that you wish to opt out. The easiest way to notify the Administrator is to send a written and signed Request for Exclusion by the [REDACTED] Response Deadline. The Request for Exclusion should be a letter from the Class Member or Class Member's representative setting forth the Class Member's name, present address, telephone number, and a simple statement electing to be excluded from the Settlement. Class Members who opt out will not receive Individual Class Payments, but will preserve their rights to personally pursue wage and hour claims against Taiheiyo.

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

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

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

All Participating Class Members, on behalf of themselves and their respective former and present representatives, agents, attorneys, heirs, administrators, successors, and assigns, release the Released Parties from all claims arising during the Class Period that were alleged, or reasonably could have been alleged, based on the facts and allegations in the Operative Complaint, including: (i) failure to pay minimum wages, contractual straight-time wages, and wages at the proper regular rate of pay for all work performed; (ii) failure to pay wages for off-the-clock work; (iii) failure to pay all overtime and double time wages (including failure to pay overtime, double time, meal/rest premiums, and/or sick time wages at the correct regular rate of pay); (iv) failure to provide compliant meal periods; (v) failure to provide compliant rest periods; (vi) failure to pay premiums (or correct premiums) for non-compliant meal and rest periods; (vii) failure to pay sick pay; (viii) failure to include bonuses or other incentive compensation in the regular rate of pay calculation or to weight wage rates properly when calculating the regular rate of pay, bonus, and incentive pay; (ix) failure timely to pay wages due at termination and during employment; (x) failure to provide accurate, itemized wage statements; (xi) failure to pay employees two times per month or timely during employment; and (xii) all claims under Labor Code sections 201, 202, 203, 204, 210, 221, 226, 226(a), 226(b), 226(e), 226(h), 226.3, 226.7, 227.3, 246, 510, 512, 512(a), 551, 552, 558, 1030, 1031, 1032, 1033, 1034, 1174(d), 1174.5, 1194, 1197, 1197.1, 1198, 2800, 2801, and 2802, as well as claims for unfair competition/unfair business practices under the Unfair Competition Laws, Business & Professions Code sections 17200, *et seq.* based on any of the foregoing alleged failures/claims. (“Released Class Claims”)

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

The Aggrieved Employees’ Release is as follows:

All Aggrieved Employees, including Non-Participating Class Members who are Aggrieved Employees, are deemed to release, on behalf of themselves and their respective former and present representatives, agents, attorneys, administrators, successors, and assigns, the Released Parties from all claims for civil penalties under the California Private Attorneys General Act of 2004 (“PAGA”), Labor Code sections 2698 *et seq.*, arising during the PAGA Period that were alleged, or reasonably could have been alleged, based on the facts and allegations in the Operative Complaint and the PAGA Notice: (i) failure to pay minimum wages, contractual straight-time wages, and wages at the proper regular rate of pay for all work performed; (ii) failure to pay wages for off-the-clock work; (iii) failure to pay all overtime and double time wages (including failure to pay overtime, double time, meal/rest premiums, and/or sick time wages at the correct regular rate of pay); (iv) failure to provide compliant meal periods; (v) failure to provide compliant rest periods; (vi) failure to pay premiums (or correct premiums) for non-compliant meal and rest periods; (vii) failure to pay sick pay; (viii) failure to include bonuses or other incentive compensation in the regular rate of pay calculation or to weight wage rates properly when calculating the

regular rate of pay, bonus, and incentive pay; (ix) failure timely to pay wages due at termination and during employment; (x) failure to provide accurate, itemized wage statements; (xi) failure to pay employees two times per month or timely during employment; and (xii) all claims under Labor Code sections 201, 202, 203, 204, 210, 221, 226, 226(a), 226(b), 226(e), 226(h), 226.3, 226.7, 227.3, 246, 510, 512, 512(a), 551, 552, 558, 1030, 1031, 1032, 1033, 1034, 1174(d), 1174.5, 1194, 1197, 1197.1, 1198, 2800, 2801, 2802, and 2699.

IV. HOW WILL THE ADMINISTRATOR CALCULATE MY PAYMENT?

1. Individual Class Payments. The Administrator will calculate Individual Class Payments by (a) dividing the Net Settlement Amount by the total number of Workweeks worked by all Participating Class Members, and (b) multiplying the result by the number of Workweeks worked by each individual Participating Class Member.
2. Individual PAGA Payments. The Administrator will calculate Individual PAGA Payments by (a) dividing \$ [REDACTED] by the total number of PAGA Period pay periods worked by all Aggrieved Employees and (b) multiplying the result by the number of PAGA Period pay periods worked by each individual Aggrieved Employee.
3. Workweek Challenges. The number of Workweeks you worked during the Class Period, as recorded in Taiheiyo's records, is stated in the first page of this Notice. You have until [REDACTED] to challenge the number of Workweeks credited to you. You can submit your challenge by signing and sending a letter to the Administrator via mail, email or fax. Section IX of this Notice has the Administrator's contact information.

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

V. HOW WILL I GET PAID?

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

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

VI. HOW DO I OPT OUT OF THE CLASS SETTLEMENT?

To opt out of the Class Action Settlement, submit a written and signed letter with your name, present address, telephone number, and a simple statement that you do not want to participate in the Settlement. The Administrator will exclude you based on any writing communicating your request be excluded. Be sure to personally sign your request, identify the Action as *Liam Anderon v. Taiheiyo Corporation* (Case No. 24STCV25277), and include your identifying information (full name, address, telephone number, approximate dates of employment, and Social Security number for verification purposes). You must make the request yourself. If someone else makes the request for you, it will not be valid. **You must send your request to be excluded to the Administrator by [REDACTED], or it will be invalid.** Section IX of the Notice has the Administrator's contact information.

VII. HOW DO I OBJECT TO THE SETTLEMENT?

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

A Participating Class Member who disagrees with any aspect of the Settlement or the Motion for Final Approval may wish to object, for example, that the proposed Settlement is unfair, or that the amounts requested by Class Counsel or Plaintiff are too high or too low. **The deadline for sending written objections to the Administrator is [REDACTED].** Be sure to tell the Administrator what you object to, why you object, and any facts that support your objection. Make sure you identify the Action as *Liam Anderon v. Taiheiyo Corporation* (Case No. 24STCV25277) and include your name, current address, telephone number, and approximate dates of employment for Taiheiyo and sign the objection. Section IX of this Notice has the Administrator's contact information.

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

VIII. CAN I ATTEND THE FINAL APPROVAL HEARING?

You can, but don't have to, attend the Final Approval Hearing on [REDACTED] at [REDACTED] in Department [REDACTED] of the Los Angeles Superior Court, located at 312 North Spring Street, Los Angeles, CA 90012. At the hearing, the judge will decide whether to grant Final Approval of the Settlement and how much of the Gross Settlement will be paid to Class Counsel, Plaintiff, and the Administrator. The Court will invite comment from objectors, Class Counsel, and Defense Counsel before making a decision. You can attend (or hire a lawyer to attend) either personally or virtually via

LACourtConnect (<https://www.lacourt.ca.gov/pages/lp/lacc-welcome>). Check the Court's website for the most current information.

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

IX. HOW CAN I GET MORE INFORMATION?

The settlement agreement sets forth everything Taiheiyo and Plaintiff have promised to do under the proposed Settlement. The easiest way to read the settlement agreement, the Judgment or any other settlement documents is to go to www.XXX.com.

You can also telephone or send an email to Class Counsel or the Administrator using the contact information listed below, or consult the Superior Court website by going to (<https://www.lacourt.ca.gov/paos/v2web3/DocumentImages>) and entering the Case Number for the Action, Case No. 24STCV25277. You can also make an appointment to personally review court documents in the Clerk's Office at the Stanley Mosk Courthouse by calling (213) 830-0800.

DO NOT TELEPHONE THE COURT TO OBTAIN INFORMATION ABOUT THE SETTLEMENT

Class Counsel:

Tyler J. Woods
tyler.woods@wilshirelawfirm.com
Wilshire Law Firm
660 S. Figueroa St., Sky Lobby
Los Angeles, California 90017
Telephone: (213) 381-9988

Settlement Administrator:

Name of Company: Phoenix Class Action Administrative Solutions
Email Address:
Mailing Address:
Telephone:
Fax Number:

X. WHAT IF I LOSE MY SETTLEMENT CHECK?

If you lose or misplace your settlement check before cashing it, the Administrator will replace it as long as you request a replacement before the void date on the face of the original check. If your check is already void, [you should consult the Unclaimed Property Fund for instructions on how to retrieve the funds] [you will have no way to recover the money].

XI. WHAT IF I CHANGE MY ADDRESS?

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

REQUEST FOR EXCLUSION FORM

Liam Anderon v. Taiheiyo Corporation
24STCV25277 (Los Angeles County Superior Court)

IF YOU WANT TO BE INCLUDED IN THIS CLASS ACTION SETTLEMENT AND RECEIVE AN INDIVIDUAL CLASS SETTLEMENT PAYMENT, DO NOT FILL OUT THIS FORM.

If you do not want to be included in this class action settlement, and do not want to receive an individual class settlement payment, complete, date, and sign this form and send it back to the Settlement Administrator, which must be timely faxed, emailed, or postmarked no later than [45 days after Class Notice is Mailed]. You can send this form to the Settlement Administrator at:

Phoenix Class Action Administrative Solutions
Liam Anderon v. Taiheiyo Corporation

[ADDRESS]

[EMAIL]

[FAX NUMBER]

If you submit this Request for Exclusion form, you will **not** receive an individual class settlement payment under the class action portion of the Settlement, and you will not be bound by the release set forth in the Settlement if the Court grants final approval of the Settlement. You will be excluded from the class action portion of the Settlement, and will not be a Class Member.

If you are entitled to receive a share of the PAGA Penalties, you will receive your individual PAGA settlement payment even if you elect to exclude yourself from the class action portion of the Settlement. The employees who are entitled to receive a share of the PAGA Penalties are those who meet the following definition: all persons currently or formerly employed by Defendants, or any of them, either directly or through any subsidiary, staffing agency, or professional employer organization, as hourly-paid, non-exempt employees during the PAGA Period (April 1, 2021, through May 31, 2024).

Defendants include the following entities: Coupang Global LLC, Gary D. Nelson Associates, Inc., PSG Oldco, LLC, Partners Personnel – Management Services, LLC, TEG Staffing, Inc. dba Eastridge Workforce Solutions, Volt Information Sciences Inc., and Volt Management Corp.

By completing, signing, and returning this form, you are confirming your agreement with the following statement:

I have received notice of the proposed Settlement in this consolidated class action lawsuit, and I wish to be excluded from the class settlement. I understand by requesting exclusion from the class settlement, I will not receive any money from the class settlement, but I will retain whatever individual rights I may have, if any, to pursue a claim against the Defendants with respect to the class claims raised in the above-referenced lawsuit.

Your Name: _____

Street Address: _____

City, State, Zip Code: _____

Telephone Number, Including Area Code: _____

Last four digits of Social Security Number: XXX-XX-_____

QUESTIONS? CALL 1-800-XXX-XXXX TOLL FREE

Date: _____

Signature: _____

OBJECTION FORM

Liam Anderon v. Taiheiyo Corporation
24STCV25277 (Los Angeles County Superior Court)

If you want to object to the Class Settlement, complete, date, and sign this form and send it back to the Settlement Administrator. For the written objection to be considered timely, it must be faxed, emailed, or postmarked to the Administrator no later than [45 days after Class Notice is Mailed]. You can send this form to the Settlement Administrator at:

[ADMINISTRATOR NAME]

Liam Anderon v. Taiheiyo Corporation

[ADDRESS]

[EMAIL]

[FAX NUMBER]

If you choose, you may object to the proposed Settlement. The Court will consider your objection before deciding whether to grant final approval of the Class Action Settlement. By objecting, you are requesting that the Court *not* grant final approval of Settlement. If you are concerned that the settlement terms are unfair, you may submit an objection for the Court's review. The Court may or may not agree with your objection. Objecting to the Settlement will not exclude you from the Settlement, and if the Court grants final approval to the Settlement, you will get your individual class settlement payment and the release of claims will apply to you.

If you wish to object to the Settlement, you may complete this Objection form and state the basis for your objection, or you may write your objection in any other written format you choose. Alternatively, you may appear at the Final Approval Hearing and make your objection to the Court regardless of whether you submit a written objection. Send the completed Objection form or other written statement, along with legal briefs or other documents that support your objection, if any, by sending it to the Settlement Administrator no later than [45 days after Class Notice is Mailed].

Your Name: _____

Street Address: _____

City, State, Zip Code: _____

Telephone Number, Including Area Code: _____

Last four digits of Social Security Number: XXX-XX-_____

Date: _____

Signature: _____

EXHIBIT 3



Outlook

Thank you for your Proposed Settlement Submission

From no-reply@formassembly.com <no-reply@formassembly.com>

Date Wed 9/16/2026 9:33 AM

To Giancarlo Recinos' Team <Giancarlorecinosteam@wilshirelawfirm.com>

09/16/2026 09:33:10 AM

Thank you for your submission to the Labor and Workforce Development Agency.

Item submitted: Proposed Settlement

On 09/16/2026 09:33:10 AM your Proposed Settlement was successfully processed for case number LWDA-CM-1089714-25

If you have questions or concerns regarding this submission or your case, please send an email to pagainfo@dir.ca.gov.

DIR PAGA Unit on behalf of
Labor and Workforce Development Agency

Website: [https://nam12.safelinks.protection.outlook.com/?](https://nam12.safelinks.protection.outlook.com/?url=http%3A%2F%2Flabor.ca.gov%2FPrivate+Attorneys+General+Act.htm&data=05%7C02%7Cdariane.rose%40wilshirelawfirm.com%7Cd8f1bcbe418d440aa3c708df14103aa9%7C9ada260a4f194da187b814d372333753%7C1%7C0%7C639251732106912361%7CUnknown%7CTWFpbGZsb3d8eyJFbXB0eU1hcGkiOnRydWUsIlYiOiIwLjAuMDAwMCIsIlAiOiJXaW4zMtIsIklFOljoITWFpbGlldUljoyfQ%3D%3D%7C0%7C%7C%7C&data=2P%2FV8Nh49by29vD5vylC2%2Fvtg0Vb0q2VDx2PceERD7k%3D&reserved=0)

[url=http%3A%2F%2Flabor.ca.gov%2FPrivate Attorneys General Act.htm&data=05%7C02%7Cdariane.rose%40wilshirelawfirm.com%7Cd8f1bcbe418d440aa3c708df14103aa9%7C9ada260a4f194da187b814d372333753%7C1%7C0%7C639251732106912361%7CUnknown%7CTWFpbGZsb3d8eyJFbXB0eU1hcGkiOnRydWUsIlYiOiIwLjAuMDAwMCIsIlAiOiJXaW4zMtIsIklFOljoITWFpbGlldUljoyfQ%3D%3D%7C0%7C%7C%7C&data=2P%2FV8Nh49by29vD5vylC2%2Fvtg0Vb0q2VDx2PceERD7k%3D&reserved=0](http%3A%2F%2Flabor.ca.gov%2FPrivate+Attorneys+General+Act.htm&data=05%7C02%7Cdariane.rose%40wilshirelawfirm.com%7Cd8f1bcbe418d440aa3c708df14103aa9%7C9ada260a4f194da187b814d372333753%7C1%7C0%7C639251732106912361%7CUnknown%7CTWFpbGZsb3d8eyJFbXB0eU1hcGkiOnRydWUsIlYiOiIwLjAuMDAwMCIsIlAiOiJXaW4zMtIsIklFOljoITWFpbGlldUljoyfQ%3D%3D%7C0%7C%7C%7C&data=2P%2FV8Nh49by29vD5vylC2%2Fvtg0Vb0q2VDx2PceERD7k%3D&reserved=0)

EXHIBIT 4



CASE ASSUMPTIONS

Class Members	159
Opt Out Rate	1%
Opt Outs Received	2
Total Class Claimants	157
Subtotal Admin Only	\$8,295.00

Not-to-Exceed Total \$8,295.00
For 159 Class Members

Pricing Good for Scope of Estimate Only

April 13, 2026

Case: Taiheiyo Corporation (Anderson) Opt-Out Admin wTranslation x 2

Phoenix Contact: Jodey Lawrence
 Contact Number: 949.566.1455
 Email: Jodey@phoenixclassaction.com

Requesting Party: Coley Hayes
 Firm: Wilshire Law Firm, PLC
 Direct Tel: (213) 381-9988 Ext. 815
 Email: coley.hayes@wilshirelawfirm.com

Assumptions and Estimate are based on information provided by counsel. If class size changes, PHX will need to adjust this Estimate accordingly.
 Estimate is based on 159 Class Members. Class data **Must** be sent in Microsoft Excel or uploaded in the same format. Class Data Must be sent in one spreadsheet, with no additional programming needed. A rate of \$150 per hour will be charged for any additional analysis or programming. Pricing good for 90 days.

Case & Database Setup / Toll Free Setup & Call Center / NCOA (USPS)			
Administrative Tasks:	Rate	Hours/Units	Line Item Estimate
Programming Manager	\$125.00	2	\$250.00
Programming Database & Setup	\$125.00	2	\$250.00
Toll Free Setup*	\$132.10	1	\$132.10
Call Center & Long Distance	\$1.95	5	\$9.75
NCOA (USPS)	\$102.00	2	\$204.00
			54.00
		Total	\$845.85

* Up to 120 days after disbursement

Data Merger & Scrub / Notice Packet, Opt-Out Form & Postage / Translation / Reporting			
Project Action	Rate	Hours/Units	Line Item Estimate
Notice Packet Formatting	\$125.00	3	\$375.00
Data Merge & Duplication Scrub	\$0.50	159	\$79.50
Notice Packet & Opt-Out Form	\$1.25	159	\$198.75
Estimated Postage (up to 2 oz.)*	\$0.74	159	\$117.66
Static Website	\$200.00	1	\$200.00
Language Translation	\$1,000.00	2	\$2,000.00
		Total	\$2,970.91

* Prices good for 90 days. Subject to change with the USPS Rate or change in Notice pages or Translation, if any.



PHOENIX

CLASS ACTION ADMINISTRATION SOLUTIONS

Skip Tracing & Remailing Notice Packets / Tracking & Programming Undeliverables

Project Action:	Rate	Hours/Units	Line Item Estimate
Case Associate	\$55.00	1	\$55.00
Skip Tracing Undeliverables	\$1.00	16	\$15.90
Remail Notice Packets	\$1.25	16	\$19.88
Estimated Postage	\$0.74	16	\$11.77
Programming Undeliverables	\$50.00	1	\$50.00
Total			\$152.54

Database Programming / Processing Opt-Outs, Deficiencies or Disputes

Project Action:	Rate	Hours/Units	Line Item Estimate
Programming Claims Database	\$135.00	1	\$135.00
Non Opt-Out Processing	\$200.00	1	\$200.00
Case Associate	\$55.00	1	\$55.00
Opt-Outs/Deficiency/Dispute Letters	\$10.00	3	\$30.00
Case Manager	\$85.00	1	\$85.00
Total			\$505.00

Calculation & Disbursement Programming/ Create & Manage QSF/ Mail Checks

Project Action:	Rate	Hours/Units	Line Item Estimate
Programming Calculations	\$125.00	2	\$250.00
Disbursement Review	\$125.00	2	\$250.00
Programming Manager	\$125.00	2	\$250.00
QSF Bank Account & EIN	\$125.00	1	\$125.00
Check Run Setup & Printing	\$125.00	2	\$250.00
Mail Class Checks *	\$1.00	157	\$157.41
Estimated Postage	\$0.74	157	\$116.48
Total			\$1,398.89

* Checks are printed on 8.5 x 11 in. sheets with W2/1099 Tax Filing



PHOENIX

CLASS ACTION ADMINISTRATION SOLUTIONS

Tax Reporting & Reconciliation / Re-Issuance of Checks / Conclusion Reports and Declarations

Project Action:	Rate	Hours/Units	Line Item Estimate
Case Supervisor	\$125.00	3	\$375.00
Remail Undeliverable Checks (Postage Included)	\$1.50	8	\$11.81
Case Associate	\$55.00	3	\$165.00
Reconcile Uncashed Checks	\$95.00	2	\$190.00
Conclusion Reports	\$110.00	2	\$220.00
Case Manager Conclusion	\$85.00	2	\$170.00
Final Reporting & Declarations	\$125.00	2	\$250.00
IRS & QSF Annual Tax Reporting * (1 State Tax Reporting Included)	\$1,040.00	1	\$1,040.00
Total			\$2,421.81

* All applicable California State & Federal taxes, which include SUI, ETT, and SDI, and FUTA filings. Additional taxes are Defendant's responsibility.

Estimate Total: \$8,295.00



TERMS AND CONDITIONS

Provisions: The case estimate is in good faith and does not cover any applicable taxes and fees. The estimate does not make any provision for any services or class size not delineated in the request for proposal or stipulations. Proposal rates and amounts are subject to change upon further review, with Counsel/Client, of the Settlement Agreement. Only pre-approved changes will be charged when applicable. No modifications may be made to this estimate without the approval of PSA (Phoenix Settlement Administrators). All notifications are mailed in English language only unless otherwise specified. Additional costs will apply if translation into other language(s) is required. Rates to prepare and file taxes are for Federal and California State taxes only. Additional charges will apply if multiple state tax filing(s) is required. **Pricing is good for ninety (90) days.**

Data Conversion and Mailing: The proposal assumes that data provided will be in ready-to-use condition and that all data is provided in a single, comprehensive Excel spreadsheet. PSA cannot be liable for any errors or omissions arising due to additional work required for analyzing and processing the original database. A minimum of two (2) business days is required for processing prior to the anticipated mailing date with an additional two (2) business days for a National Change of Address (NCOA) update. Additional time may be required depending on the class size, necessary translation of the documents, or other factors. PSA will keep counsel apprised of the estimated mailing date.

Claims: PSA's general policy is to not accept claims via facsimile. However, in the event that facsimile filing of claims must be accepted, PSA will not be held responsible for any issues and/or errors arising out of said filing. Furthermore, PSA will require disclaimer language regarding facsimile transmissions. PSA will not be responsible for any acts or omissions caused by the USPS. PSA shall not make payments to any claimants without verified, valid Social Security Numbers. All responses and class member information are held in strict confidentiality. Additional class members are \$10.00 per opt-out.

Payment Terms: All postage charges and 50% of the final administration charges are due at the commencement of the case and will be billed immediately upon receipt of the data and/or notice documents. PSA bills are due upon receipt unless otherwise negotiated and agreed to with PSA by Counsel/Client. In the event the settlement terms provide that PSA is to be paid out of the settlement fund, PSA will request that Counsel/Client endeavor to make alternate payment arrangements for PSA charges that are due at the onset of the case. The entire remaining balance is due and payable at the time the settlement account is funded by Defendant, or no later than the time of disbursement. Amounts not paid within thirty (30) days are subject to a service charge of 1.5% per month or the highest rate permitted by law.

Tax Reporting Requirements

PSA will file the necessary tax returns under the EIN of the QSF, including federal and state returns. Payroll tax returns will be filed if necessary. Under the California Employment Development Department, all taxes are to be reported under the EIN of the QSF with the exception of the following taxes: Unemployment Insurance (UI) and Employment Training Tax (ETT), employer-side taxes, and State Disability Insurance (SDI), an employee-side tax. These are reported under Defendant's EIN. Therefore, to comply with the EDD payroll tax filing requirements we will need the following information:

1. Defendant's California State ID and Federal EIN.
2. Defendant's current State Unemployment Insurance (UI) rate and Employment Training Tax (ETT) rate. This information can be found in the current year DE 2088, Notice of Contribution Rates, issued by the EDD.
3. Termination dates of the class members, or identification of current employee class members, so we can account for the periods that the wages relate to for each class member.
4. An executed Power of Attorney (Form DE 48) from Defendant. This form is needed so that we may report the UI, SDI, and ETT taxes under Defendant's EIN on their behalf. If this form is not provided we will work with the EDD auditors to transfer the tax payments to Defendant's EIN.
5. Defendant is responsible for reporting the SDI portion of the settlement payments on the class member's W-2. PSA will file these forms on Defendant's behalf for an additional fee and will issue an additional W-2 for each class member under Defendant's EIN, as SDI is reported under Defendant's EIN rather than the EIN of the QSF. The Power of Attorney (Form DE 48) will be needed in order for PSA to report SDI payments.