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

ANDREA C. BONILLA, individually, and
on behalf of all others similarly situated,

Plaintiff,

vs.

DRIVEN BRAND SHARED SERVICES,
LLC, a limited liability company; and DOES
1 through 10, inclusive,

Defendants

Case No.: 25STCV15648

REPRESENTATIVE ACTION

**PLAINTIFF’S NOTICE OF MOTION AND
MOTION FOR APPROVAL OF PAGA
SETTLEMENT**

[Filed with (1) the Declaration of Kane Moon, (2) the Declaration of Plaintiff, (3) the Declaration of Lisa Mullins, (4) [Proposed] PAGA Approval Order, and (5) [Proposed] Judgment]

PAGA APPROVAL HEARING:

Date: October 27, 2026

Time: 3:00 p.m.

Dept.: 10

Judge: William F. Highberger

Action filed: May 29, 2025

Trial date: Not set

TO THIS HONORABLE COURT, TO ALL PARTIES, AND TO COUNSEL OF RECORD:

PLEASE TAKE NOTICE that on October 27, 2026, at 3:00 p.m. in Department 10 of the Los Angeles County Superior Court, Spring Street Courthouse, 312 North Spring Street, Los Angeles, California 90012, Plaintiff Andrea C. Bonilla (“Plaintiff”) will, and hereby does, move the Court for an Order and Judgment, pursuant to California Labor Code sections 2698, *et seq.*, as follows:

1. Approving the Joint Stipulation and Settlement Agreement (“Settlement”) between Plaintiff and Defendant Driven Brand Shared Services, LLC;
2. Appointing Kane Moon, Allen Feghali, and Enzo Nabiev of Moon Law Group, PC as PAGA Counsel;
3. Approving the requested PAGA Counsel Attorney Fee Award of \$48,333.33;
4. Approving the requested PAGA Counsel Costs Award of \$29,779.57;
5. Appointing Plaintiff as the PAGA Representative and approving a \$7,500.00 PAGA Representative Payment to her;
6. Appointing ILYM Group, Inc. as the Administrator and approving \$4,950.00 as the Administration Costs;
7. Approving the scope of the Released PAGA Claims and Released Parties;
8. Approving a non-reversionary Gross Settlement Amount of \$145,000.00, subject to potential increase under an escalator clause;
9. Approving \$54,437.10 for PAGA Penalties as settlement of the Released PAGA Claims, subject to potential increase pursuant to the escalator clause, to be distributed as 65% (\$35,384.12 to the LWDA) and 35% (\$19,052.98 to Aggrieved Employees);
10. Directing consummation of the Settlement pursuant to its terms and provisions;
11. Entering Judgment and dismissing the above-captioned action with prejudice; and
12. Retaining jurisdiction over the Parties, this action, and this Settlement, including following any entry of Judgment for purposes of enforcement, interpretation, settlement administration, and any post-Judgment issues that arise.

This Motion is based upon this notice, the attached Memorandum of Points and Authorities, the declarations and exhibits filed concurrently herewith, the records and files in this action, and any other

1 further records or argument that the Court may properly receive at or before the hearing.

2 As this Motion is unopposed, the Parties respectfully request relief from the page limit
3 requirement set by California Rules of Court, Rule 3.1113(d).

4 Respectfully submitted,

5 DATED: August 14, 2026

MOON LAW GROUP, PC

6 By: _____

7 Kane Moon

8 Allen Feghali

9 Enzo Nabiev

Attorneys for Plaintiff

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1 **MEMORANDUM OF POINTS AND AUTHORITIES**

2 **I. INTRODUCTION**

3 Plaintiff Andrea C. Bonilla (“Plaintiff”) seeks approval of a non-reversionary \$145,000.00 gross
4 settlement of claims for civil penalties alleged pursuant to the California Private Attorneys General Act,
5 Labor Code sections 2698, *et seq.* (“PAGA”). After a full day of mediation with experienced and neutral
6 mediator Tripper Ortman, Esq., Plaintiff reached a resolution with Defendant Driven Brand Shared
7 Services, LLC (“Defendant”) (collectively, Plaintiff and Defendant are the “Parties”). The Parties have
8 executed a Joint Stipulation and Settlement Agreement (the “Settlement”), a true and correct copy of
9 which is attached as **Exhibit 1** to the Declaration of Kane Moon in Support of Motion for Approval of
10 PAGA Settlement (“Moon Decl.”) submitted concurrently herewith. Pursuant to Labor Code section
11 2699(s)(2), Plaintiff now files this motion seeking an order approving the proposed Settlement.

12 The Settlement resolves all claims for civil penalties under PAGA that arose during the PAGA
13 Period and that were alleged in the above-captioned matter (“Action”). (Settlement, ¶ I.A.) For purposes
14 of settlement, the “PAGA Period” is May 26, 2024, to June 7, 2026. (*Id.* at ¶ I.T.) This Settlement is on
15 behalf of the California Labor and Workforce Development Agency (the “LWDA”), Plaintiff, and all
16 non-exempt, hourly employees who worked for Defendant in California at any time during the PAGA
17 Period (“Aggrieved Employees”). (*Id.* at ¶ I.C.) Plaintiff is unaware of any other pending litigation
18 involving similar claims against Defendant that may be impacted by approval of the Settlement, nor has
19 Defendant pointed to any. (Moon Decl., ¶ 24.) Plaintiff came to this conclusion after a reasonable
20 inquiry and review of the LWDA’s PAGA Case Search website, this Court’s case search website,
21 and other information reasonably available online. (*Id.*)

22 Settlement of a PAGA claim requires court approval. Pursuant to the operative PAGA statute, the
23 “court shall review and approve any penalties sought as part of a proposed settlement agreement pursuant
24 to this part.” (Lab. Code § 2699(s)(2).) In deciding whether to grant approval of a proposed settlement,
25 the primary issue to be decided is whether the settlement is fair, adequate, and reasonable. Specifically,
26 the issue is whether the PAGA penalties to which the parties have agreed provide “genuine and
27 meaningful” relief that is “consistent with the underlying purpose of the statute to benefit the public,” and
28 whether the penalties are reasonable in light of the potential verdict value in this case. (*Villalobos v.*

1 *Calandri Sunrise Farm LP* (C.D. Cal. July 22, 2015) No. CV 12-2615 PSG (JEMx), 2015 WL 12732709,
2 at *5; *see also O'Connor v. Uber Techn., Inc.* (N.D. Cal. 2016) 201 F.Supp.3d 1110, 1135.)

3 As set forth herein, the proposed Settlement embodies all the features of a settlement that is fair,
4 adequate, and reasonable, as (1) it is the product of an arm's-length negotiation, (2) negotiated by
5 attorneys experienced in wage and hour litigation, (3) following sufficient investigation necessary to
6 evaluate the relative strength and value of the PAGA claims, and (4) reflects a reasoned compromise
7 based directly on the relative strength and value of the PAGA claims, as well as the risks, expense,
8 complexity, and likely duration of further litigation.

9 The meaningful value achieved by the Settlement at issue may be gleaned from the fact that the
10 LWDA and the estimated **261** Aggrieved Employees will, cumulatively, receive approximately
11 **\$54,437.10** as PAGA Penalties. (Moon Decl., ¶ 21.) This is a significant recovery, not only because
12 further litigation may have resulted in a net-zero recovery based on the facts of the case and defenses
13 asserted by Defendant, but also because an investigation by experienced PAGA counsel and analysis of
14 discovery revealed minimal identifiable violations, the discretionary nature of awarding PAGA penalties,
15 and the risk of not being able to proceed on a representative basis at all due to the potential manageability
16 issues and current state of the law. For these reasons, as set forth more fully below, Plaintiff respectfully
17 requests the Court enter the proposed order and proposed judgment submitted concurrently herewith.

18 **II. SUMMARY OF THE LITIGATION AND SETTLEMENT**

19 **A. Plaintiff's Claims and Procedural Background**

20 Defendant is the centralized support entity for Driven Brands, North America's largest
21 automotive services company. (*Id.* at ¶ 4.) Plaintiff worked for Defendant during the PAGA Period.
22 (*Id.*) Throughout her employment, Plaintiff was classified as non-exempt and paid on an hourly basis.
23 (*Id.*) Plaintiff contends she and her former coworkers were subjected to the same or similar unlawful labor
24 practices during their employment by Defendant, including failure to pay all wages. (*Id.*)

25 Plaintiff's claims for unpaid wages stems from allegations of Defendant's failure to pay
26 employees all minimum, overtime, and sick pay owed, including due to Defendant's failure to
27 compensate employees for off-the-clock work, and Defendant's failure to incorporate all
28 remunerations into the regular rate of pay. (*Id.* at ¶ 5.) Plaintiff's meal and rest period claims are based

1 on allegations that due to the nature of their work and Defendant's employment practices, employees
2 regularly experienced missed, untimely, or interrupted breaks, and that Defendant failed to provide any
3 premiums for non-compliant rest breaks or all premiums for non-compliant meals. (*Id.*) Plaintiff also
4 alleges that Defendant failed to reimburse employees for all reasonable and necessary business expenses
5 incurred, including expenses incurred for the use of employees' personal cellphone and personal vehicles
6 for work purposes. (*Id.*) Plaintiff further alleges she and other employees did not receive all wages owed
7 at the time of termination nor accurate itemized wage statements due to Defendant's failure to pay all
8 wages and premiums. (*Id.*) Accordingly, Plaintiff alleges Defendant is liable for civil penalties under
9 PAGA. (*Id.*)

10 Because of the foregoing alleged violations of the Labor Code, Plaintiff filed a Class Action
11 Complaint on May 29, 2025, alleging Defendant systematically: (1) failed to pay minimum wages, (2)
12 failed to pay overtime compensation, (3) failed to provide meal periods, (4) failed to authorize and permit
13 rest breaks, (5) failure to indemnify necessary business expenses, (6) failed to timely pay final wages at
14 termination, (7) failed to provide accurate itemized wage statements, and (8) engaged in unfair business
15 practices. (*Id.* at ¶ 6.)

16 Pursuant to PAGA, on May 26, 2025, Plaintiff submitted notice of the alleged Labor Code
17 violations to the LWDA, with certified mail service on Defendant, and paid the required filing fee. (*Id.* at
18 ¶ 7, Ex. 2.) The administrative exhaustion period under PAGA expired without the LWDA indicating any
19 intent to investigate the allegations. (*Id.* at ¶ 7.) On August 5, 2025, Plaintiff filed a First Amended Class
20 and Representative Action Complaint to allege a ninth cause of action for civil penalties under PAGA.
21 (*Id.*) Accordingly, Plaintiff is duly authorized to act as a private attorney general with respect to the
22 PAGA claims involved in this action. (*Id.*) In compliance with Labor Code section 2699(s)(1), Plaintiff
23 subsequently submitted to the LWDA a file-stamped copy of the First Amended Complaint containing
24 the Court-assigned case number. (*Id.* at ¶ 8.) To date, the LWDA has not sought to intervene in this
25 action. (*Id.*)

26 After this action was filed, Defendant produced an arbitration agreement between Defendant
27 and Plaintiff containing a class action waiver. (*Id.* at ¶ 9.) Thereafter, the Parties agreed to attend a
28 private mediation to resolve Plaintiff's representative PAGA claims. (*Id.*)

1 Defendant ardently opposes the merits of this case and denies Plaintiff's factual allegations. (*Id.*
2 at ¶ 10.) Defendant argues all employees were properly paid for all hours worked and that it did not require
3 or permit employees to work off-the-clock. (*Id.*) As for the regular rate claim, Defendant argues there was
4 no issue with paying employees the proper regular rate of pay because any additional remuneration was
5 discretionary and thus, not required to be incorporated into the regular rate of pay. (*Id.*) Defendant
6 maintains all employees were provided with the opportunity to take all their code-compliant meal and
7 rest breaks and that missed breaks, if any, were solely the result of employees' voluntary choice. (*Id.*) As
8 for the unreimbursed business expenses, Defendant maintains it did not require employees to incur any
9 business-related expenses. (*Id.*) To the extent employees received wage statements that were allegedly
10 inaccurate, Defendant argues penalties are not warranted because employees suffered no actual damage
11 or harm as a result. (*Id.*; *see, e.g., Angeles v. U.S. Airways, Inc.* (N.D. Cal. Feb. 19, 2013) No. C 12-05860
12 CRB, 2013 WL 622032, at *10 ["A plaintiff must adequately plead an injury arising from an employer's
13 failure to provide full and accurate wage statements, and the omission of the required information alone
14 is not sufficient."].) Additionally, Defendant alleges its good-faith belief that it paid all wages precludes
15 the imposition of waiting time penalties because Plaintiff would be unable to show Defendant's alleged
16 conduct was done willfully or knowingly. (Moon Decl., ¶ 10; *see, e.g., Pedroza v. PetSmart, Inc.* (C.D.
17 Cal. June 14, 2012) No. ED CV 11-298 GHK (DTBx), 2012 WL 9506073, *5.) For these reasons,
18 Defendant claims it did not engage in any unfair business practices and denies liability under PAGA.
19 (Moon Decl., ¶ 10.) Defendant also maintains the claims are not susceptible to proof on a representative
20 basis because of the individualized and varying nature of each employee's experience, making this matter
21 unmanageable. (*Id.*)

22 **B. Discovery and Investigation**

23 Before initiating arbitration of Plaintiff's individual claims, the Parties agreed to mediate the
24 representative PAGA claims. (*Id.* at ¶ 11.) The Parties engaged in informal discovery exchange prior
25 to mediation. (*Id.*) Defendant provided information and documents, which enabled Plaintiff's
26 Counsel to meaningfully investigate Plaintiff's allegations and assess the value of the PAGA claims.
27 (*Id.*) Specifically, Defendant produced Plaintiff's personnel file and her time and payroll records,
28 documents regarding Defendant's written policies and practices in effect during the relevant period,

1 and time and corresponding payroll records for approximately 80.8% of all Aggrieved Employees. (*Id.*)

2 Prior to mediation, Plaintiff's Counsel reviewed and analyzed all the information that Defendant
3 produced, including the time/pay records and Defendant's written policies, in conjunction with
4 information provided by Plaintiff. (*Id.* at ¶ 12.) Plaintiff's Counsel retained an expert to analyze the
5 time/pay records and prepare a damage analysis prior to mediation. (*Id.*) The time/pay records contained
6 58,361 shifts actually worked (roughly 87% of all shifts), which allowed the expert to prepare an analysis
7 with a high degree of certainty. (*Id.*) Further, Plaintiff's Counsel investigated the applicable law regarding
8 the claims and defenses asserted in this action. (*Id.*) Accordingly, Plaintiff's Counsel were able to evaluate
9 the probability of success on the merits and Defendant's monetary exposure. (*Id.*) In sum, Plaintiff and
10 her Counsel's familiarity with the facts of the case and the legal issues involved allowed them to act
11 intelligently in negotiating the Settlement. (*Id.*)

12 **C. Settlement Negotiations**

13 On April 10, 2026, the Parties participated in a full day of private mediation facilitated by
14 Tripper Ortman, Esq., an experienced PAGA action mediator. (*Id.* at ¶ 13.) The negotiations were at
15 arm's length and although conducted in a professional manner, were adversarial. (*Id.*) Both sides
16 went into the mediation willing to explore the potential for a settlement of the dispute, but they were
17 also prepared to litigate their position through trial and appeal if a settlement had not been reached.
18 (*Id.*) Following a full discussion of the strengths and weaknesses of the claims and defenses, the
19 Parties ultimately reached a resolution, the material terms of which are encompassed within the
20 Settlement at issue. (*Id.*)

21 In reaching a resolution, the Parties recognized that the issues presented in this action are
22 likely only to be resolved with extensive and costly pretrial and trial proceedings, and that further
23 litigation will lead to inconvenience, distraction, disruption, delay, and expense disproportionate to
24 the potential benefits of litigation. (*Id.* at ¶ 14.) Plaintiff and her Counsel also considered the risk and
25 uncertainty of the outcome inherent in any litigation when determining whether this Settlement was
26 the correct option. (*Id.*) In sum, Plaintiff and her Counsel believe the proposed Settlement is in the
27 best interests of Aggrieved Employees and the LWDA. (*Id.*) In compliance with Labor Code
28 section 2699(s)(2), notice of settlement and a copy of the proposed Settlement has been

submitted to the LWDA along with a copy of Plaintiff's motion and the hearing date. (*Id.* at ¶ 15, Ex. 3.) To date, the LWDA has not indicated any objection to the Settlement. (*Id.* at ¶ 15.)

D. Key Terms of the Proposed Settlement

The Settlement's key financial and other terms include:

1. Gross Settlement Amount, Funding, Disbursement, and Uncashed Checks. The Gross Settlement Amount ("GSA") is a non-reversionary \$145,000.00, subject to potential increase under an Escalator Clause and entry of the Court's Approval Order. (Settlement, ¶¶ I.M, III.A.) Defendant's settlement funding contribution will be wired by Defendant to the settlement administrator within seven (7) days of the Effective Date. (*Id.* at ¶ III.E.2.b.) Disbursement will occur within fifteen (15) days after Defendant fully funds the GSA. (*Id.* at ¶ III.E.2.d.) Any funds remaining uncashed after 200 days from issuance will be transmitted to the California Controller's Unclaimed Property Fund in the name of each individual who failed to cash his or her check prior to the void date. (*Id.* at ¶¶ III.E.6., III.E.6.b.)

2. Escalator Clause: The GSA was negotiated based on an estimate that as of the date of the Parties' mediation, there are 7,250 aggregate PAGA Pay Periods worked by approximately 261 Aggrieved Employees. (*Id.* at ¶ III.A.1.) The Settlement includes an Escalator Clause whereby should the actual number of PAGA Pay Periods increase by more than ten percent (10%) of the estimated count, Defendant agrees to increase proportionately by the number of pay periods worked in excess of 10%. (*Id.*) In the alternative, Defendant can avoid increasing the GSA by electing to end the PAGA Period when the number of PAGA Pay Periods reaches 7,975. (*Id.*)

3. PAGA Representative Payment. The Settlement includes a Representative Payment to Plaintiff in an amount up to \$7,500.00, payable from the GSA. (*Id.* at ¶ III.C.2.) This payment is in consideration for Plaintiff's efforts in litigating the Action and risks of incurring financial obligations to Defendant in the event Plaintiff was not successful in the Action and held to pay for Defendant's costs and/or attorney's fees. (*Id.* at ¶ I.V.) If the Court awards less than the amount requested, any amount not awarded will become part of the Net Settlement Amount for distribution to Aggrieved Employees. (*Id.*)

4. Attorney Fee and Cost Awards. The Settlement includes attorneys' fees in an amount not to exceed 1/3 of the GSA (i.e., \$48,333.33), plus reimbursement for out-of-pocket litigation costs not to

1 exceed \$30,000.00, payable to Plaintiff's Counsel from the GSA. (*Id.* at ¶ III.C.1.) In the event actual
2 costs are less and/or the amount of fees and costs approved by the Court are less than the amounts
3 requested, the difference will be allocated to the Net Settlement Amount. (*Id.*) My firm has incurred
4 \$29,779.57 in litigation costs. (Moon Decl., ¶ 19; Ex. 4)

5 5. Administration Costs. The Settlement provides Administration Costs to the Settlement
6 Administrator, payable from the GSA, in an amount up to \$4,950.00, for its fees and expenses in
7 administering this Settlement. (Settlement, ¶ III.C.3.) In the event the amount of actual administration
8 costs is less and/or the amount approved by the Court is less than requested, the difference will be
9 allocated to the Net Settlement Amount. (*Id.*) The Parties jointly selected ILYM Group, Inc. ("ILYM")
10 as the neutral entity to administer this Settlement with a bid for \$4,950.00. (*Id.* at ¶ I.BB; Moon Decl., ¶
11 20, Ex. 5.)

12 6. Net Settlement Amount. After deducting the PAGA Representative Payment, Attorney Fee
13 and Cost Awards, and Administration Costs from the GSA, in the amounts specifically approved by the
14 Court, any difference in the amounts requested and the amounts awarded will be allocated to the Net
15 Settlement Amount as PAGA Penalties. (*Id.* at ¶ 1.Q.) Accordingly, the Net Settlement Amount is
16 estimated to be **\$54,437.10**,¹ which will be distributed 65% (i.e., 65% * \$54,437.10= **\$35,384.12**) to the
17 LWDA and 35% (i.e., 35% * \$54,437.10= **\$19,052.98**) to Aggrieved Employees pursuant to PAGA law
18 governing Plaintiff's claims. (Moon Decl., ¶ 21.)

19 7. Individual PAGA Payments. Each Aggrieved Employee will be entitled to his or her pro rata
20 amount from the 35% share of PAGA Penalties that is directly proportional to the number of pay periods
21 worked in the PAGA Period without having to submit any claim form. (*Id.* at ¶¶ III.B.1, III.B.1.a.1.) This
22 results in an average Individual PAGA Payment of roughly **\$73.00** for each of the estimated 261
23 Aggrieved Employees (\$19,052.98 / 261), and a PAGA Pay Period value of **\$2.63** for each of the 7,250
24
25

26 ¹ The estimated Net Settlement Amount was calculated by deducting the following amounts from the
27 GSA (\$145,000.00): \$7,500.00 for the PAGA Representative Payment, \$29,779.57 for the PAGA Cost
28 Award, \$48,333.33 for the PAGA Attorney Fees Award, and \$4,950.00 for the Administration Costs. (*See*
Settlement, ¶ I.Q.)

1 estimated PAGA Pay Periods (\$19,052.98 / 7,250). (Moon Decl., ¶ 22.) Individual PAGA Payments will
2 be allocated to 100% penalties for tax purposes. (Settlement, ¶ III.B.2.)

3 8. Releases of Claims. Upon full funding of the GSA, Plaintiff and the LWDA shall fully
4 release and discharge Defendant and the Released Parties from any and all claims that were alleged or
5 could have been alleged based on the claims, facts, and allegations contained in the Operative Complaint
6 and in the PAGA Notice submitted by Plaintiff to the LWDA. (*Id.* at ¶ I.Y.) The release shall be for the
7 PAGA Period. (*Id.*) The “Released Parties” are “Defendant including its past, present, and future
8 divisions, affiliates, affiliated entities, related entities, parents, subsidiaries, predecessors, successors, joint
9 ventures, assigns, members, shareholders, owners, officers, directors, employees, agents, trustees,
10 consultants, attorneys, managers, operators, insurers, representatives, administrators, fiduciaries,
11 beneficiaries, subrogees, executors, partners, and privies.” (*Id.* at ¶ I.Z.)

12 9. No Related Cases. To the best of the Plaintiff’s knowledge, there is no other pending
13 litigation involving similar claims against Defendant that may be impacted by approval of the Settlement
14 at issue, nor has Defendant pointed to any. (Moon Decl., ¶ 24.) Plaintiff’s Counsel came to this
15 conclusion after a reasonable inquiry and review of the LWDA’s PAGA Case Search website, this
16 Court’s case search website, and other information reasonably available online. (*Id.*)

17 **III. DISCUSSION**

18 **A. Availability of Civil Penalties**

19 The LWDA and its constituent departments and divisions are authorized to assess and collect civil
20 penalties for specified violations of the Labor Code committed by an employer. With a stated goal of
21 improving enforcement of existing Labor Code obligations, the California Legislature adopted the Private
22 Attorneys General Act of 2004, permitting, as an alternative, an aggrieved employee to initiate a private
23 civil action on behalf of him- or herself and other current or former employees.” (Lab. Code § 2699(a).)
24 Before an employee may file an action seeking to recover civil penalties for violations of any of the Labor
25 Code provisions enumerated in Labor Code section 2699.5, he or she must comply with the Act’s
26 administrative procedures as set forth in Labor Code section 2699.3, subdivision (a), which include
27 providing notice to the LWDA and the employer of the alleged Labor Code violations, and then waiting
28 a prescribed period of time to permit the LWDA to investigate and to decide whether to cite the employer

1 for the alleged violations. (*Id.* at §§ 2699.3, 2699.5; *Caliber Bodyworks, Inc. v. Superior*
2 *Court* (2005) 134 Cal.App.4th 365, 370; *see also Dunlap v. Superior Court* (2006) 142
3 Cal.App.4th 330.)

4 Here, in compliance with Labor Code section 2699.3, Plaintiff submitted notice of the
5 Labor Code violations at issue to the LWDA, and she exhausted administrative remedies without
6 the LWDA noticing any intent to investigate the claims. (Moon Decl., ¶ 7, Ex. 2.) Accordingly,
7 Plaintiff is duly authorized to act as a private attorney general pursuant to PAGA. (*Id.* at ¶ 7.)

8 **B. The Settlement Merits Approval**

9 Settlement of PAGA claims must be approved by a Court. (Lab. Code § 2699(s)(2).) Here, the
10 circumstances weigh heavily in favor of approval, as explained below.

11 **1. The Relief Is Genuine, Meaningful, and Consistent with the Dual Statutory Purposes**
12 **of Deterrence and Punishment under PAGA**

13 The \$145,000.00 GSA amounts to “genuine and meaningful” relief “consistent with the
14 underlying purpose of the statute to benefit the public.” (Moon Decl., ¶ 34; *see O’Connor*, 201
15 F.Supp.3d at 1133–35 [denying settlement approval where allocation for PAGA claims was 0.1% of
16 the estimated full worth].) This is an excellent result, particularly because, under the Settlement,
17 Aggrieved Employees and the LWDA will receive timely, guaranteed relief and will avoid the risk of
18 not being able to recover anything at all. (*Moon Decl.*, ¶ 34.)

19 The Settlement is a fair and reasonable resolution that satisfies PAGA’s dual statutory
20 purposes of deterrence and punishment, on the one hand, and providing Aggrieved Employees
21 with genuine and meaningful relief, on the other. (Lab. Code §§ 2698, *et seq.*) As a result of this
22 litigation, Defendant has had to hire legal counsel, engage in employee-wide discovery, and
23 participate in mediation. (Moon Decl., ¶ 35.) Assuming approval is granted, Defendant will also have
24 to pay civil penalties pursuant to PAGA. (*Id.*) Not including its own attorneys’ fees and costs,
25 Defendant will pay \$145,000.00 to resolve this matter— of which \$54,437.10 is allocated toward
26 PAGA Penalties and will be distributed as 65% to the LWDA and 35% to Aggrieved Employees, in
27 compliance with PAGA law governing the claims in this Action. (*See Settlement*, ¶¶ III.C.4., III.C.5.)
28 This amount represents about **30%** of the realistic exposure for the claims (\$54,437.10 /

1 \$181,250.00), as discussed below. (Moon Decl., ¶ 35.) Additionally, the release obtained under the
2 Settlement does not preclude Aggrieved Employees from pursuing any individual (non-PAGA)
3 claims they may have against Defendant or the other Released Parties. (*See id.* at ¶ I.Y.)

4 **2. The Settlement Amount Provides a Realistic Value for the Claims that is within the**
5 **“Ballpark” of Reasonableness**

6 There can be no doubt that this Settlement is the result of vigorous, adversarial, non-collusive, and
7 arm’s-length negotiations between the Parties. (Moon Decl., ¶ 13.) Plaintiff’s Counsel performed an
8 extensive investigation into the facts, claims, and defenses at issue and Defendant’s potential liability,
9 including a review of governing law and analysis of informal discovery, including Defendant’s written
10 policies and time/pay data for a majority of Aggrieved Employees. (*Id.* at ¶¶ 11–12.) Plaintiff’s Counsel
11 used the foregoing discovery and investigation to prepare for mediation and, with the assistance of a
12 statistics expert, assessed the probability of success on the merits and Defendant’s monetary exposure,
13 discussed the strengths and weaknesses of the claims and defenses in depth at mediation and months of
14 continued negotiations, and ultimately negotiated the resulting Settlement. (*Id.* at ¶¶ 11–14.)

15 Based on Plaintiff’s Counsel’s analysis of the arguments and information provided by Defendant,
16 on an expert analysis of the time/pay records, and on information from Plaintiff, Plaintiff’s Counsel
17 evaluated Defendant’s both maximum (*optimistic*) and risk-adjusted (*realistic*) potential exposure in
18 preparation for mediation. (*Id.* at ¶ 25.) Although the expert’s analysis revealed that the time and pay
19 records supported several violations by Defendant, those identifiable violations were primarily limited to
20 the regular rate and meal period claims. (*Id.*) The records themselves did not provide strong support for
21 the off-the-clock work, rest period, and expense reimbursement claims, and derivative penalties for those
22 claims, as these claims are predominantly testimony based. (*Id.*) In other words, Plaintiff’s analysis
23 revealed that certain claims were not as strong as originally believed. (*Id.*)

24 Because Defendant did not require employees to record rest periods, there are no records to
25 establish the rest period claim on the merits. (*Id.* at ¶ 26.) Additionally, there are no records to establish
26 the off-the-clock work claim on the merits. (*Id.*) Rather, proof of these claims would need to be supported
27 by declarations from Aggrieved Employees regarding missed rest periods and off-the-clock work as the
28 records themselves cannot demonstrate what breaks were missed, when, and why and they cannot

1 demonstrate the time, if any, Aggrieved Employees spent working off the clock. (*Id.*)

2 Indeed, the maximum exposure figures that were calculated for mediation were based on assumed
3 high violation rates that would not likely be demonstrated at trial, as they assume either the participation
4 of all Aggrieved Employees (which would be difficult given the size of this group), or alternatively, the
5 use of surveys or statistical data as a surrogate (which would still require the participation of a majority
6 of Aggrieved Employees to establish a sound representation of all non-exempt employees). (*Id.* at ¶ 27.)
7 The reality is that many, if not all, employees would be unwilling to participate due to fear of retaliation.
8 (*Id.*) However, even assuming those employees would be willing to participate, obtaining such
9 declarations would potentially reveal that each Aggrieved Employee had a different experience. (*Id.*)
10 The individualized nature of their employment experience and the numerosity of employees affected
11 present significant risk with manageability and proof on the merits. (*Id.*)

12 Even as to the regular rate and meal period claims, our analysis found that Defendant's exposure
13 is less than initially believed. (*Id.* at ¶ 28.) While review of the time and pay records shows a 1.5%
14 violation rate for meal periods, the records also show that 0.5% of violations were accompanied by a meal
15 waiver. (*Id.*) The records also show that Defendant made some meal premium payments. (*Id.*) Defendant
16 argues that its payment of meal premiums and use of meal waivers indicate that it did not intentionally
17 fail to provide PAGA Employees with meal breaks. (*Id.*) Defendant also argues that many meal breaks
18 were taken and, where a violation appears, it was a result of the Class Member voluntarily choosing to
19 forego a meal period, to take it after the end of the fifth hour, or to stop his or her break early to return to
20 work. (*Id.*) As to the regular rate issue, Plaintiff's expert found that 60.5% of pay periods included
21 overtime and additional compensation, 7.7% of pay periods included sick pay and additional
22 compensation, and only 1.7% of pay periods included meal premium and additional compensation. (*Id.*)
23 Accordingly, to the extent Defendant failed to incorporate any additional remunerations into the regular
24 rate of pay for purposes of paying overtime, sick pay, and meal premium, which Defendant denies, such
25 failure resulted in minimal underpayment to the Aggrieved Employees. (*Id.*) Additionally, the violation
26 rates assume that the bonuses were non-discretionary, which Defendant disputes. (*Id.*)

27 The likelihood that Defendant could assert viable legal defenses would likely further reduce its
28 overall exposure. (*Id.* at ¶ 29.) For example, the individualized and testimony-intensive nature of the

claims could bar manageability of this representative action or otherwise significantly reduce Defendant's overall liability. (*Id.*) Further, the maximum exposure analysis involved a claim-by-claim penalty calculation, which is overly optimistic as it presumes Plaintiff would be able to stack the penalties, although penalty stacking is not expressly permitted by PAGA. (*Id.* at ¶ 30.) Rather, without either (i) a prior finding by the LWDA or a court within the past five years that the employer violated PAGA or (ii) evidence that the employer's conduct was malicious, fraudulent, or oppressive, PAGA only provides for a maximum \$100 penalty for each pay period. (Lab. Code § 2699(f)(2)(A)–(B).) Moreover, Plaintiff's Counsel believe it would be unrealistic to expect the Court would award the full (penalty-stacked) exposure given the discretionary nature of awarding penalties and given Defendant's defenses, including that any failure to pay premiums, regular rate wages, or for off-the-clock work was not knowingly or willfully done, and additionally, to the extent employees received wage statements that were allegedly inaccurate, employees suffered no actual resulting damage or harm. (Moon Decl., ¶ 30.) Moreover, awarding the full penalties amount would likely raise Due Process concerns. (*Id.*) For the foregoing reasons, the *realistic* exposure is thus far below the *optimistic* maximum estimate. (*Id.* at ¶ 31.)

Based on the foregoing, Plaintiff's Counsel believe it is more reasonable to assess penalties on a \$100.00 civil penalty per pay period basis pursuant to Labor Code § 2699(f)(2)(A) for each of the estimated 7,250 pay periods at issue, as opposed to a claim-by-claim approach. (*Id.* at ¶ 32.) Accordingly, Plaintiff's Counsel estimate Defendant's maximum PAGA exposure to be **\$725,000.00** (\$100.00 x 7,250). (*Id.*) However, based on the discovery, Defendant's arguments at mediation and continued settlement discussions, an understanding that the claims are heavily dependent on the unlikely participation by Aggrieved Employees and their varying employment experience, and other important considerations discussed above, it is reasonable to assume a violation occurred only in at most one-fourth of all pay periods, which results in a realistic (*risk-adjusted*) exposure of **\$181,250.00** (\$725,000.00 / 4). (*Id.*) As a result, the GSA of \$145,000.00 represents approximately **80%** of the realistic exposure (\$145,000.00 / \$181,250.00). (*Id.*)

The proposed Settlement therefore represents a substantial recovery when compared to the reasonably forecasted recovery. (*Id.* at ¶ 33.) When considering the risks of litigation, the uncertainties involved in continued litigation, the burdens of proof necessary to establish liability, and the probability

of appeal, it is clear the GSA of \$145,000.00 is within the “ballpark” of reasonableness, and that settlement approval is appropriate. (*Id.*; *Kullar v. Foot Locker Retail, Inc.* (2008) 168 Cal.App.4th 116, 133; *see Munoz v. BCI Coca-Cola Bottling Co. of L.A.* (2010) 186 Cal.App.4th 399, 408–09 [holding that *Kullar* does not require “an explicit statement of the maximum amount the plaintiff class could recover if it prevailed on all its claims,” but instead, only an “understanding of the amount that is in controversy and the realistic range of outcomes of the litigation”].)

3. The Settlement Is a Fair and Reasonable Result Following a Thorough Investigation and Accounting of Various Litigation Risks

Plaintiff’s Counsel have conducted a thorough investigation into the facts of the allegations. (Moon Decl., ¶ 36.) Based on the foregoing discovery and on their own independent investigation and evaluation, Plaintiff’s Counsel are of the opinion that the proposed Settlement is fair, reasonable, and adequate. (*Id.*) Furthermore, considering all known facts and circumstances, the risk of significant delay, trial risk, appellate risk, the defenses that could be asserted by Defendant on the merits, the Settlement is in the best interests of the Aggrieved Employees and the State of California. (*Id.*)

Although Plaintiff’s Counsel believe there is merit to Plaintiff’s allegations, they also acknowledge a legitimate controversy exists as to each allegation. (*Id.* at ¶ 37.) Plaintiff’s Counsel also recognize that proving the amounts of penalties owed to each Aggrieved Employee would be an expensive, time-consuming, and uncertain proposition. (*Id.*) Moreover, Plaintiff’s Counsel are also of the opinion that because the issues here are fairly contested, there is a possibility of the Court not awarding PAGA penalties even if Plaintiff prevailed on the merits due to the largely discretionary nature of awarding PAGA penalties. (*Id.* at ¶ 38.) Indeed, a Court may reduce PAGA penalties “if, based on the facts and circumstances of the particular case, to do otherwise would result in an award that is unjust, arbitrary and oppressive, or confiscatory.” (Lab. Code § 2699(e)(2).) In other words, were this matter to go to trial, any award granted would be at the discretion of the Court and subject to a substantial reduction. (Moon Decl., ¶ 38.) While Plaintiff’s Counsel believe there would be no persuasive grounds to reduce penalties, they recognize that the Court could determine otherwise and significantly reduce any award of penalties. (*Id.* at ¶ 39.) This wide range of potential recovery and additional delays and risks of trial provide justification to settle for a reasonable

1 amount of recovery at this point in the litigation. (*Id.*) In all, based on the investigation and analysis of
2 the claims in preparation for mediation, the maximum exposure did not comport with the realistic
3 exposure that Defendant faced, as discussed above. (*Id.*)

4 Plaintiff's Counsel took into account the risk of not being able to proceed on a representative
5 basis at all due to the potential manageability issues, the risk of not prevailing at trial, and the risk that
6 even if Plaintiff prevailed at trial, the penalties would be limited due to the largely discretionary nature
7 of awarding PAGA penalties. (*Id.* at ¶ 40.) The provisions of the Labor Code triggering PAGA
8 penalties in this case include Labor Code sections 203, 210, 226, 1197.1, and 2802. (*Id.*) However,
9 PAGA penalties are not mandatory, but rather, permissive. (Lab. Code § 2699(e)(2).) Accordingly,
10 it is entirely possible that even if Plaintiff would be successful at trial, assuming she is first able to
11 win on the merits regarding her individual claims at arbitration and then defeat the manageability
12 issues presented at litigation by the large number of Aggrieved Employees in this action, Plaintiff
13 may still be awarded substantially less than what was obtained through the Settlement. (Moon Decl.,
14 ¶ 40.)

15 The Settlement avoids the significant risks, burdens, and the accompanying expense of further
16 litigation. (*Id.* at ¶ 41.) Though the Parties have engaged in a significant amount of investigation,
17 informal discovery, and employee data analysis, they have not participated in formal discovery
18 procedures, including depositions and expert discovery. (*Id.*) Moreover, Plaintiff would have to
19 proceed with arbitration of her individual claims and win on the merits before proceeding with litigation
20 of the representative PAGA claims. (*Id.*) Preparation for trial and the prospect of appeals in the wake
21 of any summary judgment ruling would remain for the Parties. (*Id.*) As a result, the Parties would incur
22 considerably more attorneys' fees and costs through trial, a lengthy and uncertain process that could
23 result in recovering less than was settled for. (*Id.*)

24 **C. The Representative Payment to Plaintiff is Reasonable and Should Be Approved**

25 Service awards are particularly important to plaintiffs in wage and hour cases because they
26 promote the important public policies underlying the wage and hour laws. This strong policy is codified
27 in California Labor Code section 90.5, which provides, "[i]t is the policy of this state to vigorously
28 enforce minimum labor standards in order to ensure employees are not required or permitted to work

1 under substandard unlawful conditions . . .” (Lab. Code § 90.5.) Nonetheless, the California Supreme
2 Court has noted that “retaliation against employees for asserting statutory rights under the Labor Code
3 is widespread,” despite anti-retaliation statutes designed to protect employees. (*Gentry v. Super. Ct.*
4 (2007) 42 Cal.4th 443, 460–61.) In this context, PAGA representatives should be rewarded for
5 assuming the risk of retaliation for the sake of aggrieved employees.

6 Here, in line with the Settlement and subject to the Court’s approval, Plaintiff requests a
7 Representative Payment of \$7,500.00. (Settlement, ¶ III.C.2; Declaration of Plaintiff Andrea C. Bonilla
8 in Support of Motion for Approval of PAGA Settlement [“Plaintiff Decl.”], ¶ 13.) Plaintiff and her
9 Counsel respectfully submit that the requested representative payment is reasonable in recognition of
10 Plaintiff’s role as the named Plaintiff and PAGA Representative, for the risks to future employment
11 inherent in undertaking this role and for her service and participation in litigation that resulted in a fair
12 settlement under PAGA. (Moon Decl., ¶¶ 42–45; Plaintiff Decl., ¶¶ 6–11.)

13 **D. The Requested Attorneys’ Fees/Costs Are Reasonable and Should Be Approved**

14 In line with the Settlement, my firm requests an award of attorneys’ fees in an amount of
15 one-third of the GSA (i.e., \$48,333.33), plus reimbursement for actual litigation costs in the
16 amount of \$29,779.57. (Moon Decl., ¶ 64; *see* Settlement, ¶ III.C.1.)

17 **1. Plaintiff’s Counsel Request an Award of Fees Based on the Common Fund Method**

18 California courts have long awarded attorneys’ fees as a percentage of the benefit created by
19 counsel in pursuing claims on behalf of a class. (*See, e.g., Serrano v. Priest* (1977) 20 Cal.3d 25.) The
20 California Supreme Court has held, “when a number of persons are entitled in common to a specific fund,
21 and an action brought by a plaintiff or plaintiffs for the benefit of all results in the creation or preservation
22 of that fund, such plaintiff or plaintiffs may be awarded attorney’s fees out of the fund.” (*Id.* at p. 34.)

23 Here, Plaintiff’s Counsel seek an award of attorneys’ fees on the “percentage of recovery/common
24 fund” theory. (Moon Decl., ¶ 65.) The purpose of this approach is to “spread litigation costs
25 proportionately among all the beneficiaries so that the active beneficiary does not bear the entire burden
26 alone.” (*Vincent v. Hughes Air W., Inc.* (9th Cir. 1977) 557 F.2d 759, 769.) In *Quinn v. State of Cal.*
27 (1975) 15 Cal.3d 162, the California Supreme Court stated, “one who expends attorneys’ fees in winning
28 a suit which creates a fund from which others derive benefits, may require those passive beneficiaries to

bear a fair share of the litigation costs.” (*Id.* at p. 167.) Similarly, in *City and County of San Francisco v. Sweet* (1995) 12 Cal.4th 105, the California Supreme Court recognized that the common fund doctrine has been applied “consistently in California when an action brought by one party creates a fund in which other persons[] are entitled to share.” (*Id.* at pp. 110–11 [pincite omitted].) The reasons for applying this doctrine include:

fairness to the successful litigant, who might otherwise receive no benefit because his recovery might be consumed by the expenses; correlative prevention of an unfair advantage to the others who are entitled to share in the fund and who should bear their share of the burden of its recovery; encouragement of the attorney for the successful litigant, who will be more willing to undertake and diligently prosecute proper litigation for the protection or recovery of the fund if he is assured that he will be properly and directly compensated should his efforts be successful.

(*Id.* at p. 111.)

Several courts have expressed frustration with the alternative “lodestar” approach for deciding fee awards, which usually involves wading through voluminous and often indecipherable time records. Commenting on the lodestar approach, Chief Judge Marilyn Hall Patel wrote in *In re Activision Securities Litigation* (N.D. Cal. 1989) 723 F.Supp.1373:

This court is compelled to ask, “Is this process necessary?” Under a cost-benefit analysis, the answer would be a resounding, “No!” Not only do the *Lindy* and *Kerr–Johnson* analyses consume an undue amount of court time with little resulting advantage to anyone, but, in fact, it may be to the detriment of the class members.

(*Id.* at p. 1375 [emphasis added].) The percentage approach is preferable to the lodestar because: (1) it aligns the interests of class counsel and absent class members; (2) it encourages efficient resolution of the litigation by providing an incentive for early, yet reasonable, settlement; and (3) it reduces the demands on judicial resources. (*Id.* at pp. 1378–79.) California Courts now routinely use the percentage of the common fund approach to determine the award of attorney’s fees. (*See, e.g., In re Pac. Enter. Sec. Litig.* (9th Cir. 1995) 47 F.3d 373, 378–79 [approving attorneys’ fee award of 33%].)

2. The Matter Involves a Fee and Cost Shifting Provision under PAGA

Labor Code section 2699 provides for the recovery of reasonable attorney’s fees as well as costs of suit. (Lab. Code § 2699(k)(1).) Specifically, it states: “Any employee who prevails in any [PAGA] action shall be entitled to an award of reasonable attorney’s fees and costs . . .” (*Id.*) Under this provision, Plaintiff would be permitted to recover her actual attorneys’ fees, even if those fees were larger than the

1 total recovery for the Aggrieved Employees at the conclusion of this case. (*Id.*) This fee/cost-shifting
2 provision reflects the understanding that Plaintiff's Counsel must accept significant risk of substantial
3 expenses and consumption of time, energy, and other resources in litigating a PAGA claim, and thus, that
4 Plaintiff's Counsel is not only permitted, but entitled, to recover reasonable attorneys' fees and costs if
5 successful in litigating a PAGA claim.

6 The Settlement at issue is beneficial in that it limits the risk of continued expenses and
7 consumption of time, energy, and resources facing Defendant while at the same time rewarding Plaintiff's
8 Counsel for their decision to assume risk by taking on this matter. In fact, prosecution of this action
9 involved significant financial risk for Plaintiff's Counsel who undertook this matter on a contingent basis,
10 with no guarantee of recovery. (Moon Decl., ¶¶ 66–75.) Once Plaintiff's Counsel undertook this litigation
11 on behalf of the Aggrieved Employees, they committed to pursue it to its conclusion, and were
12 accordingly precluded from focusing on, or taking on, other cases which could have resulted in a
13 larger, and less risky, monetary gain. (*Id.* at ¶ 71.)

14 **3. Counsel's Experience, Reputation, and Ability Support the Requested Fee Award**

15 As demonstrated by their prior experience in pursuing class and representative actions on behalf
16 of employees, Plaintiff's Counsel possess considerable expertise in litigating class action and
17 representative matters. (*Id.* at ¶¶ 46–61.) Plaintiff's Counsel have been involved as lead counsel or co-
18 counsel in a multitude of class and representative actions resulting in beneficial results to class members
19 and aggrieved employees in California. (*Id.*) Because it is reasonable to compensate Plaintiff's Counsel
20 commensurate with their skill, reputation, and experience, the requested fee award is supported here.

21 Plaintiff's Counsel's experience in wage-and-hour class and representative actions was integral
22 in evaluating the strengths and weaknesses of the case against Defendant and the reasonableness of this
23 Settlement. (*Id.* at ¶ 62.) Practice in the narrow field of wage-and-hour litigation requires skill and
24 knowledge concerning the rapidly evolving substantive law (state and federal), as well as the procedural
25 law of representative action litigation. (*Id.* at ¶ 60.) Based on these and other factors, Plaintiff's Counsel
26 have frequently received fee awards of this percentage from the gross recovery for aggrieved employees.
27 (*See id.* at ¶¶ 50, 55, 59.) Thus, the requested fee award is reasonable and fair.

1 **4. While the Lodestar Method Is Not Necessary in Common Fund Cases, the Court May**
2 **Perform a Cross-Check to Award Fees**

3 “Despite its primacy, the lodestar method is not necessarily utilized in common fund cases.”
4 (*Lealao v. Beneficial Cal., Inc.* (2000) 82 Cal.App.4th 19, 27.) Courts have criticized the lodestar
5 method as a drain on the judicial system and a disincentive on attorneys to take on high-risk, challenging
6 cases. (*Id.* at p. 29.) Indeed, the lodestar approach: “(1) ‘increases the workload of an already overtaxed
7 judicial system,’ (2) is ‘insufficiently objective and produce[s] results that are far from homogenous,’ (3)
8 ‘creates a sense of mathematical precision that is unwarranted in terms of the realities of the practice of
9 law,’ (4) ‘is subject to manipulation by judges who prefer to calibrate fees in terms of percentages of the
10 settlement fund or the amounts recovered by the plaintiffs or of an overall dollar amount,’ (5) ‘encourages
11 lawyers to expend excessive hours, and . . . engage in duplicative and unjustified work,’ (6) ‘creates a
12 disincentive for the early settlement of cases,’ (7) deprives trial courts of ‘flexibility to reward or deter
13 lawyers so that desirable objectives, such as early settlement, will be fostered,’ (8) ‘works to the particular
14 disadvantage of the public interest bar,’ and (9) results in ‘confusion and lack of predictability.’” (*Id.*
15 [quoting Third Circuit Task Force, *Court Awarded Attorney Fees* (1985) 108 F.R.D. 237, 246–
16 49].)

17 Although California Courts support the common fund doctrine, the lodestar method can be used
18 to cross-check fee awards. “It may be appropriate in some cases, assuming the class benefit can be
19 monetized with a reasonable degree of certainty, to ‘cross-check’ or adjust the lodestar in comparison to
20 a percentage of the common fund to ensure that the fee awarded is reasonable and within the range of
21 fees freely negotiated in the legal marketplace in comparable litigation.” (*In re Consumer Privacy*
22 *Cases* (2009) 175 Cal.App.4th 545, 557 [quoting *Lealao, supra*, 82 Cal.App.4th at pp. 49–50].)
23 Applying the lodestar method is a two-step process. The first step is to multiply the number of hours
24 reasonably expended by a reasonable hourly rate, and the second step is to apply a multiplier to the
25 lodestar to account for various factors. (*Id.* at p. 556.) “The purpose of such adjustment is to fix a fee at
26 the fair market value for the particular action. In effect, the court determines, retrospectively, whether the
27 litigation involved a contingent risk or required extraordinary legal skill justifying augmentation of the
28 unadorned lodestar in order to approximate the fair market rate for such services.” (*Id.*) “Under certain

1 circumstances, a lodestar calculation may be enhanced on the basis of a percentage-of-the-benefit
2 analysis.” (*Id.* at pp. 556–57.)

3 Further, “California case law permits fee awards in the absence of detailed time sheets.”
4 (*Wershba v. Apple Computer, Inc.* (2001) 91 Cal.App.4th 224, 255.) The Court “should defer to
5 the winning lawyer’s professional judgment as to how much time he was required to spend on
6 the case.” (*Moreno v. City of Sacramento* (9th Cir. 2008) 534 F.3d 1106, 1112.) Generally, hours
7 are reasonable if they were “reasonably expended in pursuit of the ultimate result achieved in
8 the same manner that an attorney traditionally is compensated by a fee-paying client.” (*Hensley*
9 *v. Eckerhart* (1983) 461 U.S. 424, 431.)

10 Here, Plaintiff’s Counsel current lodestar is *no less than* **\$54,445.00**, which is based on *no less*
11 *than 65.8 hours* of attorney time spent to-date at their customary hourly rates. (Moon Decl., ¶ 66.) Thus,
12 in comparison to this lodestar, the fee request represents a **0.89 multiplier**. (*Id.* at ¶¶ 69 (c).) In other
13 words, the fee request is *less than* the lodestar fees. (*Id.*) Further, the foregoing lodestar does not reflect
14 additional work that will be devoted to this litigation, including to obtain and monitor approval of the
15 Settlement and requested awards, oversee the settlement administration process and distribution
16 of funds, respond to inquiries, and communicate with Plaintiff regarding the case. (*Id.* at ¶ 67.)
17 The amount of fees requested under the Settlement is warranted based on the contingent risk that
18 Plaintiff’s Counsel incurred, the difficulty of the questions involved, the substantial benefit conferred on
19 the Aggrieved Employees and State of California as a result of the Settlement, and the skill displayed by
20 Plaintiff’s Counsel. (*Id.* at ¶ 71.) Plaintiff’s Counsel also bear the risk of taking whatever actions are
21 necessary if Defendant fails to pay. (*Id.* at ¶ 67.) Thus, the request for attorneys’ fees is more than
22 reasonable under a lodestar check.

23 **5. Plaintiff’s Counsel’s Costs Were Actually and Reasonably Incurred**

24 Winning counsel are entitled to recover the out-of-pocket costs and expenses they
25 reasonably incurred in investigating, prosecuting, and settling a case. (*Staton v. Boeing Co.* (9th
26 Cir. 2003) 327 F.3d 938, 974; Lab. Code § 2699(k)(1).) Here, Plaintiff’s Counsel seek
27 reimbursement in the total amount of \$29,779.57 for expenses that were actually and reasonably
28 incurred in this litigation. (Moon Decl., ¶¶ 19, 74, Ex. 4.) Moreover, this amount is below the

1 maximum allocation under the Settlement and thus, the remainder (\$220.43) will revert to the
2 PAGA Penalties. (*Id.* at ¶ 75; Settlement, ¶ III.C.1.) Thus, costs should be reimbursed in full.

3 **IV. CONCLUSION**

4 For the foregoing reasons, Plaintiff respectfully requests the Court grant approval of the
5 Settlement and enter the proposed approval order and proposed judgment submitted herewith.

6 Respectfully submitted,

7 DATED: August 14, 2026

MOON LAW GROUP, PC

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