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**SUPERIOR COURT OF THE STATE OF CALIFORNIA
FOR THE COUNTY OF SACRAMENTO**

RICHARD RICO, an individual, on
behalf of himself and others similarly
situated,

Plaintiff,

v.

PREMIER LOGISTICS &
TRANSPORTATIONS, a California
Corporation; and DOES 1 through 50,
inclusive,

Defendants.

Case No.: 34-2023-00334466

CLASS ACTION

Assigned for All Purposes To:
Hon. Jill Talley

**MEMORANDUM OF POINTS AND
AUTHORITIES IN SUPPORT OF
PLAINTIFFS' MOTION FOR
PRELIMINARILY APPROVAL OF CLASS
AND PAGA ACTION SETTLEMENT**

*[filed concurrently with Plaintiff's Notice of
Motion and Motion; Declaration of Enoch J.
Kim; Declaration of David Yeremian;
Declaration of Richard Rico; Declaration of
Yalmar Pastora; and [Proposed] Order]*

Date: June 27, 2025
Time: 9:00 a.m.
Location: Department 22

Original Complaint Filed: February 8, 2023
Amended Complaint: June 1, 2023
Second Amended Complaint: Sept. 11, 2023
Trial Date: None Set

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1 **MEMORANDUM OF POINTS AND AUTHORITIES**

2 **I. INTRODUCTION**

3 Plaintiffs Richard Rico and Yalmar Pastora (“Plaintiffs”) seek preliminary approval of a
4 putative class and representative action settlement with Defendant Premier Logistics &
5 Transports, a California Corporation (“Defendant”) (Plaintiffs and Defendant are collectively
6 referred to herein as “the Parties”) on behalf of themselves and a proposed class of all current and
7 former non-exempt employees of Defendant during the Class Period, which is February 8, 2019,
8 through July 9, 2024 (“Class” or “Class Members”). After participating in mediation, the Parties
9 reached a settlement in the gross amount of \$700,000.00 to resolve the foregoing action, subject to
10 this Court’s final approval.

11 Pursuant to California Rules of Court 3.769(d) and (e), Plaintiffs respectfully request that
12 this Court grant preliminary approval of the proposed settlement agreement between the Parties,
13 the terms of which are set forth in the Class and PAGA Settlement Agreement and Release
14 (“Settlement Agreement” or “Settlement”).¹ (See Declaration of Enoch J. Kim (“Kim Decl.”),
15 Exhibit 1). The Settlement Agreement was reached after the Parties engaged in informal discovery
16 and investigation, participated in mediation with a skilled mediator, and negotiated at arms-length
17 through experienced counsel.

18 As discussed below, the proposed Settlement Agreement satisfies all criteria for preliminary
19 approval under California law, falls well within the range of reasonableness, and is in the best
20 interests of the Class. Accordingly, Plaintiffs respectfully request that the Court: (1) grant
21 preliminary approval of the Settlement; (2) conditionally grant certification of the proposed Class
22 solely for the purposes of Settlement, (3) approve the appointment of Apex Class Action LLC
23 (“Apex”) as Settlement Administrator, (4) authorize the Settlement Administrator to send the
24 Notice of Class Action and PAGA Settlement (“Class Notice”), attached to the Settlement
25 Agreement as Exhibit A, to the Class Members, (5) appoint Plaintiff as the Class Representative
26 and Plaintiff’s Counsel as Class Counsel, (6) and schedule a final fairness and approval of

27 _____
28 ¹ Plaintiffs’ counsel has reviewed the Court’s “Checklist for Approval of Class Action and/or
PAGA Settlements” and Local Rule 2.99.05 and certifies that this briefing complies with the
checklist. (Kim Decl., ¶ 2).)

1 settlement hearing.

2 **II. STATUS OF THE LITIGATION**

3 **A. Procedural History**

4 Plaintiffs worked as hourly-paid, non-exempt employees for Defendant and seek to
5 represent approximately 211 current and former non-exempt employees employed by Defendant at
6 any time during the Class Period. (Kim Decl., ¶ 3.) Defendant is a for-profit corporation doing
7 business as Premier Logistics & Transportations based in Sacramento, California, and operates as
8 an integrated logistics and field services provider, providing delivery and installation services to
9 customers of major home appliance retail stores across Central and Northern California. (*Id.*)

10 On February 8, 2023, Plaintiff Richard Rico commenced a Class Action by filing a
11 Complaint alleging eleven causes of action against Defendant for (1) Failure to Pay Minimum
12 Wages, (2) Failure to Pay Wages and Overtime Under Labor Code § 510, (3) Meal Period Liability
13 under Labor Code § 226.7, (4) Rest-Break Liability under Labor Code § 226.7, (5) Failure to Pay
14 Vacation Wages, (6) Failure to Comply with Labor Code § 245 *et seq.* and 246, (7) Reimbursement
15 of Necessary Expenditures, (8) Violation of Labor Code § 226(a), (9) Failure to Keep Required
16 Payroll Records under Labor Code §§ 1174, 1174.5, (10) Penalties Pursuant to Labor Code § 203,
17 and (11) Violation of Business & Professions Code § 17200 *et seq.* (the “Action”). (Kim Decl., ¶
18 4.)

19 Plaintiff Rico submitted a PAGA notice (LWDA-CM-934456-23) to the Labor and
20 Workforce Development Agency (“LWDA”) on February 7, 2023. (Kim Decl., ¶ 5.) On June 1,
21 2023, Plaintiff Rico filed his First Amended Complaint which added claims for penalties under
22 PAGA, Labor Code §2698. (*Id.*) On June 16, 2023, Plaintiffs submitted an amended PAGA notice
23 letter which added Plaintiff Yalmar Pastora as a PAGA representative, and on September 11, 2023,
24 Plaintiffs filed a Second Amended Complaint (“Operative Complaint”), adding Yalmar Pastora as
25 a named Plaintiff in the Action. (*Id.*)

26 Plaintiffs contend that Defendant failed to pay all wages due and owing, by requiring
27 Plaintiffs and Class Members to perform work while remaining under Defendants’ control before
28 and after being on the clock for their daily work shift, and by failing to incorporate all

1 remunerations, including nondiscretionary commissions, incentive pay, and/or nondiscretionary
2 bonuses, into the calculation of the regular rate of pay for purposes of calculating the overtime
3 wage rate. Plaintiffs also contend that Defendant failed to provide accurate wage statements, failed
4 to provide lawful meal and rest periods, as employees were not provided with the opportunity to
5 take timely, uninterrupted, and duty-free meal and rest periods, failed to timely pay wages including
6 final wages, failed to pay vacation pay, and failed to reimburse necessary business expenses. (*Id.*
7 at ¶ 6.)

8 **B. Investigation**

9 Before filing the lawsuit, Class Counsel researched the facts and circumstances underlying
10 the pertinent issues and applicable law. (*Id.* at ¶ 7.) This required thorough discussions and
11 interviews between Class Counsel and Plaintiffs and potential Class Members, in addition to the
12 above-described research into the various legal issues involved in the case. (*Id.*) Class Counsel
13 conducted a thorough investigation of the facts and claims giving rise to the action, including (1)
14 conducting informal discovery and meeting and conferring with defense counsel about same; (2)
15 reviewing and analyzing records and data, as well as employment-related policies; (3) reviewing
16 Plaintiffs' personnel files and other documentation; (4) interviewing Plaintiffs regarding potential
17 Class Members and speaking to potential members of the Class; (5) researching the applicable law
18 and potential defenses; (6) constructing damage models based on interpretations of California law
19 and the facts and numbers provided by Defendant; and (7) reviewing information provided by
20 Defendant in response to informal discovery and in advance of the mediation. (*Id.*) The Parties
21 conducted their own evaluations of the potential recoveries based on the claims alleged in the
22 Action, including consulting experts. (*Id.*)

23 Defendant, for its part, vigorously contested liability, the amount of claimed damages, and
24 the propriety of class certification. (*Id.* at ¶ 8.) After analyzing the relevant documents and other
25 gathered data, Class Counsel believed that this case was appropriate for resolution via mediation.
26 (*Id.*) Given the high level of risk present for both sides, the Parties elected to mediate Plaintiff's
27 claims and explore the possibility of settlement. (*Id.*)

1 **C. Settlement Efforts**

2 On May 9, 2024, the Parties participated in an all-day mediation with Tagore Subramaniam,
3 Esq., and reached an agreement on general settlement terms memorialized in an Memorandum of
4 Understanding fully executed on October 30, 2024. (Kim Decl., ¶ 9.) During mediation, counsel
5 for Plaintiffs and Defendant discussed all aspects of the case, including the risks of continued
6 litigation and the risks to both parties of proceeding with a class certification motion, as well as the
7 law relating to unpaid wages, meal and rest periods, vacation pay, wage statements, final pay, and
8 unreimbursed business expenses. (*Id.*) The Parties continued to work together on a long-form
9 Settlement Agreement following mediation, and fully executed a long form agreement thereafter.
10 (*Id.*)

11 From Class Counsel’s review of the strengths and weaknesses of the case and the risks and
12 delays posed by further litigation, Class Counsel believes that the recovery for each Class Member
13 is fair and reasonable. (*Id.* at ¶ 10.) Further, the Settlement Agreement was reached via a non-
14 collusive settlement process in which the Parties were forced to make compromises in the interest
15 of reaching a full and complete settlement of the lawsuit. (*Id.*)

16 **III. SETTLEMENT AGREEMENT AND ACCOMPANYING DOCUMENTS**

17 **The Class/Class Period and PAGA Group/PAGA Period:** The Settlement Agreement
18 defines the “Class” as “all current and former non-exempt employees of Defendant during the
19 Class Period,” which is February 8, 2019 to July 9, 2024. (Kim Decl., Exhibit 1, Settlement
20 Agreement, ¶¶ 1.5, 1.12.) The Settlement Agreement also defines “Aggrieved Employees” as “all
21 current and former non-exempt employees who worked for Defendant in the State of California
22 during the PAGA Period,” which is December 2, 2021, through July 9, 2024. (Kim Decl., Exhibit
23 1, Settlement Agreement, ¶¶ 1.4, 1.31.)

24 **Key Financial Terms:** Under the terms of the proposed Settlement Agreement,
25 Defendant has agreed to pay \$700,000.00 (“Gross Settlement Amount”) on a non-claims made
26 and non-reversionary basis. (Kim Decl., Exhibit 1, Settlement Agreement, ¶¶ 3.1, 3.2.) In addition
27 to and separate from the Gross Settlement Amount, Defendant will pay the employers’ portion of
28 any payroll taxes on the wage allocation portion of the individual settlement payments to Class

1 Members. (*Id.*)

2 The Net Settlement Amount, available for distribution to Class Members, is the Gross
3 Settlement Amount, less the Individual PAGA Payments, the LWDA PAGA Payment, the Class
4 Representative Service Payments, Class Counsel Fees Payment, Class Counsel Litigation
5 Expenses Payment, and the Administration Expenses Payment. (Kim Decl., Exhibit 1, Settlement
6 Agreement, ¶ 1.28.) These amounts are detailed as follows:

- 7 • Class Counsel Fees Payment: Up to one-third of the Gross Settlement Amount, currently
8 estimated to be **\$233,333.33**, to Class Counsel as attorneys' fees for the litigation and
9 resolution of this Action and up to **\$30,000.00** for actual costs incurred in this Action. (Kim
10 Decl., Exhibit 1, Settlement Agreement, ¶ 3.2.2);
- 11 • Class Representative Service Payments: Up to **\$5,000.00** to each Plaintiff as an award for
12 their service as the class representatives (Kim Decl., Exhibit 1, Settlement Agreement, ¶
13 3.2.1);
- 14 • Administrator Expenses Payment: A not-to-exceed amount of **\$7,500.00** to the Settlement
15 Administrator for its fees and costs to administer the Settlement (Kim Decl., Exhibit 1,
16 Settlement Agreement, ¶ 3.2.3);
- 17 • PAGA Penalties Payments: **\$75,000.00** for settlement of claims for civil penalties under
18 PAGA, with 25% (\$18,750.00) allocated to the Aggrieved Employees ("Individual PAGA
19 Payments") and 75% (\$56,250.00) allocated to the LWDA ("LWDA PAGA Payment")
20 (Exhibit 1, Settlement Agreement, ¶ 3.2.5). Each Member's share of the 25% of the PAGA
21 Penalties will be calculated according to the number of PAGA Pay Periods worked during
22 the PAGA Period. (*Id.* at ¶ 3.2.5.1.)

23 If the Court approves the above allocations from the Gross Settlement Amount, the Net
24 Settlement Amount is estimated to be **\$344,166.67**. (Kim Decl., at ¶ 12.) Twenty percent (20%) of
25 the "Net Settlement Amount" will be allocated to the settlement of wage claims (the "Wage
26 Portion") and will be subject to tax withholding and reported on an IRS W-2 Form. (*Id.* at ¶ 3.2.4.1)
27 Each Class Member's share of the Net Settlement Amount ("Individual Class Payment") will be
28 calculated based on the number of workweeks the Class Member worked during the Class Period.

(Kim Decl., Exhibit 1, Settlement Agreement, ¶ 1.23.) For the approximately 211 Class Members (if no exclusions), the average gross Individual Class Payment, using a straight average, is **\$1,631.12**. The estimated average amount each Class Member will receive per workweek based on the Net Settlement Amount and 8,648 workweeks is **\$39.80**. (Kim Decl., ¶ 12.) If the Court approves a lesser amount for any of the above requested allocations from the Net Settlement Amount, the remainder will be added to the Net Settlement Amount to be distributed to Class Members. (Kim Decl., Exhibit 1, Settlement Agreement, ¶¶ 3.2.1- 3.2.3, 3.2.5.2.)

No affirmative duties imposed on Class: The settlement agreement does not impose any affirmative duties on Participating Class Members. (Kim Decl., ¶ 79.) No claim form is required to participate in the Settlement. (*Id.*) Individuals who wish to opt out or object may do so. (*Id.*)

Class Notice Procedures: Not later than thirty (30) calendar days after the Court grants Preliminary Approval of the Settlement, Defendant will deliver the Class Data to the Settlement Administrator in the form of a Microsoft Excel spreadsheet. (Kim Decl., ¶ 13, Exhibit 1, Settlement Agreement, ¶ 4.2.) The Settlement Administrator will mail the Class Notice with Spanish translation substantially in the form to all Class Members in no event later than fourteen (14) days following the receipt of Class Data via first class United States Postal Service (“USPS”) mail. (Kim Decl., ¶ 13, Exhibit 1, Settlement Agreement, ¶ 7.4.2.) Before mailing the Class Notice, the Settlement Administrator shall update Class Member addresses using the National Change of Address database. (*Id.*) Defendant also has a continuing duty to immediately notify Class Counsel if it discovers that the Class Data omitted class member identifying information and will provide corrected or updated Class Data as soon as reasonably feasible. (*Id.* at ¶ 4.2.) The Class Notice includes a summary of the case and settlement terms and provides Class Members with detailed instructions on how to exclude themselves, object to the settlement, and dispute the number of workweeks and/or pay periods attributed to each Class Member per Defendant’s records. (Kim Decl., ¶ 13; Exhibit 1, Settlement Agreement, Exhibit A, Class Notice.)

Any mailing returned to the Settlement Administrator as undeliverable will be sent within three (3) business days via USPS to the forwarding address provided by the USPS, if applicable. (Kim Decl., ¶ 13, Exhibit 1, Settlement Agreement, ¶ 7.4.3.) If no forwarding address is provided,

1 the Settlement Administrator will attempt to determine the correct address again by conducting a
2 National Change of Address search, and re-mail the Class Notice to the most current address
3 obtained. (*Id.*) Class Members will have sixty (60) days² from the mailing of the Class Notice (plus
4 an additional fourteen (14) calendar days if they receive a re-mailed Notice) to opt out of or object
5 to the Settlement or to dispute the number of workweeks or pay periods. (Kim Decl., ¶ 13, Exhibit
6 1, Settlement Agreement, ¶¶ 1.43, 7.4.4.)

7 **Settlement Administrator:** The parties selected Apex Class Action LLC (“Apex”) to
8 handle the notice and administration of the Settlement based on various factors including the
9 competitiveness of their bid, their competency in administering settlements, and their
10 responsiveness to the parties’ counsel and settlement class members. (Kim Decl., ¶ 14, Exhibit 1,
11 Settlement Agreement, ¶ 7.1). Apex has experience administering class action and PAGA
12 settlements, has procedures in place to protect the security of class data, adequate insurance in the
13 event of a data breach or defalcation of funds, and is qualified to administer the Settlement. (*See*
14 Declaration of Sean Hartranft, attached to the Kim Decl. as Exhibit 3, which also includes a
15 breakdown of the anticipated costs of class notice.) In addition, Apex will have a website for Class
16 Members to review and reference for details regarding the Final Approval Hearing, copies of the
17 Settlement Agreement, Motion for Preliminary Approval, the Class Notice, the Motion for Final
18 Approval, the Motion for Class Counsel Fees Payment, Class Counsel Litigation Expenses
19 Payment, the Class Representative Service Payments, and any Final Approval Order and
20 Judgment. (Kim Decl., ¶ 14, Exhibit 1, Settlement Agreement, ¶ 7.8.1; Exhibit A, Class Notice.)
21 If the Court grants final approval of the Settlement, a copy of the Final Approval Order and
22 Judgment will be posted on this website for Class Members to review. (*Id.*) The website will be
23 provided to Class Members in the Class Notice that is mailed to them. (*Id.*)

24 **Funding and Payment of Settlement:** Defendant shall fully fund the Gross Settlement
25 Amount and the amounts necessary to fully pay Defendant’s share of payroll taxes by transmitting
26 the funds to the Settlement Administrator in three equal installments over two taxable years,
27 beginning with a payment of \$233,334.00, plus 1/3 of the full amount of employer payroll taxes,
28

² Counsel for the Parties have agreed to extend the Response Deadline noted in the Settlement Agreement to 60 days.

1 made by January 10th of the year immediately following preliminary approval of the Settlement.
2 The second installment payment of \$233,333.00, plus 1/3 of the full amount of employer payroll
3 taxes, shall be made no later than March 31st of the year immediately following preliminary
4 approval by the Court. The third installment payment of \$233,333.00, plus 1/3 of the full amount
5 of employer payroll taxes, shall be made no later than December 31st of the second taxable year
6 following preliminary approval by the Court. (Kim Decl., Exhibit 1, Settlement Agreement, ¶ 4.3.)
7 Within fourteen (14) days after Defendant fully funds the Gross Settlement Amount, the Settlement
8 Administrator will mail checks to Class Members pursuant to the terms of the Settlement
9 Agreement. Kim Decl., Exhibit 1, Settlement Agreement, ¶ 4.4.) Checks will be mailed by First
10 Class U.S. Mail, postage prepaid, to each Class Member and will be valid for 180 calendar days
11 from the date of mailing. Kim Decl., Exhibit 1, Settlement Agreement, ¶ 4.4.1.) Any uncashed
12 amounts after 180 days will be transferred to the California Controller's Unclaimed Property Fund
13 in the name of the Class Member thereby leaving no unpaid residue to satisfy CCP Section 384,
14 subd. (b). Kim Decl., Exhibit 1, Settlement Agreement, ¶ 4.4.3.)

15 **Class Member Release:** The Class Member release of claims will not become effective
16 until after the Effective Date has passed and Defendant has fully funded the Gross Settlement
17 Amount and all employer payroll taxes owed on the Wage Portion of the Individual Class
18 Payments. (Kim Decl., Exhibit 1, Settlement Agreement, ¶ 5). The release period ends on July 9,
19 2024, prior to the date of the preliminary approval hearing. Further, the release of claims is
20 tailored in scope to claims that were or could have been alleged based on the facts in the
21 Operative Complaint that arose during the Class Period. (*Id.* at ¶ 5.2).

22 **Aggrieved Employee Release:** The Aggrieved Employee release of claims will not become
23 effective until after the Effective Date has passed and Defendant has fully funded the Gross
24 Settlement Amount. (Kim Decl., Exhibit 1, Settlement Agreement ¶ 5). The release period ends on
25 July 9, 2024, prior to the date of the preliminary approval hearing. Further, the release of PAGA
26 claims is tailored in scope to claims for PAGA civil penalties that are alleged or which reasonably
27 could have been alleged based on the facts alleged in the Operative Complaint and the PAGA
28 Notices to the LWDA that accrued during the PAGA Period. (*Id.* at ¶ 5.2). The Class Notice

addresses the fact that an aggrieved employee may not opt out of the PAGA Settlement. (Kim Decl., Exhibit 1, Settlement Agreement; Exhibit A, Class Notice, ¶ 6).

IV. CERTIFICATION FOR SETTLEMENT PURPOSES ONLY IS APPROPRIATE

Express judicial policy favors maintaining wage and hour actions as class actions. *Prince v. CLS Transp., Inc.* (2004) 118 Cal. App. 4th 1320, 1328; *Richmond v. Dart Industries, Inc.* (1981) 29 Cal. 3d 462. Any doubt as to the appropriateness of class treatment should be resolved in favor of class certification, subject to later modification if necessary. *Richmond*, 29 Cal. 3d at 473-75.) The decision to certify a class is a procedural one and should be based on the allegations in the operative complaint, and not in the perceived factual or legal merit of the class claims. (*Linder v. Thrifty Oil Co.* (2000) 23 Cal. 4th 429, 439-41.

To certify a settlement class, the Court must find the two primary requirements for maintaining a class action: (1) there must be an ascertainable class, and (2) there must be a well-defined community of interest in the questions of law and fact involving the parties to be represented. *See Vasquez v. Superior Court* (1971) 4 Cal. 3d 800, 805-09; *Daar v. Yellow Cab Company* (1967) 67 Cal. 2d 695, 704. These criteria are met here for the reasons set forth below.

A. There Is a Numerous and Ascertainable Class

Whether a class is ascertainable is determined by examining the class definition, the size of the class, and the means available for identifying class members. *See Vasquez, supra*, 4 Cal. 3d at 821-22; *Reyes v. Board of Supervisors of San Diego County* (1987) 196 Cal. App. 3d 1263, 1271. Class members are “ascertainable” when they may be readily identified without unreasonable expense or time.

Plaintiffs contend, and Defendant does not dispute for settlement purposes only, that the numerosity and ascertainability elements are satisfied here. Class Members are “all current and former non-exempt employees of Defendant during the Class Period,” which is February 8, 2019, to July 9, 2024. Defendant has identified 211 Class Members based on a review of its payroll and personnel records. (*Id.*, ¶ 16.)

Therefore, and notwithstanding the foregoing, there is a numerous and ascertainable class.

B. There Is a Well-Defined Community of Interest

1 A community of interest is established by the predominance of common issues of law and
2 fact. *See Vasquez*, 4 Cal. 3d at 811. The requirement of a community of interest:

3 [D]oes not depend upon an identical recovery, and the fact that each
4 member of the class must prove his separate claim to a portion of any
5 recovery by the class is only one factor to be considered ... The mere
6 fact that separate transactions are involved does not of itself preclude
7 a finding of the requisite community of interest so long as every
8 member of the alleged class would not be required to litigate
9 numerous and substantial questions to determine his individual right
10 to recover subsequent to the rendering of any class judgment which
11 determined in plaintiffs' favor whatever questions were common to
12 the class.

13 *Id.* at 809.

14 Plaintiffs contend, and Defendant does not dispute for settlement purposes only, that
15 common issues of fact and law predominate as to each of the claims alleged by Plaintiffs, and the
16 Class is united in its proof. (Kim Decl., ¶ 17.) Because Plaintiffs have alleged a single scheme, “the
17 relevant proof [does] not vary among class members” and “clearly presents a common question
18 fundamental to all class members.” *See In Re NASDAQ Market-Makers Antitrust Litigation* (SDNY
19 1997) 172 F.R.D. 119, 123 (citing *In Re NASDAQ Market-Makers Antitrust Litigation*, (SDNY
20 1997) 169 F.R.D. 493, 518). California courts show “no hesitancy” in inferring class-wide
21 causation, class-wide injury, and class-wide damages when a common course of action has been
22 shown. *B.W.I. Custom Kitchen*, 191 Cal. App. 3d at 1350. This inference “eliminates the need for
23 each class member to prove individually the consequences of the defendants’ actions to him or
24 her.” *Id.* at 1351 (quoting *Rosack v. Volvo of America Corp* (1982) 131 Cal. App. 3d 741, 753
25 [emphasis added]).

26 This action involves, *inter alia*, a determination about Defendant’s alleged failure to pay
27 minimum and overtime wages at the proper rates due to off-the-clock work, failure to provide meal
28 and rest periods, failure to pay vacation and sick pay, failure to reimburse business expenses, the
29 resulting failure to pay final wages when required and to provide accurate wage statements; and
30 largely derivative claims under the UCL and PAGA. (Kim Decl., ¶ 17.) Plaintiffs contend
31 Defendant’s practices affected Class Members in the same way and presents questions that are
32 suitable for common adjudication because all Class Members were subject to the same employment

1 policies and practices. (*Id.*) The outcome of litigation in this matter depends upon questions that
2 are common to Class Members. (*Id.*)

3 **C. The Named Plaintiffs' Claims Are Typical**

4 A class representative's claims are typical when they arise from the same event, practice,
5 or course of conduct that gives rise to the claims of other putative class members, and if their claims
6 rest on the same legal theories. The class representative's claims must be "typical" but not
7 necessarily identical to the claims of other class members. It is sufficient that the representative is
8 similarly situated so that he or she will have the motive to litigate on behalf of all class members.
9 *Classen v. Weller* (1983) 145 Cal.App.3d 27, 47; *B.W.I. Custom Kitchens v. Owens-Illinois, Inc.*
10 (1987) 191 Cal.App.3d 1341, 1347 ("[I]t has never been the law in California that the class
11 representative must have identical interests with the class members."). Thus, it is not necessary that
12 the class representative should have personally incurred all the damages suffered by each of the
13 other class members. *Wershba v. Apple Computer, Inc.* (2001) 91 Cal.App.4th 224, 228.

14 Plaintiffs contend, and Defendant does not dispute for settlement purposes only, that
15 Plaintiffs' claims are typical of Class Members' claims because they arose from the same factual
16 basis and are based on the same legal theories. (Kim Decl., ¶ 18.) Thus, Plaintiffs' claims are typical
17 of the claims of the putative Class. (*Id.*)

18 **D. Adequacy of Class Counsel and Class Representative**

19 As detailed below, Class Counsel are experienced in class actions, have represented their
20 clients zealously, and have no conflicts of interest. (Kim Decl., ¶¶ 19, 80-87.) The Class
21 Representatives' interests are aligned with those of the Class Members, as they have suffered the
22 same injuries as the Class Members and have no conflicts of interest. (*Id.* at ¶ 19.) Plaintiffs have
23 assumed this responsibility with conviction and dedication and also have no conflicts of interest.
24 (*Id.*) Indeed, Plaintiffs have devoted a considerable amount of time and energy to litigating this
25 Action and effectuating a settlement. (*Id.*) Therefore, Class Counsel and the Class Representatives
26 are adequate.

27 **E. Predominance and Superiority**

28 Individual issues do not predominate over those common to the class. (Kim Decl., ¶ 20.) As

1 explained, *supra*, Plaintiffs allege there are common issues of law and fact given that Plaintiffs and
2 all Class Members were subjected to the same policies and pay practices during the relevant time
3 period. (*Id.*) Plaintiffs and Class Members seek unpaid wages and overtime including vacation and
4 sick pay, meal and rest premiums, reimbursement of business expenses, and penalties for work
5 performed as non-exempt employees for Defendant. (*Id.*) Plaintiffs allege that these issues are
6 suitable for common adjudication because all Class Members were allegedly subject to the same
7 employment policies, and Plaintiffs contend the practices applied uniformly to all Class Members.
8 (*Id.*)

9 Plaintiffs contend that class resolution is superior to other available methods for the fair and
10 efficient adjudication of the contested claims as there is little interest or incentive for Class
11 Members to individually control the prosecution of separate actions. (*Id.* at ¶ 21.) Although
12 Defendant's alleged unlawful policies and practices have caused actual harm, the cost of
13 individually litigating each such case against Defendant would easily exceed the value of any relief
14 that could be obtained by any one Class Member individually. (*Id.*) If Class Members are forced to
15 litigate their claims individually, it would potentially result in 211 or more individual actions
16 against Defendant, each for relatively small amounts. (*Id.*) Hence, an individual suit would prove
17 uneconomical for potential plaintiffs because litigation costs would dwarf a potential recovery. (*Id.*)

18 **VI. THE THREE-STEP APPROVAL PROCESS**

19 California Rule of Court 3.769 requires court approval of the settlement of class action
20 lawsuits. Preliminary approval is merely the first of three steps that comprise the approval
21 procedure for settlements of class actions. *See* Manual for Complex Litigation, Second §30.44
22 (1993); *Dunk v. Ford Motor Co.* (1996) 48 Cal.App.4th 1794, 1801. The second approval step is
23 the dissemination of notice of the settlement to all Class Members. *Id.* The third step is a final
24 settlement approval hearing, at which evidence and argument concerning the fairness, adequacy,
25 and reasonableness of the settlement may be presented and Class Members may be heard. *Id.*

26 The determination of whether a settlement should be preliminarily approved requires, "basic
27 information about the nature and magnitude of the claims in question and the basis for concluding
28 that the consideration being paid for the release of those claims represents a reasonable

1 compromise.” *Kullar v. Foot Locker Retail, Inc.* (2008) 168 Cal.App.4th 116, 133. However, the
2 record need not contain an explicit statement of the maximum theoretical amount that the class
3 could recover. *See Munoz v. BCI Coca-Cola Bottling Co. of Los Angeles* (2010) 186 Cal. App. 4th
4 399, 409 (“*Kullar* does not... require any such explicit statement of value; it requires a record which
5 allows “an understanding of the amount that is in controversy and the realistic range of outcomes
6 of the litigation.”). “If the proposed settlement appears to be the product of serious, informed, non-
7 collusive negotiations, has no obvious deficiencies, does not improperly grant preferential
8 treatment to class representatives or segments of the class, and falls within the range of possible
9 approval, then the court should direct that notice be given to the Class Members of a formal fairness
10 hearing, at which evidence may be presented in support of and in opposition to the settlement.”
11 *Manual for Complex Litigation*, Second § 30.44, at 229.

12 In deciding whether to approve a proposed class action settlement, the Court must find that
13 a proposed settlement is “fair, adequate, and reasonable” and falls within the “range of approval.”
14 *Dunk*, 48 Cal.App.4th at 1801-02. The trial court considers all relevant factors, such as “the strength
15 of plaintiff’s case, the risk, expense, complexity and likely duration of further litigation, the risk of
16 maintaining class action status through trial, the amount offered in settlement, the extent of
17 discovery completed and the stage of the proceedings, the experience and views of counsel, the
18 presence of a governmental participant, and the reaction of the Class Members to the proposed
19 settlement.” *Id.* The Settlement satisfies all of these requirements for the reasons set forth below.

20 **VII. THE SETTLEMENT IS FAIR, ADEQUATE, AND REASONABLE**

21 The Court’s decision to preliminarily approve a settlement is granted great deference as an
22 exercise within its broad discretion. *Wershba v. Apple Computer, Inc.* (2001) 91 Cal.App.4th 224,
23 234-235. As a matter of public policy, courts both encourage the use of the class action device and
24 favor settlement over continued litigation. *See, e.g., Linder v. Thrifty Oil Co.* (2000) 23 Cal. 4th
25 429, 434 (“Courts have long acknowledged the importance of class actions as a means to prevent a
26 failure of justice in our judicial system.”); *Class Plaintiffs v. City of Seattle* (1992) 955 F.2d 1268,
27 1276 (“[S]trong judicial policy . . . favors settlements, particularly where complex class action
28 litigation is concerned.”). Applying the above factors, the proposed settlement provides a

1 substantial benefit to the Class. It is fair, reasonable, and adequate, and should be preliminarily
2 approved.

3 **A. The Settlement is the Result of Serious, Informed, Non-Collusive**
4 **Negotiations.**

5 The proposed Settlement was reached as a result of arm's length negotiations after the
6 completion of pertinent discovery and the exchange of necessary class data. (Kim Decl. ¶ 23.) The
7 negotiations have been, at all times, adversarial and non-collusive in nature. (*Id.*) See, 4 Newberg
8 on Class Actions § 13:45 (5th ed.) (due to the preference of settlement over litigation, "a court will
9 presume that a proposed class action settlement is fair when certain factors are present, particularly
10 evidence that the settlement is the product of arms-length negotiation, untainted by collusion."").
11 Although Plaintiffs believe their claims have merit, Plaintiffs acknowledge that there were
12 substantial risks and uncertainty in proceeding with litigation. (*Id.*) As discussed below, Defendant
13 presented multiple defenses to Plaintiffs' claims, both on the merits and with respect to class
14 certification. (*Id.*) Thus, while Plaintiffs were prepared to litigate these claims through class
15 certification, and ultimately trial, success was not assured. (*Id.*) The Parties worked with a neutral
16 and experienced mediator who assisted in ensuring negotiations between the Parties were non-
17 collusive and well-informed. (*Id.*)

18 **B. Extent of Discovery and Stage of Proceedings**

19 As stated above, the Parties engaged in substantial informal discovery, including speaking
20 to potential Class Members, before the Settlement was reached to allow them to fully evaluate the
21 class claims and Defendant's defenses. (*Id.* at ¶ 24.) This litigation has reached the stage where the
22 Parties have a clear view of their respective strengths and weaknesses in this case. (*Id.*)

23 **C. The Strength of Plaintiff's Case and the Risk, Expense, Complexity, and**
24 **Likely Duration of Any Litigation.**

25 Plaintiffs' claims are based on Defendant's alleged failure to pay minimum and overtime
26 wages at the proper rates due to off-the-clock work, failure to provide meal and rest periods, failure
27 to pay vacation and sick pay, failure to reimburse business expenses, the resulting failure to pay
28 final wages when required and to provide accurate wage statements; and largely derivative claims

1 under the UCL and PAGA. (*Id.* at ¶ 24).

2 Plaintiffs allege that Defendant failed to pay Plaintiffs and Class Members at least minimum
3 wages for all hours worked and proper overtime wages for hours worked in excess of eight hours
4 in a day and 40 hours in a week. (Kim Decl., ¶ 26.) Specifically, Plaintiffs allege that Defendant
5 had a consistent policy of not paying Class Members wages for all hours worked “pre-shift” and
6 “post-shift,” including conducting pre-trip inspections, preparing trucks for trips, unloading trucks
7 post-trip, and responding to calls and text messages from dispatchers throughout the day. Moreover,
8 Plaintiffs allege that Class Members were not paid for the time that they travelled between
9 Defendants’ worksites on a daily basis. Plaintiffs also allege that Defendant regularly paid incentive
10 commissions for which Defendant failed to incorporate into the regular rate of pay used to calculate
11 and pay overtime wages to Class Members. (*Id.* at ¶¶ 26, 43.)

12 Defendant contends that it did not require off the clock work, paid for all reported hours
13 worked, that any alleged off the clock work was performed without Defendant’s knowledge.
14 Defendant also argued that any incentives paid to Class Members were discretionary and not
15 required to be calculated in the regular rate of pay, and that it paid wages at the proper rates. (Kim
16 Decl., at ¶¶ 27, 45.) Furthermore, Defendant argues that any unrecorded hours are likely subject to
17 individualized inquiry and unlikely to be certified. (*Id.*) Given the difficulty in certifying this claim,
18 Class Counsel applied a significant discount to damages based on this theory. (*Id.*)

19 Plaintiffs also allege that Defendant failed to provide proper meal breaks to Plaintiffs and
20 Class Members. (Kim Decl., ¶ 28.) For example, Plaintiffs allege that Defendant’s policy required
21 Class Members to rarely if ever receive compliant meal periods, and Class Members were not paid
22 for this time spent under Defendant’s control resulting in Plaintiffs and Class Members working
23 during their meal periods or missing their meal periods entirely. (*Id.*) Additionally, Plaintiffs allege
24 that Defendant failed to provide a second meal period to Plaintiffs and Class Members when they
25 worked over 10 hours in a day. (*Id.*)

26 Defendant contends that Class Members were given a reasonable opportunity to take their
27 meal periods, and when compliant meal periods were not provided, Defendant provided premium
28 pay to Class Members as reflected in their time and pay records. (Kim Decl., ¶ 28.) Defendant also

1 contends that the relevant Class Members who skipped meals did that of their own accord, and did
2 not inform Defendant. (*Id.*) Defendant further contends that the meal break claim is also subject to
3 individualized inquiries which would prevent class certification. (*Id.*)

4 Plaintiffs also contend that Defendant did not provide Class Members with paid 10-minute
5 rest breaks for every four hours or major fraction thereof. (Kim Decl., ¶ 29.) Plaintiff contends that
6 Class Members consistently worked in excess of consecutive three and a half-hour shifts and were
7 entitled to paid rest breaks of not less than ten minutes for each consecutive three and a half-hour
8 shift but were required to work through their rest breaks during their shifts due to Defendant's work
9 demands and expectations. (*Id.*)

10 Defendant maintains that it did provide a reasonable opportunity for Class Members to take
11 duty-free rest breaks during their shifts and disputes all allegations that rest breaks were not
12 provided. (Kim Decl., ¶ 51.) Considering that unlike meal periods, rest breaks need not be recorded,
13 these violations would likely be difficult to prove at trial and potentially lower the damages
14 ultimately awarded. (*Id.*) In light of these arguments, Class Counsel applied significant and
15 appropriate discounts to the rest break claim. (*Id.*)

16 Plaintiffs also allege that Defendant paid nondiscretionary commissions, incentive pay,
17 and/or nondiscretionary bonuses to Plaintiffs and Class Members but failed to include these forms
18 of remuneration in the regular rate of pay upon which vacation wages and sick pay were
19 calculated and paid. (Kim Decl., ¶ 54.) Defendant contends that any incentives or bonuses paid to
20 Class Members were discretionary in nature and not required to be included in the regular rate of
21 pay. (*Id.*)

22 Additionally, Plaintiffs allege that Defendant required Plaintiffs and Class Members to use
23 their cellular phones, tools, and vehicles for work, for which they were not reimbursed. (Kim Decl.,
24 ¶ 64.) Defendant maintained that any expenses incurred by Class Members for work were either
25 reimbursed or not reimbursable under the law and that this claim is subject to individualized
26 inquiries that would preclude class certification. (*Id.*)

27 As for the wage statement and waiting time penalties claims, Defendant contends that these
28 claims are merely derivative of the underlying claims and that Plaintiffs and Class Members would

1 be unable to first establish liability for the underlying claims for the reasons described above. (Kim
2 Decl., ¶ 58.) Defendant further contends that even if they could first establish liability for the
3 underlying claims, Plaintiffs and Class Members would be unable to establish that Defendant's
4 conduct was willful and knowing as required by the relevant statutes since Defendant acted in good
5 faith to provide accurate wage statements and pay all wages due to Plaintiff and Class Members.
6 (*Id.*) Thus, Defendant contends that the wage statement and waiting time penalties claims to have
7 little to no value. (*Id.*)

8 Similarly, Defendant contends that the PAGA claim is also derivative of the underlying
9 claims in the Action and ultimately fails because the underlying claims have no merit. (Kim Decl.,
10 ¶ 68.) Defendant also contends that even if Plaintiffs and Class Members could establish Labor
11 Code violations, the Court has the discretion to award less than the maximum civil penalty amount
12 and would award substantially lessen civil penalties here because Defendant acted in good faith to
13 comply with the relevant wage and hour laws and any violations were minor and technical in nature.
14 (*Id.*)

15 Defendant generally denies all claims alleged in the Action and further denies class and/or
16 representative treatment is appropriate for any purpose other than this Settlement and that it
17 complied with all applicable laws. (Kim Decl., ¶ 35.) However, after careful consideration,
18 Defendant has concluded that further litigation would be too costly and that it is preferable that
19 the Action be fully and finally settled in the manner and upon the terms and conditions herein. (*Id.*)

20 As stated above, while Plaintiffs and Class Counsel contend the claims asserted in the
21 Action have merit, they also acknowledge the expense, delay, and risks of continued litigation.
22 (Kim Decl., ¶ 36.) Although the Parties engaged in significant informal discovery in advance of
23 mediation, the Parties still had significant discovery to complete had the matter not settled. (*Id.*)
24 This would have required the substantial expenditure of time and resources by both Parties that
25 may have likely spanned several years. (*Id.*) Even if Plaintiffs were to certify the classes, the Parties
26 would incur considerably more attorney fees and costs through additional motion practice, trial,
27 and possible appeal. (*Id.*) This Settlement avoids those risks and the accompanying exorbitant
28 expense. (*Id.*)

1 **D. The Risk of Maintaining Class Action Status Through Trial.**

2 Plaintiffs have not yet filed their motion for class certification, and as such, the extent to
3 which Plaintiffs' proposed classes are certifiable is somewhat speculative. (*Id.* at ¶ 37.) Absent
4 settlement, there is a risk that there would not be a certified class at the time of trial, or if there
5 were, it could consist of a significantly smaller group of employees than the proposed Settlement
6 Class, resulting in less overall recovery. (*Id.*)

7 Finally, in class actions, decertification is always a possibility, and there is always a risk
8 that a trial of this magnitude can become unmanageable. (*Id.* at ¶ 38.) Cases like *Duran v. U.S.*
9 *Bank Nat. Assn.* (2014) 59 Cal. 4th 1, 34 address the complexity of using statistical samples in class
10 actions and demonstrate that decertification is a real risk that Class Counsel must consider. (*Id.*) A
11 class trial would have also required expert witnesses, the accrual of extensive litigation costs, and
12 the commitment of extensive further time and financial resources. (*Id.*) Finally, given the
13 complexity and unsettled nature of the issues, it is likely that any outcome at trial would have
14 resulted in a lengthy and costly appeal. An appeal would result in further delay for the Class
15 Members who have already waited years for resolution in this matter. (*Id.*) Risk and legal
16 uncertainty must be dealt with in any litigation, and this Settlement was the product of compromise
17 accounting for those risks and uncertainty. (*Id.*)

18 **E. The Presence of a Governmental Participant**

19 Class Counsel will be submitting the Settlement Agreement and this Motion to the LWDA
20 concurrently with the filing of this Motion pursuant to Labor Code § 2699(1)(2). (*Id.* at ¶ 39.)

21 **F. The Amount Offered in Settlement is Fair Given the Potential Value of the**
22 **Claims.**

23 If the Court approves the requested allocations from the Gross Settlement Amount of
24 \$700,000.00 as addressed above, the Net Settlement Amount is estimated to be \$344,166.67. (Kim
25 Decl., ¶ 12.) There are approximately 211 total Class Members. (*Id.*) If there are no exclusions
26 from the Class, the average gross Individual Settlement Payment, per Class Member, using a
27 straight average, is \$1,631.12. (*Id.*) The estimated average amount each Class Member will receive
28 per workweek based on the Net Settlement Amount and 8,648 workweeks is \$39.80. (*Id.*)

1 Based on an analysis of Plaintiffs' time and pay records and a sampling of time and pay
2 records for the Class, Plaintiffs estimated the potential realistic exposure for the main claims as
3 follows: **\$97,545.40** for unpaid wages claims, including minimum and overtime wages, due to off
4 the clock work; **\$146,406.20** for meal period violations; **\$221,695.40** for rest period violations;
5 **\$22,736.00** for vacation and sick pay claims; **\$90,980.00** wage statement penalties; **\$190,804.80**
6 in waiting time penalties; **\$14,157.60** for unreimbursed business expenses; and **\$75,000.00** for
7 PAGA penalties. (*Id.* at ¶¶ 25-72.) As such, the total estimated realistic exposure Defendant could
8 face is **\$859,325.40**. (*Id.* at ¶ 72.)

9 The Gross Settlement Amount of \$700,000.00 represents a recovery for the Class of
10 approximately 81.5% of the total realistic exposure Plaintiffs estimated that Defendant could face
11 on the primary claims in this case. (*Id.*) Plaintiffs and Class Counsel submit that this is an excellent
12 result in the face of uncertainty and the prospects of protracted and contested litigation through
13 class certification, summary judgment, and trial, and particularly in light of Defendant's limited
14 ability to pay a settlement or judgment. (*Id.*)

15 **G. A Balance of Risk Factors and *Kullar* Analysis Support Approval**

16 In deciding whether to approve the settlement, the Court must balance these risk factors
17 against an "understanding of the amount in controversy and the realistic range of outcomes of the
18 litigation." *Kullar v. Foot Locker Retail, Inc.* (2008) 168 Cal.App.4th 116, 130, 133; *Munoz v. BCI*
19 *Coca-Cola Bottling Co. of Los Angeles* (2010) 186 Cal.App.4th 399, 408-09. The court "must stop
20 short of the detailed and thorough investigation that it would undertake if it were actually trying
21 the case" *Munoz*, at 408. Plaintiffs' counsel and Plaintiffs' counsel's expert used the
22 comprehensive data and documents provided to perform an analysis of the potential exposure
23 Defendant faced on Plaintiffs' main class-wide claims, establishing the realistic range of outcomes
24 in this case. As noted above, the Gross Settlement Amount represents a recovery of approximately
25 81.5% of the estimated total realistic exposure facing Defendant. (Kim Decl., ¶ 75.)

26 There was a very real prospect that nothing would be recovered by the Class if litigation
27 continued and class certification were ultimately denied. At the same time, further litigation would
28 require the expenditure of significant time and financial resources, and there is always the

possibility of adverse developments in the law and the likelihood of extended battles in both the trial court and courts of appeal. Settlement is a prudent compromise that benefits the Class Members promptly.

H. Experience and Views of Counsel

Experienced counsel, operating at arm's length, have weighed the strengths of the case, examined all the issues and risks of litigation, and endorsed the proposed settlement. Class Counsel are experienced in class actions, have represented their clients zealously, and have no conflicts of interest. (Kim Decl., ¶¶ 80-87.) Class Counsel submits the Settlement is fair, adequate, and reasonable in view of the risks and other considerations addressed and is well-suited for final approval upon completion of the administration process. (Kim Decl., ¶ 87.)

VIII. THE PROPOSED CLASS NOTICE PROVIDES ADEQUATE NOTICE TO THE CLASS MEMBERS.

To be deemed proper, a notice must provide the Class Members with sufficient information to make an informed decision as to whether to accept or object to the settlement. *Mullane v. Central Hanover Bank & Trust Co.* (1950) 339 U.S. 306, 314. The notice must apprise the Class Members of the pendency of the action; reasonably convey information regarding the settlement and the Class Members' rights, entitlements, and obligations; and affords Class Members the opportunity to present their objections. *Id.*

The proposed Class Notice provides all the information a reasonable person would need to make a fully informed decision about the settlement. It will notify all Class Members of the terms of the Settlement, its effect on their rights, their options as Class Members (i.e., to participate, object, opt-out, and dispute work weeks), and procedures for exercising those options. (Kim Decl., ¶ 13.)

The standard for determining the adequacy of notice is whether it has "a reasonable chance of reaching a substantial percentage of the class members." *Cartt v. Superior Court* (1975) 50 Cal.App.3d 960, 974. Here, the Class Notice will be sent via USPS first-class mail to each of the 211 Class Members at their addresses from Defendant's records. (Kim Decl., ¶ 13, Exhibit 1, Settlement Agreement ¶¶ 4.2, 7.4.2.) Not later than thirty (30) calendar days after the Court grants

1 Preliminary Approval of the Settlement, Defendant will deliver the Class Data to the Settlement
2 Administrator in the form of a Microsoft Excel spreadsheet. (*Id.*) The Settlement Administrator
3 will mail the Class Notice to all Class Members in no event later than fourteen (14) days following
4 the Preliminary Approval Date via USPA first class mail. (*Id.*) If the USPS does not provide a
5 forwarding address, the Settlement Administrator shall update Class Member addresses using the
6 National Change of Address database and re-mail the Class Notice to the most current address
7 obtained. (Kim Decl., ¶ 13, Exhibit 1, Settlement Agreement, ¶ 7.4.2.) Class Notice should be
8 approved as the best and most practicable way to ensure the greatest possible number of Class
9 Members will receive notice. (Kim Decl., ¶ 78.)

10 **IX. THE STIPULATED CLASS COUNSEL FEES AND LITIGATION EXPENSES**
11 **PAYMENTS ARE REASONABLE AND SHOULD BE APPROVED.**

12 Class Counsel respectfully requests, without opposition from Defendant, a Class Counsel
13 Fees Payment of \$233,333.33 (up to one-third of the Gross Settlement Amount) and a reasonable
14 Class Counsel Litigation Expenses Payment not to exceed \$30,000.00, subject to approval by the
15 Court. (Kim Decl. ¶ 73.)

16 Class Counsel submits it has the requisite experience, knowledge, and resources to serve as
17 Class Counsel and to zealously represent the Class. (Kim Decl., ¶¶ 80-87.) Class Counsel has
18 incurred time and expense in prosecuting this Action on a contingency basis and will not receive
19 any compensation for their efforts until recovery is obtained for the Class. (Kim Decl. ¶ 73.) In
20 addition, Class Counsel's efforts in reaching the Settlement on behalf of the Class will confer a
21 significant benefit to the Class. (*Id.*) As such, the requested Class Counsel Fees Payment and Class
22 Counsel Litigation Expenses Payment are reasonable.

23 **X. THE CLASS REPRESENTATIVE SERVICE PAYMENTS ARE FAIR AND**
24 **REASONABLE**

25 "At the conclusion of a class action, the class representatives are eligible for a special
26 payment in recognition of their service to the class." 5 Newberg on Class Actions § 17:1 (5th ed.).

27 Plaintiffs are entitled to a reasonable service payment for their efforts and initiative in
28 bringing and helping to prosecute this action. (Kim Decl., ¶¶ 75-77.) Plaintiffs spent significant

1 time better apprising themselves of their rights, deciding whether remedial action should be taken
2 and how it should be taken, searching for attorneys, and contacting Class Counsel, who spent
3 considerable time with Plaintiffs discussing the case and the law. (*Id.*)

4 Both before and after the filing of this lawsuit, Plaintiffs met with Class Counsel on multiple
5 occasions to discuss every aspect of their case. (Kim Decl., ¶ 76.) Plaintiffs provided Class Counsel
6 with information about Defendant and about the industry generally, produced and reviewed
7 documents, identified witnesses, consulted with Class Counsel regarding litigation strategy, made
8 themselves available and participated in the mediation process, monitored the progress of the
9 litigation with Class Counsel, and reviewed and signed the Memorandum of Understanding and the
10 Settlement Agreement. (*Id.*)

11 In light of the foregoing, Class Counsel believes that the \$5,000.00 incentive award to the
12 Class Representatives are fair and reasonable. (Kim Decl., ¶ 77.)

13 **XI. THE ACTION REQUESTED AS A PART OF THE MOTION FOR**
14 **PRELIMINARY APPROVAL**

15 Plaintiffs respectfully requests this Court, as part of the preliminary approval process, to
16 grant the following relief and make the following orders:

- 17 1. Review and approve the Settlement Agreement;
- 18 2. Review and approve the Class Notice, attached to the Settlement Agreement as Exhibit
19 A;
- 20 3. Consider and determine that the proposed class action settlement as set forth in the
21 Settlement Agreement preliminarily appears fair, reasonable, and adequate;
- 22 4. Enter an order conditionally certifying the action as a class action for settlement
23 purposes only and preliminarily approving the proposed class action settlement and the
24 Settlement Agreement;
- 25 5. Approve and appoint Emil Davtyan, Roman Shkodnik, Enoch J. Kim, Emma
26 Geesaman, and Antonia McKee D.Law, Inc., David Yeremian of David Yeremian & Associates,
27 Inc., and Karl Gerber of Employment Lawyers Group, to serve as Class Counsel for settlement
28 purposes;

- 1 6. Approve and appoint Apex Class Action, LLC as the Settlement Administrator to
2 handle the notice and claims procedures as set forth in the Settlement Agreement;
3 7. Approve the proposed settlement's allocation of funds to claims made under PAGA;
4 8. Order Defendant to disclose to the Settlement Administrator the Class Member's name,
5 last-known mailing address, Social Security number, and number of Class Period Workweeks and
6 PAGA Pay Periods as set forth in the Settlement Agreement;
7 9. Order Apex to mail the Class Notice to Class Members; and
8 10. Set a date for the Final Approval Hearing.

9
10 Dated: June 4, 2025

D.LAW, INC.

11 By /s/ Enoch J. Kim
12 Emil Davtyan
13 Roman Shkodnik
14 Enoch J. Kim
15 Emma Geesaman
16 Antonia McKee
17 Attorneys for Plaintiffs and Settlement Class
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