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Attorneys for JULIANNE CRUZ, on behalf of herself,
all others similarly situated, and on behalf of the general public

SUPERIOR COURT OF THE STATE OF CALIFORNIA
IN AND FOR THE COUNTY OF ORANGE

JULIANNE CRUZ on behalf of herself,
all others similarly situated, and on
behalf of the general public,

Plaintiffs,

v.

PMAB-8, LLC dba PAUL MARTIN'S
AMERICAN GRILL; and DOES 1-100,
Defendants.

Case No. 30-2023-01318976-CU-OE-CXC

*[Assigned for All Purposes to the
Honorable Melissa R. McCormick; Dept.
CX104]*

**DECLARATION OF DAVID MARA, ESQ.,
IN SUPPORT OF PLAINTIFF JULIANNE
CRUZ'S MOTION FOR APPROVAL OF
PAGA SETTLEMENT**

Date: July 16, 2026
Time: 2:30 p.m.
Reservation No.: 74848238

Complaint Filed: April 13, 2023
FAC Filed: September 28, 2023
Trial Date: None Set

1 I, DAVID MARA, declare the following:

- 2 1. I am President of Mara Law Firm, PC, and counsel of record for Plaintiff and the aggrieved
3 employees in this matter. I am duly admitted to practice before all the courts of the state of
4 California. The following facts are within my personal knowledge and, if called to testify,
5 I could and would competently testify thereto.
- 6 2. I graduated from California Western School of Law.
- 7 3. I was admitted to practice law in California in May 2004.
- 8 4. I extensively handle employment cases which involve violations of the California Labor
9 Code and Industrial Welfare Commission Wage Orders, such as wage and hour class
10 actions and cases alleging violations of the Private Attorneys General Act of 2004
11 (“PAGA”).
- 12 5. I was co-class counsel in *Hohnbaum v. Brinker Restaurant Corp.* (San Diego County Superior
13 Court, Case No. GIC834348) which was the underlying case in the California Supreme
14 Court’s landmark decision in *Brinker Restaurant Corp. v. Superior Court* (2012) 53 Cal.4th
15 1004, in which the California Supreme Court delineated the scope of employer obligations to
16 provide, and employee rights to receive, meal and rest periods under California law.
- 17 6. I am frequently called upon to author Amicus Curiae briefs on behalf of Consumer Attorneys
18 of California (“CAOC”). For example, I authored the Amicus Curiae briefs on behalf of
19 CAOC in *Augustus v. ABM Security Services, Inc.* (2016) 2 Cal.5th 257, (The California
20 Supreme Court ruling that, like meal periods, employers must relieve employees of all duty
21 and relinquish all control to satisfactorily discharge its obligation to authorize and permit rest
22 periods.); *Frlekin v. Apple, Inc.* (2020) 8 Cal.5th 1038 (The California Supreme Court ruling
23 that the time spent on the employer’s premises waiting for, and undergoing, required exit
24 searches of packages, bags, or personal technology devices voluntarily brought to work is
25 compensable hours worked within the meaning of the Wage Orders.); *Oliver v. Superior*
26 *Court* (2021) California Court of Appeal Case No. H049185 (A brief asking the California
27 Court of Appeal for the Sixth Appellate District to determine whether mandatory drive time
28 of personal vehicles should be considered hours worked within the meaning of the Wage

1 Orders' suffered or permitted test.). *Davidson v. O'Reilly Auto Enterprises, LLC* (9th Cir.,
2 2020; Docket No. 18-56188) (a brief seeking Review *En Banc* of an order denying class
3 certification in a wage and hour matter).

4 7. I was also a member of CAOC's Amicus Committee that determines the cases in which the
5 organization will agree to provide amicus support.

6 8. I have also lectured as a panelist for California Employment Lawyers Association
7 regarding a host of wage and hour issues.

8 9. I have been named as class counsel in a number of wage and hour class actions in which
9 the Court granted the plaintiff's motion for class certification. For example, I have been
10 named class counsel in the following cases: *Mario Norona v. B&G Delivery System, Inc.*
11 (Sacramento County Superior Court, Case No. 34-2015-00186826-CU-OE-GDS); *Jerald*
12 *Schroeder v. YRC, Inc.; et al.* (Central District of California, Case No. 12-cv-01374-TJH);
13 *John Martin v. Sysco Corporation, et al.* (Eastern District of California, Case No. 1:16-cv-
14 00990-DAD-SAB); *William Smith v. Werner Enterprises, Inc. d/b/a C.L. Werner, Inc.*
15 (District of Nebraska, Case No. 8:15-cv-287); *Thomas Perez v. City of San Diego* (San
16 Diego County Superior Court, Case No. 37-2014-00016621-CU-OE-CTL); *Eric Mendez*
17 *v. M&N Consulting, Inc. dba A-Line Messenger Service* (San Bernardino County Superior
18 Court, Case No. CIVDS1923624); *Denson Sales v. Professional Auto Transport, Inc. et al.*
19 (San Bernardino County Superior Court, Case No. CIVDS2010153); *Sonny Williams v.*
20 *Hansen and Adkins Auto Transport, Inc.; et al.* (San Bernardino County Superior Court,
21 Case No. CIVDS2020832); *Bobby Williams v. Mohsen Transport, Inc.* (San Diego County
22 Superior Court, Case No. 37-2019-00063361-CU-OE-CTL); and *Ashton Harden vs.*
23 *Mushiana Transport Inc.* (Sacramento County Superior Court, Case No. 34-2021-00301950-
24 CU-OE-GDS).

25 10. I have also been named as class counsel in numerous cases during the settlement process.
26 Here is a non-exhaustive list of cases where I have been named as class counsel in cases
27 during the settlement process: *Kenneth Cox v. 3PL Worx, et al.* (Yolo County Superior
28 Court, Case No. CV-18-100); *Brian Davidson v. A&B Trucking Services, Inc.* (Kern

1 County Superior Court Case No. BCV-16-102985); *Alex Vega, et al. v. Advance Beverage*
2 *Co., Inc.* (Kern County Superior Court, Case No. BCV-16-100848); *Jaime Ruiz v. Altura*
3 *Centers for Health* (Kern County Superior Court, Case No. BCV-19-101577); *George*
4 *Zamudio v. AmeriPride Service, Inc.* (Alameda County Superior Court, Case No.
5 RG1809666); *Richard Hendricks v. Antonini Freight Express, Inc.* (San Joaquin County
6 Superior Court, Case No. STK-CV-UOE-2016-6999); *Alton Davis v. Apria Healthcare*
7 *Group, Inc.* (San Diego County Superior Court, Case No. 37-2014-00004724-CU-OE-
8 CTL); *Alan Atchison v. Ashley Furniture Industries, Inc., et al.* (Central District of
9 California, Case No. 17-cv-00528-JAK-SP); *Bernard Payton v. Atech Logistics, Inc.*
10 (Sonoma County Superior Court, Case No. SCV 258595); *Ramon Jenkins v. Compass*
11 *Group USA, Inc., et al.* (Yolo County Superior Court, Case No. CVCV-18-747); *Timothy*
12 *Spikes, et al. v. Bear Trucking, Inc., et al.* (San Bernardino County Superior Court, Case
13 No. CIVDS1715151); *Joshua Turpen v. Benjamin's Transfer Inc.* (Solano County Superior
14 Court, Case No. FCS048845); *Cesar Mendoza v. Bi-Rite Food Service, Inc.* (San Mateo
15 County Superior Court, Case No. 17CIV02044); *Terrance Bailey v. Blue Apron, LLC; et*
16 *al.* (Northern District of California, Case No. 18-cv-07000-VC); *Jeffrey Weast v.*
17 *California Aseptic Beverages, LLC* (San Bernardino County Superior Court, Case No.
18 CIVDS1825256); *Michael Valentich v. Hub Construction Specialties, Inc.* (San Bernardino
19 County Superior Court, Case No. JCCPDS4893); *Jose De Jesus Ortega Velazquez v.*
20 *Hunter Landscape, Inc.; et al.* (San Bernardino County Superior Court, Case No.
21 CIVDS1928062); *Adrian Diaz v. Keystone Automotive Operations, Inc.* (Riverside County
22 Superior Court, Case No. RIC1817450); *Arturo Gonzalez v. NCI Group, Inc. dba NCI*
23 *Building Systems* (Eastern District of California, Case No. 18-cv-00948-AWI-SKO); *Larry*
24 *Perez v. The Nielsen Company (US), LLC* (Orange County Superior Court, Case No. 30-
25 2021-01194324-CU-OE-CXC); *Erik Martinez v. Patrick Industries, Inc.* (San Bernardino
26 County Superior Court, Case No. CIVDS2009663); *Randolph Fitch v. Shaw Industries,*
27 *Inc.; et al.* (San Bernardino County Superior Court, Case No. CIVSB2024674); *Joshua*
28 *Rael v. Intercontinental Hotels Group Resources, Inc.* (Los Angeles County Superior

1 Court, Case No. 19STCV16010); and *Aaron Romero v. Vitro Flat Glass, LLC* (Kern
2 County Superior Court, Case No. BCV-21-101357).

3 11. On February 3, 2023, Plaintiff provided notice to the Labor and Workforce Development
4 Agency (“LWDA”) in accordance with the PAGA. A copy of Plaintiff’s Notice to the
5 LWDA is attached hereto as **Exhibit 6**.

6 12. Thereafter, on April 13, 2023, Plaintiff filed a wage and hour class action.

7 13. On September 28, 2023, Plaintiff filed a First Amended Complaint adding PAGA
8 allegations into her complaint.

9 14. On October 9, 2023, Plaintiff filed an application to dismiss her class allegations without
10 prejudice so only her PAGA allegations would remain. The Court granted this request on
11 October 10, 2023.

12 15. After filing, the Parties conducted discovery which led to Defendant producing documents.
13 These documents included Plaintiff’s personnel file as well as policy documents that
14 covered Plaintiff’s and the aggrieved employees’ employment with Defendant. Defendant
15 also produced Excel files that contained a sampling of time and wage records for aggrieved
16 employees. In addition, Plaintiff provided her counsel with documents she received during
17 her employment, including wage statements.

18 16. The Parties attended mediation with wage and hour mediator Hunter Hughes on October
19 6, 2025. The mediation concluded with a mediator’s proposal that was ultimately accepted
20 by the Parties. Thereafter, the Parties negotiated the Settlement Agreement they now ask
21 the Court to approve. The Parties’ Settlement Agreement is attached hereto as **Exhibit 1**.

22 **17. Meal Periods**

23 a. Plaintiff contends that Defendant does not provide employees with meal periods
24 that conform with California law. Plaintiff contends that Defendant does not
25 provide meal periods to employees in shifts of between five and six hours and that
26 Defendant’s meal period waivers are unlawful. Plaintiff contends that Defendant’s
27 meal period policies do not inform employees that they are entitled to a first meal
28 period before the end of the first hour worked. Rather, Plaintiff contends that

1 Defendant's policies advise employees that they are entitled to a first meal period
2 when they worked *over* five hours in a shift. Plaintiff asserts that the meal period
3 waivers Defendant has employees sign reinforce this. Plaintiff contends that
4 Defendant's meal period waivers also do not advise employees that they are entitled
5 to a first meal period prior to the end of the fifth hour worked. Plaintiff asserts that
6 the waivers also tell employees that they cannot take a first meal period until after
7 the first hour worked.

8 b. Accordingly, Plaintiff contends that the meal period waivers Defendant obtained
9 from employees are invalid because they do not evidence "the relinquishment of a
10 known right." *See Nordstrom Com. Cases* (2010) 186 Cal.App.4th 576, 583.
11 Specifically, Plaintiff asserts that the waivers do not inform employees of the right
12 they are waiving, namely, a first meal period before the end of the fifth hour of
13 work. In addition, Plaintiff contends that the meal period waivers are procured at
14 the on-boarding process and are thus provided under coercive circumstances where
15 employees feel compelled to sign whatever is put in front of them and, at a
16 minimum, are procured unbeknownst to employees.

17 c. Defendant asserts that its meal period policy is lawful and that it provides
18 employees with meal periods in compliance with California law. Defendant asserts
19 that it trains its managers to provide employees with meal periods within the
20 timeframes outlined by California law. Defendant contends that its meal period
21 waiver is lawful and that employees are not forced to sign meal period waivers and
22 no coercive circumstances exist regarding employees signing meal period waivers.
23 To support this, Defendant points to the fact that some employees do not sign meal
24 period waivers. Defendant contends that employees lawfully waived meal periods
25 in shifts between five and six hours. As such, Defendant asserts that employees
26 were either provided a lawful first meal period or validly waived such meal period.

27 18. ***Rest Periods***

28 a. Plaintiff contends that Defendant does not provide employees with rest periods that

1 conform with California law. Plaintiff asserts that Defendant does not provide
2 employees with net ten-minute meal periods at a suitable rest area. Plaintiff
3 contends that the rest period time provided to employees includes the time it takes
4 them to get to and from a suitable rest area.

- 5 b. Defendant argues that it permits and authorizes lawful rest periods. Defendant
6 contends that its rest period policies are lawful and that employees are provided
7 with a full ten-minute rest period at a suitable rest area. Defendant further contends
8 that it informs employees that they get at least ten full, duty-free minutes of rest at
9 a suitable rest area. Defendant asserts that managers are expected to authorize and
10 permit lawful rest periods that are a minimum of ten minutes in length, and
11 employees who believe they are being prevented or impeded from taking lawful
12 rest periods are required to report this to their manager or HR immediately. In
13 addition, Defendant contends that its rest area is only steps from where employees
14 work. As such, it only takes seconds for employees to reach the breakroom.

15 **19. *Unpaid Wages***

- 16 a. Plaintiff argues that Defendant does not pay employees for all hours worked.
17 Plaintiff asserts that employees are required to finish their duties after clocking out
18 so they would not go into their sixth hour of work. Plaintiff contends that to
19 accomplish this, when employees are nearing their sixth hour of work, employees
20 are forced to clock out and then complete their duties, such as prep duties.
- 21 b. Defendant asserts that it pays employees for all hours worked. Defendant contends
22 that it informs employees they are not allowed to work off the clock. Defendant
23 asserts that managers do not require – in fact, managers prohibit – employees from
24 clocking out and continuing to work. Defendant contends that employees are
25 informed that if anyone asks them to work off the clock, they are to report this to
26 HR.

27 **20. *Wage Statements and Waiting Time Penalties***

- 28 a. Plaintiff also pursued claims for failure to provide accurate itemized wage

1 statements and waiting time penalty claims. These claims are derivative of
2 Plaintiff's meal period, rest period, and unpaid wages claims. Should Plaintiff's
3 meal period, rest period, and unpaid wages claims fail, these claims would also fail.

4 b. In addition, Defendant contends that even if Plaintiff were successful in her meal
5 and rest period, she would have to prove Defendant "willfully" failed to pay
6 employees the appropriate wages due upon separation of employment. "A willful
7 failure to pay wages within the meaning of Labor Code Section 203 occurs when
8 an employer intentionally fails to pay wages to an employee when those wages are
9 due. However, a good faith dispute that any wages are due will preclude imposition
10 of waiting time penalties under Section 203." Cal. Code Regs. Tit. 8 § 13520. "A
11 'good faith dispute' that any wages are due occurs when an employer presents a
12 defense, based in law or fact, which would preclude any recovery on the part of the
13 employee. The fact that a defense is ultimately unsuccessful will not preclude a
14 finding that a good faith dispute did exist." *Id.*

15 c. Defendant contends that any failure to pay meal period premiums, rest period
16 premiums, or additional wages was not willful. Defendant argues that it would not
17 be liable for waiting time penalties because a "good faith dispute" exists over the
18 payment of those premium wages. *See* Cal. Code Regs. Tit. 8 § 13520; *Amaral v.*
19 *Cintas Corp. No. 2* (2008) 163 Cal.App.4th 1157, 1201.

20 d. Further, Defendant contends that Plaintiff would also have to prove that Defendant
21 "knowingly and intentionally" failed to comply with the wage statement
22 requirements under Labor Code § 226. *See Naranjo v. Spectrum Security Services,*
23 *Inc.* (2024) 15 Cal.5th 1056. Defendant maintains that it reasonably, and in good
24 faith believes that it was providing a complete and accurate wage statement in
25 compliance with California law.

26 e. Defendant also argues that Plaintiff's meal period, rest period, and unpaid wages
27 claims cannot form the basis of her wage statement claim. Defendant relies on the
28 case *Maldonado v. Epsilon Plastics, Inc.* (2018) 22 Cal.App.5th 1308, for the

position that employees do not suffer injury under California Labor Code § 226(a) so long as the wage statements correctly reflected the hours worked and the pay received even if the pay is later determined to be inaccurate.

21. *Manageability*

- a. Defendant also argues that should litigation continue, it will bring a motion challenging the manageability of trial as Defendant does not believe that this case can be tried manageably and will require the testimony of every individual aggrieved employee. Furthermore, while Defendant do not concede that any of its wage and hour policies are unlawful, Defendant claims that any challenges Plaintiff has posed to its policies are easily refuted by how they are implemented in practice; as a result, no aggrieved employee has suffered any damages.

22. *Potential Damages*

- a. Plaintiff claims that there are five (5) potential violations under § 2699(f)(2) – failure to provide lawful meal breaks, failure to provide lawful rest breaks, failure to pay all wages owed, failure to provide accurate itemized wage statements, and failure to pay wages owed at the time of termination – of the Labor Code sections which give rise to PAGA penalties.
- b. The PAGA allows the private enforcement of certain California Labor Code sections relating to wage and hour violations. PAGA Section 2699(f)(2) reads, in part, as follows:

[T]he civil penalty is one hundred dollars (\$100) for each aggrieved employee per pay period for the initial violation and two hundred dollars (\$200) for each aggrieved employee per pay period for each subsequent violation.

California courts have interpreted this language to require notice to the employer that an initial violation occurred before penalties for subsequent violations could be assessed. *See Amaral v. Cintas Corp. No. 2* (2008) 163 Cal.App.4th 1157, 1210. Under *Amaral*, “subsequent” has a special meaning within the California Labor

Code that triggers heightened statutory penalties only after an employer has learned that its conduct violates the Labor Code—that is, pursuant to *Amaral*, courts may reject a purely chronological understanding of the term “subsequent” and interpret its use in California Labor Code to require that “the employer has been notified that it is violated a Labor Code provision” before higher penalties are triggered. *Amaral*, 163 Cal.App.4th at 1157, 1207–09.

c. Plaintiff’s claims for unpaid wages, rest periods, and wage statements occurred at least once in every pay period. Plaintiff’s claims for unlawful meal periods occurred in approximately 10,844 pay periods and Plaintiff’s claims for waiting time penalties occurred in approximately 731 pay periods. Thus, Defendant’s maximum exposure under §2699(f)(2) is approximately:

$\$100 \times 3 \text{ PAGA violations} \times 33,889 \text{ pay periods} = \$10,166,700$

$\$100 \times 1 \text{ PAGA violation} \times 10,884 \text{ pay periods} = \$1,088,400$

$\$100 \times 1 \text{ PAGA violation} \times 731 \text{ pay periods} = \$73,100$

Maximum Exposure: \$11,328,200

d. Defendant contends that Plaintiff would not be allowed to “stack” PAGA penalties. If the Court were to agree with this and only award one PAGA penalty per pay period, Defendant’s exposure would be approximately \$3,388,900 (33,889 pay periods $\times$ \$100 = \$3,388,900).

23. In exploring the settlement of any PAGA action, the critical fact that the Court is permitted discretion to award a “lesser amount than the maximum penalty amount” must be heavily taken into consideration. *Lab. Code*. § (e)(2). Unlike the underlying violations upon which the plaintiffs seek to impose PAGA civil penalties, there is no set amount the Court must levy on an employer Defendant it finds to have violated the underlying claims. Under “the facts and circumstances of the particular case,” the Court is permitted wide discretion to slash civil penalty amounts. This discretion and how a particular court will exercise it is always an unknown variable in predicting the dollar outcome of any PAGA action when evaluating settlement. Under its wide discretion to award lesser amounts, a Court could

side with Plaintiff on his claims and find that the underlying Labor Code rights were violated but decide to substantially moderate the imposition of PAGA penalties for those violations.

24. Courts have used this discretion to massively discount PAGA penalties imposed where it found the defendant employer took its Labor Code obligations seriously, even if the employer fell short of complying with them. In *Thurman v. Bayshore Transit Management, Inc.* (“*Thurman*”) (2012) 203 Cal. App. 4th 1112, the court determined that an award of the maximum penalty allowed may be unjust in circumstances outside of when a defendant cannot afford to pay the maximum amount. *Thurman v. Bayshore Transit Management, Inc.* (2012) 203 Cal. App. 4th 1112, 1135-1136. The *Thurman* court found that penalties may be reduced when a defendant has taken its obligations to comply with the law seriously. *Id.* In *Kaanaana v. Barrett Business Services, Inc.* (2018) 29 Cal.App.5th 778, 788 & 809, the Court of Appeals took no issue with the trial court exercising its discretion in slashing PAGA civil penalties for violations of Labor Code section 512 to 13% of the total recoverable penalties. In *Carrington v. Starbucks* (2018) 30 Cal.App.5th 504, the plaintiff requested penalties in excess of \$70 million, based on a \$25 to \$75 penalty per violation. The court reduced the award, stating that awarding the maximum penalty would be unjust, arbitrary, and oppressive based on Starbucks’s good faith attempts to comply with the law. The lower court’s reduced award of \$150,000 was affirmed on appeal, which reflects .2% of the total recoverable penalties sought.¹

25. Thus, the projected value of PAGA claims is a variable value of two predictive indexes: (1) the likelihood that Plaintiff will succeed in proving the underlying claims were violated, and (2) the extent to which the Court will impose Civil Penalties permitted under PAGA. This is to be distinguished from the projected values of class claims of Labor Code and Wage Order violations. For instance, and relevant to the underlying claims in this action,

¹ These instances of judicial discretion imposing massive reductions in recoverable penalties is to be contrasted with *Bernstein v. Virgin Am., Inc.* (N.D. Cal. 2019) 365 F.Supp. 3d 980, 992, where the trial court reduced the recoverable PAGA penalties by only 25%. *Bernstein*, however, only amplifies the predictive blind spot of how a court can exercise its wide-discretion to reduce full PAGA exposure.

1 class claims alleging California’s meal and rest break, minimum wage, and wage statement
2 laws were violated, the predictive value for purposes of determining whether settlement
3 values are fair and reasonable rests only on the likelihood of prevailing on the merits and
4 the exposure related thereto, as there is no judicial discretion to award lesser amounts owed
5 for adjudged violations. It is for these reasons that, in assessing and judging the
6 reasonableness of PAGA settlements, the touchstone feature is the “remedial purpose”
7 achieved in the settlement amount, which takes into account the defendant employer’s
8 “good faith” belief that it complied with the laws claimed to be violated. *Bernstein*, 365 F.
9 Supp. 3d at 991.

10 26. Based on this blind spot of how the Court would exercise its discretion in addition to the
11 likelihood the Court would side with Plaintiff on the underlying Labor Code violations,
12 Plaintiff necessarily had to discount the settlement value off of the full PAGA penalty
13 amounts. As discussed earlier, Defendant argues its meal and rest policies and practices
14 track the Labor Code and Wage Order requirements and the standards articulated in *Brinker*
15 and *Augustus*. Likewise, Defendant argues that it pays employees for all hours worked and
16 provides accurate itemized wage statements. Thus, even if Defendant were proven wrong
17 on these fronts and ultimately found to have violated the underlying Labor Code claims,
18 the Court could find a good faith reliance on California case law justifiably instructed
19 Defendant’s actions and thereby impose a massive reduction of PAGA penalties akin to
20 the Courts in *Kaanaana* and *Carrington*.

21 27. Good faith settlement negotiations, after discovery and investigation, necessarily had to
22 focus on amounts less than the maximum potential exposure. The proposed PAGA
23 settlement here of \$700,000, which takes into account the realistic exposure, the very real
24 impediments of succeeding on the merits, the risk of further litigation, and, even if Plaintiff
25 succeeded on the merits, persuading against a robust discount, reflects an appropriate,
26 balanced, and reasonable settlement value of the PAGA claims. The settlement amount fits
27 within the “remedial purpose” of PAGA of enforcing compliance with important employee
28 protections in the Labor Code and Wage Order.

1 28. PAGA Counsel applies for an award of attorneys' fees in the sum of \$233,333 (which is
2 one-third of the GSA). The requested fee falls in the mid-range of percentage class fee
3 awards, which commonly range from 20% to 50% of a common fund, and constitutes fair
4 compensation for undertaking complex, risky, expensive, and time-consuming litigation
5 on a contingent basis and compensates PAGA Counsel for their efforts, as well as the result
6 achieved for the benefit of the State of California and the Aggrieved Employees.

7 29. PAGA Counsel's fee request is reasonable when calculated using the lodestar method.
8 Under the lodestar method, a base fee amount is calculated from a compilation of time
9 reasonably spent on the case and the reasonable hourly compensation of the attorney.
10 *Serrano v. Priest* (1977) 20 Cal. 3d 25, 48. The court then enhances this lodestar figure by
11 a "multiplier" to account for a range of factors, such as the novelty and difficulty of the
12 case, its contingent nature, and the degree of success achieved. *Id.* at 49. *See also Ketchum*
13 *v. Moses* (2001) Cal.4th 1122, 1132-36; *PLCM Group, Inc. v. Drexler* (2000) 22 Cal.4th
14 1084, 1096; *Thayer v. Wells Fargo Bank* (2001) 92 Cal.App.4th 819, 834, ("[t]here is no
15 ... rule limiting the factors that may justify an exercise of judicial discretion to [adjust the]
16 lodestar").

17 30. PAGA Counsel has worked 212.8 hours to date on this case and have calculated the lodestar
18 fee on those hours at \$159,635 at rates reflecting those currently earned in the marketplace.

19 31. All of the work and tasks performed by PAGA Counsel were reasonable and necessary to
20 the prosecution of this case and are reflected in the result achieved.

21 32. This was a highly contested matter which required a significant amount of time and labor.
22 As part of the investigation and analysis, Plaintiff had to marshal the evidence in a manner
23 in which it could be manageably adjudicated. So often, lawyers unskilled in wage and hour
24 cases do not pay attention to or put the work into how the evidence must be presented for
25 manageable adjudication. Strong cases perish in the hands of inexperienced counsel
26 because the case has not been worked up to succeed at summary judgment and/or trial.
27 PAGA Counsel here has considerable experience in class and PAGA litigation and, from
28 the beginning of the case, is marshalling the evidence with a sharp focus on how to

manageably prove the claims alleged. This case was no different. This filtering of voluminous evidence into manageable proof while keeping an eye on the merits of the litigation required a considerable amount of attorney time and skill.

33. Most importantly, all services were performed by PAGA Counsel on a contingent basis.

34. PAGA Counsel respectfully requests a fee of \$233,333, which, based on the total attorney hours expended and rates, would require a 1.47 multiplier to raise the generated fees of \$159,635 to the requested amount. Far greater multipliers have been awarded in similar cases, and the total amount of fees sought by PAGA Counsel is also reasonable compared to fees awarded in like cases. Courts routinely enhance lodestar amounts based on multipliers that “range from 2 to 4 or even higher.” *Wershba v. Apple Computer, Inc.* (2001) 91 Cal.App.4th 224, 255; *see, e.g., Vizcaino*, 290 F.3d at 1051 (approving multiplier of 3.65); *Wal-Mart Stores, Inc. v. Visa U.S.A. Inc.* (2d Cir. 2005) 396 F.3d 96, 123 (approving multiplier of 3.5); *Craft v. County of San Bernardino* (C.D. Cal. 2008) 624 F. Supp. 2d 1113, 1125 (awarding multiplier of 5.2 and collecting cases with cross-check multipliers ranging from 4.5 to 19.6); *Glendora Community Redevelopment Agency v. Demeter* (1984) 155 Cal.App.3d 465, 479-80 (approving fee award with multiplier of 12). Thus, consideration of the lodestar method as a cross-check to the percentage figure sought supports the reasonableness of the requested fee award. PAGA Counsel moves for and respectfully requests that the Court grant attorneys’ fees in the amount of \$233,333.

35. PAGA Counsel’s hourly rates are between \$650 and \$850 and are in line with rates typically approved in wage and hour class action and PAGA litigation and which rates have been approved by Courts in California in the Los Angeles, Sacramento, San Francisco, Alameda, Orange and San Diego County Superior Courts.

36. I devoted 101.9 hours to this case. The following is a summary of my tasks and activities performed in the litigation of this matter: prepare personnel file request and retainer; review and revise PAGA notice; review and revise complaints; research and investigate legal issues throughout case; review Defendant’s motion to compel arbitration; interoffice discussions throughout case; review and revise discovery to be served on Defendant;

1 conferences with Defendant's Counsel; analyze records produced by Defendant relating to
2 its policies, pay-structures, and time keeping; analyze sampling produced by Defendant;
3 review and revise mediation brief and mediation damage and exposure model; prepare for
4 and attend mediation; review and revise the settlement agreement and the Notice; review
5 and revise PAGA settlement approval motion and supporting papers; and draft declaration
6 in support of approval.

7 37. My hourly rate is \$850. Based on my hourly rate and the hours expended, 101.9, my fee is
8 \$87,550, which is reasonable and necessary to the successful litigation of this matter.

9 38. Jill Vecchi is a partner at the Mara Law Firm, PC. Ms. Vecchi has been a member of the
10 bar since 2014. She has gained extensive experience handling wage and hour class actions
11 and has been substantially involved in all phases of this litigation and the following wage
12 and hour class actions: *Kenneth Cox v. 3PL Worx, et al.* (Yolo County Superior Court, Case
13 No. CV-18-100); *Brian Davidson v. A&B Trucking Services, Inc.* (Kern County Superior
14 Court Case No. BCV-16-102985); *Alex Vega, et al. v. Advance Beverage Co., Inc.* (Kern
15 County Superior Court, Case No. BCV-16-100848); *Alton Davis v. Apria Healthcare*
16 *Group, Inc.* (San Diego County Superior Court, Case No. 37-2014-00004724-CU-OE-
17 CTL); *Timothy Spikes, et al. v. Bear Trucking, Inc., et al.* (San Bernardino County Superior
18 Court, Case No. CIVDS1715151); *Terrance Bailey v. Blue Apron, LLC; et al.* (Northern
19 District of California, Case No. 18-cv-07000-VC); *Jeffrey Weast v. California Aseptic*
20 *Beverages, LLC* (San Bernardino County Superior Court, Case No. CIVDS1825256);
21 *Michael Valentich v. Hub Construction Specialties, Inc.* (San Bernardino County Superior
22 Court, Case No. JCCPDS4893); *Jose De Jesus Ortega Velazquez v. Hunter Landscape,*
23 *Inc.; et al.* (San Bernardino County Superior Court, Case No. CIVDS1928062); *Adrian*
24 *Diaz v. Keystone Automotive Operations, Inc.* (Riverside County Superior Court, Case No.
25 RIC1817450); *Arturo Gonzalez v. NCI Group, Inc. dba NCI Building Systems* (Eastern
26 District of California, Case No. 18-cv-00948-AWI-SKO); *Larry Perez v. The Nielsen*
27 *Company (US), LLC* (Orange County Superior Court, Case No. 30-2021-01194324-CU-
28 OE-CXC); *Erik Martinez v. Patrick Industries, Inc.* (San Bernardino County Superior

1 Court, Case No. CIVDS2009663); *Randolph Fitch v. Shaw Industries, Inc.; et al.* (San
2 Bernardino County Superior Court, Case No. CIVSB2024674); *Joshua Rael v.*
3 *Intercontinental Hotels Group Resources, Inc.* (Los Angeles County Superior Court, Case
4 No. 19STCV16010); and *Aaron Romero v. Vitro Flat Glass, LLC* (Kern County Superior
5 Court, Case No. BCV-21-101357).

6 39. Ms. Vecchi devoted 110.9 hours to this case. The following is a summary of her tasks and
7 activities performed in the litigation of this matter: case intake; review and revise PAGA
8 notice; draft and revise complaints; review Defendant's motion to compel arbitration;
9 conduct research throughout case; interoffice discussions throughout case;
10 communications with Plaintiff throughout case; draft discovery to propound on Defendant;
11 review and analyze documents produced by Defendant; analyze sampling;
12 communications with Defendant's counsel throughout case; draft and revise stipulations;
13 draft and revise CMC statements; draft and revise mediation brief and damage model;
14 prepare for and attend mediation; draft and revise settlement agreement; draft and revise
15 settlement approval motion; and review Settlement Administrator's declaration.

16 40. Ms. Vecchi's hourly rate is \$650. Based on her hourly rate and the hours expended, 110.9,
17 her fee is \$72,085 which is reasonable and necessary to the successful litigation of this
18 matter.

19 41. There is no fee-splitting arrangement with any other law firm.

20 42. PAGA Counsel seeks reimbursement of the litigation costs and expenses of \$13,164.35.
21 These costs were all reasonable and necessary to the prosecution of this case and the results
22 achieved, and are fair, reasonable, and unopposed by Defendant.

23 **43. *PAGA Representative Payment***

24 a. Under the settlement, Plaintiff is anticipated to receive approximately \$77.04 as an
25 Aggrieved Employee. As such, Plaintiff's total anticipated consideration is
26 approximately \$77.04,² excluding the requested enhancement payment of \$10,000.

27
28 ² \$3.21 workweek value x approximately 24 pay periods worked within PAGA Period = \$77.04

1 As part of the settlement, Plaintiff is providing Defendant with a general release of
2 her claims, a release that is broader than the release being given by any other
3 Aggrieved Employee. Plaintiff has not entered into any agreements with Defendant
4 other than the Settlement Agreement. Plaintiff's proposed PAGA Representative
5 Payment is approximately 1.4% of the GSA.³

6 b. The traditional bases for awarding incentive awards in class settlements support the
7 award of incentive awards in PAGA settlements. In *Clark v. American Residential*
8 *Services LLC* (2009) 175 Cal.App.4th 785, 804-806, the Court of Appeal traced
9 back the case law history of incentive awards and held that "the rationale for
10 making enhancement or incentive awards to named Plaintiffs is that he or she
11 should be compensated for the expense or risk he has incurred in conferring a
12 benefit" on others. *Id.* at 806. That rationale applies synonymously in this action.
13 Without Plaintiff's efforts, there would be no recovery at all. The requested PAGA
14 Representative Payment is reasonable in light of the benefits Plaintiff has conferred
15 upon the LWDA and Aggrieved Employees.

16 c. It should be noted that service awards are particularly important to plaintiffs in
17 wage and hour cases because they promote the important public policies underlying
18 the wage and hour laws. Nonetheless, the California Supreme Court has noted that
19 "retaliation against employees for asserting statutory rights under the Labor Code
20 is widespread," despite anti-retaliation statutes designed to protect employees.
21 *Gentry v. Super. Ct.* (2007) 42 Cal.4th 443, 460-61. In this context, class
22 representatives should be rewarded for assuming the risk of retaliation for the sake
23 of class members. *See Frank v. Eastman Kodak Co.* (W.D.N.Y. 2005) 228 F.R.D.
24 174, 187.

25 d. In addition, there are few individuals that are willing to act as a PAGA
26 representative and provide the work, diligence, and willingness to assume a
27

28 ³ \$10,000 divided by \$700,000 = 0.014

1 substantial financial risk should Defendant have prevailed in this case. Plaintiff's
2 willingness to assume the financial risk is significant. Plaintiff risked a potential
3 judgment taken against her for attorneys' fees and costs if this matter had not been
4 successfully concluded. Case law holds that a losing party is liable for the
5 prevailing party's costs, *Early v. Superior Court*, 79 Cal.App.4th 1420, 1433
6 (2000), and in some wage and hour actions, such as this case, pursuant to California
7 Labor Code § 218.5, for attorneys' fees as well. Though the fee agreement provides
8 that Class Counsel would pay such costs, Plaintiff would nevertheless have had a
9 cost bill entered against her leaving him ultimately liable for potentially hundreds
10 of thousands of dollars in the unexpected possibility that Class Counsel did not
11 meet their obligation to cover those costs. Unfortunately, there have been several
12 judgments entered against class representatives.⁴ The risk of payment of
13 Defendant's costs, alone, is a sufficient basis for an award of the requested
14 enhancement sum. Few individuals are willing to take this risk.

15 e. Moreover, the modern-day work force is mobile, with employees holding several
16 jobs over the span of their career. It is also true that prospective employers in this
17 computer, high-tech age "Google" and/or do extensive background checks and
18 have access to court databases to see if applicants have ever filed a lawsuit or have
19 ever been sued. Here, Plaintiff's conduct will not be lost on a prospective employer
20 who has to choose between an applicant who has never sued an employer and one
21 who has done so. The requested award far from compensates Plaintiff for
22 opportunities she may lose in the future because of the exercise of a Constitutional
23 right to Petition the Courts for redress of a grievance.

24 44. I am unaware of any other actions, including individual, class, and PAGA actions, that may
25 be affected by this settlement.

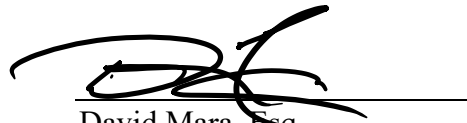
26 ⁴ E.g. *Koehl v. Verio, Inc.* (2006) 142 Cal.App.4th 1313, 1328 (a wage and hour class action where Defendant
27 prevailed at trial, the named plaintiffs were held liable, jointly and severally for the Defendant's attorneys' fees);
28 *Whiteway v. Fedex Kinkos Office & Print Services, Inc.*, 2007 U.S. Dist. LEXIS 95398 (N.D. Cal. 2007) (a wage and
hour misclassification case lost on summary judgment, after the case was certified, the named Plaintiff was assessed
costs in the sum of \$56,788.).

- 1 45. A true and correct copy of the Westlaw Court's Express's Legal Billing Report, Volume
2 14, Number 3, California Region for December 2012 is attached as **Exhibit 2**.
- 3 46. A true and correct copy of the Declaration of Richard M. Pearl in *Hohnbaum v. Brinker*
4 *Restaurant Corp.* SDSC GIC834348 is attached as **Exhibit 3**.
- 5 47. A true and correct copy of the 2012 National Law Journal Survey of Hourly Billing Rates
6 for Partners and Associates is attached as **Exhibit 4**.
- 7 48. A true and correct copy of a Summary of Time and Costs is attached hereto as **Exhibit 5**.
8 This includes time records and a summary of costs.
- 9 49. The settlement approval motion and supporting documents were uploaded to the Labor
10 Workforce Development Agency. Attached hereto as **Exhibit 7** is a confirmation received
11 as a result of this upload.

12 I hereby declare under penalty of perjury under the laws of the State of California that the
13 foregoing is true and correct.

14
15
16 Dated: May 12, 2026

MARA LAW FIRM, PC

17
18 

19 David Mara, Esq.
20 Representing Plaintiff JULIANNE CRUZ,
21 on behalf of herself, all others similarly situated,
22 and on behalf of the general public
23
24
25
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27
28

Exhibit 1

JOINT STIPULATION AND SETTLEMENT AGREEMENT

Subject to approval by the Court, this Settlement Agreement is between Plaintiff Julianne Cruz (“Plaintiff”) on behalf of herself, all others similarly situated, and on behalf of the general public and Defendant PMAB-8, LLC dba Paul Martin’s American Grill (“PMAB-8” or “Defendant”) (collectively referred to as the “Parties”).

I. DEFINITIONS

In addition to the other terms defined in this Agreement, the terms below have the following meaning:

- A. **Action:** *Julianne Cruz v. PMAB-8, LLC dba Paul Martin’s American Grill*, Orange County Superior Court Case No. 30-2023-01318976-CU-OE-CXC.
- B. **Administration Costs:** The costs incurred by the Settlement Administrator to administer this Settlement, which shall not exceed \$10,000. All Administration Costs shall be paid from the Gross Settlement Amount. Any amount not awarded by the Court or needed by the Settlement Administrator will become part of the Net Settlement Amount for distribution to Aggrieved Employees.
- C. **Aggrieved Employees:** All current and former non-exempt, hourly employees who worked for Defendant in California at any time from February 3, 2022, through the date of the full execution of this Agreement.
- D. **Agreement, Settlement Agreement, Joint Stipulation, or Settlement:** The settlement agreement reflected in this document, titled “Joint Stipulation and Settlement Agreement.”
- E. **Attorney Fee Award:** The amount, not to exceed one third of the Gross Settlement Amount (currently \$233,333), finally approved by the Court and awarded to Plaintiff’s Counsel. The Attorney Fee Award shall be paid from the Gross Settlement Amount and will not be opposed by Defendant. 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.
- F. **Cost Award:** The amount that the Court orders Defendant to pay Plaintiff’s Counsel for payment of actual litigation costs, which shall not exceed \$40,000. The Cost Award will be paid from the Gross Settlement Amount and will not be opposed by Defendant. The Cost Award is subject to Court approval. 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.
- G. **Counsel for Defendant:** Kathryn T. McGuigan and Anahi Cruz of Morgan, Lewis & Brockius LLP.

- H. **Defendant:** PMAB-8, LLC dba Paul Martin's American Grill.
- I. **Disbursement of the Settlement:** The dates on which the Settlement Administrator shall disburse the Gross and Net Settlement Amounts as instructed herein.
- J. **Effective Date:** The date the Court grants approval of the settlement.
- K. **Funding of Settlement:** The Gross Settlement Amount will be wired by Defendant to the Settlement Administrator within thirty (30) days of the Effective Date.
- L. **Final Judgment:** The final order entered by the Court approving this settlement.
- M. **Gross Settlement Amount or GSA:** The total value of the Settlement is a non-reversionary \$700,000. This is the maximum amount Defendant can be required to pay under this Settlement Agreement with the exception of if the escalator provision is triggered. The Gross Settlement Amount includes: (1) the Net Settlement Amount to be paid to Aggrieved Employees; (2) the Attorney Fee Award and Cost Award to Plaintiff's Counsel for attorneys' fees and costs, as approved by the Court; (3) the PAGA Representative Payment paid to the PAGA Representative, as approved by the Court; (4) the Administration Costs, as approved by the Court; and (5) the LWDA Payment to the LWDA, as approved by the Court. No portion of the Gross Settlement Amount will revert to Defendant for any reason.
- N. **Individual Settlement Share(s):** The amount payable to each Aggrieved Employee under the terms of this Agreement.
- O. **LWDA:** California Labor and Workforce Development Agency.
- P. **LWDA Payment:** Seventy-five percent (75%) of the Net Settlement Amount that shall be paid to the LWDA.
- Q. **Net Settlement Amount or NSA:** The NSA is the total amount of money available for payout to Aggrieved Employees and the LWDA, which is the GSA less the Attorney Fee Award, Cost Award, and Administration Costs.
- R. **PAGA:** The California Labor Code Private Attorneys General Act of 2004 (Cal. Labor Code §§ 2698 *et seq.*).
- S. **PAGA Notice or Notice:** The Notice of PAGA Settlement, substantially similar to the form attached hereto as **Exhibit A**, subject to Court approval, which will accompany each Individual Settlement Share check.

- T. **PAGA Period:** February 3, 2022, through the date of the full execution of this Agreement.
- U. **PAGA Representative or Plaintiff:** Julianne Cruz.
- V. **PAGA Representative Payment:** The amount the Court awards to Plaintiff for conferring a benefit upon the State and Aggrieved Employees, which will not exceed \$10,000. This payment shall be paid from the GSA and is being offered 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. If the Court awards less than the amount requested, any amount not awarded will become part of the NSA for distribution to Aggrieved Employees.
- W. **Plaintiff's Counsel:** David Mara and Jill Vecchi of Mara Law Firm, PC.
- X. **Qualified Settlement Fund or QSF:** The Parties agree that the Gross Settlement Amount is intended to be a "Qualified Settlement Fund" under Section 468B of the Code and Treasury Regulations § 1.4168B-1, 26 C.F.R. § 1.468B-1 *et seq.*, and will be administered by the Settlement Administrator as such. The Parties and Settlement Administrator shall treat the QSF as coming into existence as a Qualified Settlement Fund on the earliest date permitted as set forth in 26 C.F.R. § 1.468B-1, and such election statement shall be attached to the appropriate returns as required by law.
- Y. **Released Claims:** Each PAGA Aggrieved Employee shall fully release and discharge Defendant and the Released Parties from any and all any and all claims, obligations, demands, rights, causes of action, and liabilities for civil penalties under the PAGA that have been asserted in, or reasonably could have been asserted based on, the facts, claims, and/or allegations contained and/or plead in: (a) Plaintiff's PAGA Letter to the LWDA; (b) the Action; and (c) any amendments to the foregoing (collectively, "Released PAGA Claims"). Released PAGA Claims include any and all claims or alleged violations arising under the following provisions of the California Labor Code: §§ 201, 202, 203, 204, 205.5, 218, 218.5, 221, 222, 223, 226 (including § 226(a)), 226.7, 246, 248.5, 510, 512 (including § 512(a)), 558, 1174, 1194, 1197, 1197.1, 2800–2802, and 2698 *et seq.* (including §§ 2699(a), (c), (f), (g), (i), and 2699.3 (including § 2699.3(a))). Released PAGA Claims also include any claims or alleged violations arising under the California Code of Regulations, Title 8, § 11010 *et seq.*, and the Industrial Welfare Commission (IWC) Wage Orders, including but not limited to Wage Order 4-2001, Wage Order 14-2001, and any other applicable IWC Wage Orders. Released PAGA Claims include all such claims arising during the PAGA Period.

- Z. Released Parties:** Defendant including its past, present, and future divisions, parents, subsidiaries, predecessors, successors, shareholders, owners, officers, directors, and employees.
- AA. Settlement Administration:** The Settlement Administrator will conduct a skip trace for the address of all former employee Aggrieved Employees and run the names of all Aggrieved Employees through the National Change of Address (“NCOA”) database to determine any updated addresses. The Settlement Administrator will mail the Individual Settlement Share checks and Notice by first class U.S. mail to all Aggrieved Employees. The Notice will inform Aggrieved Employees of the resolution of the Action and their entitlement to the enclosed settlement payment.
- BB. Settlement Administrator:** The third party administrator agreed upon by Parties to administer this Settlement is Simpluris.
- CC. Superior Court:** Orange County Superior Court.

II. RECITALS

- A.** Plaintiff sent her Notice of Labor Code Violations Pursuant to Labor Code § 2699.3 on February 3, 2023. In the letter, Plaintiff apprised the LWDA of her wage and hour claims against Defendant.
- B.** On April 13, 2023, Plaintiff filed a wage and hour class action. Plaintiff’s complaint alleged that Defendant failed to pay all straight time wages, failed to pay all overtime wages, failed to provide lawful meal and rest periods, failed to pay all wages due at the termination of employment, failed to provide accurate itemized wage statements, failed to adopt a compliant sick pay/paid time off policy, and violated the Unfair Competition Law.
- C.** On September 28, 2023, Plaintiff filed a First Amended Complaint (“FAC”) adding PAGA allegations to her complaint.
- D.** On October 9, 2023, Plaintiff filed an application to dismiss her class allegations without prejudice so only her PAGA allegations would remain. The Court granted this request on October 10, 2023.
- E.** On November 17, 2023, Defendant filed an Answer to Plaintiff’s First Amended Complaint.
- F.** After filing, the Parties conducted discovery. Defendant produced policy documents that covered Plaintiff’s and the aggrieved employees’ employment with Defendant. Defendant also produced Excel files that contained a sampling of time and wage records for aggrieved employees.

- G.** The Parties attended mediation with wage and hour mediator Hunter Hughes on October 6, 2025. The mediation concluded with a mediator's proposal that was ultimately accepted by the Parties.
- H. Benefits of Settlement to Aggrieved Employees.** Plaintiff and Plaintiff's Counsel recognize the expense and length of continued proceedings necessary to continue the litigation against Defendant through trial and through any possible appeals. Plaintiff and Plaintiff's Counsel also have taken into account the uncertainty and risk of further litigation, the potential outcome, and the difficulties and delays inherent in such litigation. Plaintiff and Plaintiff's Counsel have conducted extensive settlement negotiations. Based on the foregoing, Plaintiff and Plaintiff's Counsel believe the settlement set forth in this Agreement is a fair, adequate, and reasonable settlement, and is in the best interests of the Aggrieved Employees.
- I. Defendant's Reasons for Settlement.** Defendant recognizes that the defense of the Action will be protracted and expensive. Substantial amounts of time, energy, and resources of Defendant have been and, unless this settlement is made, will continue to be devoted to the defense of the claims asserted by Plaintiff. Defendant, therefore, has agreed to settle in the manner and upon the terms set forth in this Agreement to put to rest the Released Claims.
- J. Defendant's Denial of Wrongdoing.** Defendant generally and specifically denies any and all liability or wrongdoing of any sort with regard to any of the claims alleged, and makes no concessions or admissions of liability of any sort. Defendant asserts a number of defenses to the claims, and has denied any wrongdoing or liability arising out of any of the alleged facts or conduct in the Action. Neither this Agreement, nor any document referred to or contemplated herein, nor any action taken to carry out this Agreement, is or may be construed as, or may be used as an admission, concession, or indication by or against Defendant or any of the Released Parties of any fault, wrongdoing, or liability whatsoever. There has been no final determination by any court as to the merits of the claims asserted by Plaintiff against Defendant.
- K. Plaintiff's Claims.** Plaintiff asserts that Defendant's defenses are without merit. Neither this Agreement nor any documents referred to or contemplated herein, nor any action taken to carry out this Agreement is, may be construed as, or may be used as an admission, concession or indication by or against Plaintiff, Aggrieved Employees, or Plaintiff's Counsel as to the merits of any claims or defenses asserted, or lack thereof, in the Action. However, in the event that this Settlement is finally approved by the Court, the Plaintiff, Aggrieved Employees, and Plaintiff's Counsel will not oppose Defendant's efforts to use this Agreement to prove that Plaintiff and Aggrieved Employees have resolved and are forever barred from re-litigating the Released Claims.

///

III. SETTLEMENT TERMS AND CONDITIONS

A. Gross Settlement Amount. Subject to the terms and conditions of this Agreement the Gross Settlement Amount that Defendant is obligated to pay under this Settlement Agreement is \$700,000.

1. Escalator Provision: It was estimated for purposes of mediation that Aggrieved Employees worked approximately 33,889 pay periods between the start of the PAGA Period and the mediation. As such, this settlement is estimated to encompass approximately 33,889 pay periods. To the extent that the total number of pay periods increases by more than ten percent (10%) of this estimate, Defendant shall have the option to either (a) increase the Gross Settlement Amount on a pro-rata basis equal to the percentage increase in the number of pay periods above 10% (for example, if the pay periods increase by 11%, the Gross Settlement Amount will increase by 1%) or (b) shorten the release period to a date before which the pay period threshold is exceeded.

B. Individual Settlement Share. Subject to the terms and conditions of this Agreement, the Settlement Administrator will pay an Individual Settlement Share from the NSA to each Aggrieved Employee.

1. Individual Settlement Share Calculation. Each Aggrieved Employee will receive a proportionate share of the Aggrieved Employee Net Settlement Amount that is equal to (i) the number of pay periods he or she worked for Defendant in California during the PAGA Period based on the Database provided by Defendant, divided by (ii) the total number of pay periods worked by all Aggrieved Employees based on the same Database, which is then multiplied by the NSA. One day worked in a given pay period will be credited as a pay period for purposes of this calculation. Therefore, the value of each Aggrieved Employee's Individual Settlement Share ties directly to the amount of pay periods that he or she worked.

2. Tax Withholdings. Each Aggrieved Employee's gross settlement award will be apportioned as 100% penalties and be subject to all authorized and required withholdings other than the tax withholdings customarily made from employees' wages and shall be reported by IRS 1099 forms.

C. Recipients of GSA Disbursement. Subject to the terms and conditions of this Agreement, the Settlement Administrator shall disburse the GSA as directed later on herein to the following:

1. To Plaintiff's Counsel. Plaintiff's Counsel will apply to the Court for a total Attorney Fee Award not to exceed one third (currently \$233,333) of the GSA and a Cost Award not to exceed \$40,000. The Settlement

Administrator will pay the court-approved amounts for the Attorney Fee Award and Cost Award out of the GSA. Payroll tax withholding and deductions will not be taken from the Attorney Fee Award or the Cost Award. IRS Forms 1099 will be issued to Plaintiff's Counsel with respect to the Attorney Fee Award. In the event the Court does not approve the entirety of the application for the Attorney Fee Award and/or Cost Award, the Settlement Administrator shall pay whatever amount the Court awards, and neither Defendant nor the Settlement Administrator shall be responsible for paying the difference between the amount requested and the amount awarded. If the amount awarded is less than the amount requested by Plaintiff's Counsel for the Attorney Fee Award and/or Cost Award, the difference shall become part of the NSA and be available for distribution to Aggrieved Employees. This provision will not be enforced against unnamed Aggrieved Employees.

2. **To the Plaintiff:** In addition to Plaintiff's Individual Settlement Share, and subject to the Court's approval, PAGA Representative/Plaintiff Julianne Cruz will receive up to \$10,000. The Settlement Administrator will pay the PAGA Representative Payment out of the GSA. Payroll tax withholdings and deductions will not be taken from the PAGA Representative Payment. An IRS Form 1099 will be issued to Plaintiff with respect to the PAGA Representative Payment.
3. **To the Settlement Administrator.** The Settlement Administrator will pay to itself Administration Costs (reasonable fees and expenses) approved by the Court not to exceed \$10,000. This will be paid out of the GSA. If the actual amount of Administration Costs is less than the amount estimated and/or requested, the difference shall become part of the NSA and be available for distribution to Aggrieved Employees.
4. **To the LWDA.** The Settlement Administrator will pay the LWDA Payment seventy-five percent (75%) of the Net Settlement Amount to the LWDA.
5. **To Aggrieved Employees.** The Settlement Administrator will pay Aggrieved Employees according to the Individual Settlement Share calculations set forth above.

D. Appointment of Settlement Administrator. Solely for the purposes of this Settlement, the Parties stipulate and agree to the appointment of the Settlement Administrator. The Settlement Administrator shall be responsible for performing skip traces and NCOA searches on Aggrieved Employee addresses; preparing and mailing Notices and Individual Settlement Share checks to Aggrieved Employees; calculating each Aggrieved Employee's Individual Settlement Share; providing a declaration for submission to the Court prior to the Settlement Approval hearing; calculating and mailing the LWDA Payment to the LWDA; distributing the Attorney Fee Award and Cost Award to Plaintiff's Counsel; distributing the PAGA

Representative Payment; calculating and paying amounts owed, if any, to the appropriate tax authorities; printing and providing Aggrieved Employees with 1099 forms as required under this Agreement and applicable law; providing a due diligence/post-disbursement declaration for submission to the Court upon the completion of the Settlement; providing any funds remaining in the QSF as a result of uncashed checks to the State of California unclaimed property fund in the name of the Aggrieved Employee, in the amounts directed per this Settlement, including the administration of related tax reimbursements, if any; and for such other tasks as the Parties mutually agree. The Parties each represent that they do not have any financial interest in the Settlement Administrator or otherwise have a relationship with the Settlement Administrator that could create a conflict of interest.

E. Procedure for Approving Settlement.

1. Motion for Settlement Approval.

- a.** Plaintiff will move for an order granting approval of the Settlement.
- b.** At the Settlement Approval hearing, the Plaintiff will appear, support the granting of the motion, and submit a proposed order granting approval of the Settlement.
- c. Effect of Denial of Settlement Approval.** Should the Court decline to approve all material aspects of the Settlement, the Settlement will be null and void, and the Parties will have no further obligations under it. Provided, however, that the amounts of the Attorney Fee Award, Cost Award, and Administration Costs shall be determined by the Court, and the Court's determination on these amounts shall be final and binding, and that the Court's approval or denial of any amount requested for these items are not conditions of this Settlement Agreement, and are to be considered separate and apart from the fairness, reasonableness, and adequacy of the Settlement. Any order or proceeding relating to an application for the Attorney Fee Award, PAGA Representative Payment, Cost Award, and Administration Costs shall not operate to terminate or cancel this Settlement Agreement. Nothing in this Agreement shall limit Plaintiff or Plaintiff's Counsel's ability to appeal any decision by the Court to award less than the requested Attorney Fee Award, Cost Award, PAGA Representative Payment, and Administration Costs.
- d. Proposed Order and Judgment.** Upon Approval of the Settlement, the Parties shall present to the Court a proposed Settlement Approval Order, approving of the Settlement and entering Judgment in accordance therewith. After entry of

Judgment, the Court shall have continuing jurisdiction over the Action for purposes of: (1) enforcing this Settlement Agreement; (2) addressing settlement administration matters; and (3) addressing such post-Judgment matters as may be appropriate under Court rules and applicable law.

2. Notice and Disbursement to Aggrieved Employees. After the Court enters its Approval Order, every Aggrieved Employee will be provided with a Notice accompanying his or her Individual Settlement Share check in accordance with the following procedure:

- a. Database.** Within thirty (30) days after the Effective Date, Defendant shall deliver to the Settlement Administrator an electronic database, which will list for each Aggrieved Employee: (1) first and last name; (2) last known mailing address; (3) social security number; and (4) the total number of pay periods during which the Aggrieved Employee performed work during the PAGA Period as an Aggrieved Employee (“Database”). If any or all of this information is unavailable to Defendant, Defendant will so inform Plaintiff’s Counsel and the Parties will make their best efforts to reconstruct or otherwise agree upon how to deal with the unavailable information. The Database shall be based on Defendant’s payroll, personnel, and other business records. The Settlement Administrator will conduct a skip trace for the address of all Aggrieved Employees who are former employees of Defendant and an NCOA search on all addresses. The Settlement Administrator shall maintain the Database and all data contained within the Database as private and confidential.
- b. Funding the Settlement:** The Gross Settlement Amount will be wired by Defendant to the settlement administrator within thirty (30) days of the Effective Date.
- c. Settlement Administrator’s Disbursement Duties.** Subject to the Court approving the Settlement, the Settlement Administrator shall distribute funds pursuant to the terms of this Agreement and the Court’s Approval Order and Judgment. The Settlement Administrator shall keep Defendant’s Counsel and Plaintiff’s Counsel apprised of all distributions from the GSA. The Settlement Administrator shall respond to questions from Defendant’s Counsel and Plaintiff’s Counsel.
- d. Disbursement:** The Settlement Administrator will disburse the GSA within fifteen (15) days after funding, as instructed herein. The Settlement Administrator shall disburse: (1) the Net Settlement Amount to be paid to Aggrieved Employees; (2) the

Attorney Fee Award and Cost Award to Plaintiff's Counsel, as approved by the Court; (3) the PAGA Representative Payment, as approved by the Court; (4) the Administration Costs, as approved by the Court; and (5) the LWDA Payment.

- e. **Returned Notices and Checks.** If a Notice and Individual Settlement Check are returned because of an incorrect address, within five (5) days from receipt of the returned Notice, the Settlement Administrator will conduct a search for a more current address for the Aggrieved Employee and re-mail the Notice and Individual Settlement Share check to the Aggrieved Employee. The Settlement Administrator will use the NCOA and skip traces to attempt to find the current address. The Settlement Administrator will be responsible for taking reasonable steps to trace the mailing address of any Aggrieved Employee for whom a Notice and Individual Settlement Share check is returned by U.S. Postal Service as undeliverable. These reasonable steps shall include, at a minimum, the tracking of all undelivered mail; performing address searches for all mail returned without a forwarding address; and promptly re-mailing the Notice and Individual Settlement Check to Aggrieved Employees for whom new addresses are found. If the PAGA Notice is re-mailed, the Settlement Administrator will note for its own records the date and address of each re-mailing.

- 3. **Waiver of Right to Appeal.** Provided that the Judgment is consistent with the terms and conditions of this Agreement, then the Parties and their respective counsel waive any and all rights to appeal from the Judgment, including, but not limited to, all rights to any post-judgment proceeding and appellate proceeding, such as a motion to vacate or set aside judgment, and any extraordinary writ, and the Judgment will become non-appealable at the time it is entered. The waiver of appeal does not include any waiver of the right to oppose any appeal, appellate proceeding, or post-judgment proceeding.
- 4. **Vacating, Reversing, or Modifying Judgment on Appeal.** If, after a notice of appeal, the reviewing court vacates, reverses, or modifies the Judgment such that there is a material modification to the Settlement, and that court's decision is not completely reversed and the Judgment is not fully affirmed on review by a higher court, then this Settlement will become null and void and the Parties will have no further obligations under it. A material modification would include, but not necessarily be limited to, any alteration of the GSA, an alteration in the calculation of the NSA, and any change to the calculation of the Individual Settlement Shares.

5. **Final Report by Settlement Administrator.** Within ten (10) days after the disbursement of all funds, the Settlement Administrator will serve on the Parties a declaration providing a final report on the disbursements of all funds.
6. **Uncashed Checks.** Aggrieved Employees must cash or deposit their Individual Settlement Share checks within one hundred and eighty (180) calendar days after the checks are mailed to them.
 - a. **Reminder Postcard.** If any checks are not redeemed or deposited within ninety (90) calendar days after mailing, the Settlement Administrator will send a reminder postcard indicating that unless the check is redeemed or deposited in the next ninety (90) days, it will expire and become non-negotiable, and offer to replace the check if it was lost or misplaced.
 - b. **Uncashed Checks.** If any checks remain uncashed or not deposited by the expiration of the 90-day period after mailing the reminder notice, the Settlement Administrator will, within two hundred (200) calendar days after the checks are mailed, cancel the checks. All funds associated with the Individual Settlement Share checks returned as undeliverable and funds associated with those Individual Settlement Share checks remaining un-cashed, shall be transmitted by the Settlement Administrator to the California Controller's Unclaimed Property Fund in the name of the Aggrieved Employee.
7. **Defendant's Legal Fees.** Defendant is responsible for paying for all of Defendant's own legal fees, costs, and expenses incurred in this Action outside of the GSA.

F. Release of Claims. As of the date the settlement is funded by Defendant, Plaintiff, individually and on behalf of the State, and the Aggrieved Employees shall release the Released Claims, as defined above, against the Released Parties.

G. Miscellaneous Terms

1. **No Admission of Liability.** Defendant makes no admission of liability or wrongdoing by virtue of entering into this Agreement. Additionally, Defendant reserves the right to contest liability if the Settlement is not approved. Defendant denies that it has engaged in any unlawful activity, has failed to comply with the law in any respect, or has any liability to anyone under the claims asserted in the Action. This Agreement is entered into solely for the purpose of compromising highly disputed claims. Nothing in this Agreement is intended or will be construed as an admission by Defendant of liability or wrongdoing. This Settlement and Plaintiff's and

Defendant's willingness to settle the Action will have no bearing on, and will not be admissible in connection with, any litigation (other than solely in connection with this Settlement).

- 2. No Effect on Employee Benefits.** The Individual Settlement Shares paid to Plaintiff and Aggrieved Employees shall not be deemed to be pensionable earnings and shall not have any effect on the eligibility for, or calculation of, any of the employee benefits (*e.g.*, vacation, holiday pay, retirement plans, etc.) of Plaintiff or the Aggrieved Employees. The Parties agree that any Individual Settlement Share paid to Plaintiff or the Aggrieved Employees under the terms of this Agreement do not represent any modification of Plaintiff's or Aggrieved Employees' previously credited hours of service or other eligibility criteria under any employee pension benefit plan or employee welfare benefit plan sponsored by Defendant.
- 3. Integrated Agreement.** After this Agreement is signed and delivered by all Parties and their counsel, this Agreement and its exhibits will constitute the entire Agreement between the Parties relating to the Settlement, and it will then be deemed that no oral representations, warranties, covenants, or inducements have been made to any party concerning this Agreement or its exhibits, other than the representations, warranties, covenants, and inducements expressly stated in this Agreement and its exhibits.
- 4. Authorization to Enter Into Settlement Agreement.** Plaintiff's Counsel and Defendant's Counsel warrant and represent that they are authorized by Plaintiff and Defendant, respectively, to take all appropriate action required or permitted to be taken by such Parties under this Agreement to effectuate its terms, and to execute any other documents required to effectuate the terms of this Agreement. The Parties and their counsel will cooperate with each other and use their best efforts to effect the implementation of the Settlement. In the event the Parties are unable to reach agreement on the form or content of any document needed to implement this Agreement, or on any supplemental provisions that may become necessary to effectuate the terms of this Agreement, the Parties will seek the assistance of the Court, and in all cases, all such documents, supplemental provisions, and assistance of the Court will be consistent with this Agreement.
- 5. Exhibits and Headings.** The terms of this Agreement include the terms set forth in the attached exhibits, which are incorporated by this reference as though fully set forth herein. Any exhibits to this Agreement are an integral part of the Settlement and must be approved substantially as written. The descriptive headings of any paragraphs or sections of this Agreement are inserted for convenience of reference only and do not constitute a part of this Agreement.

- 6. Interim Stay of Proceedings.** The Parties agree to stay and hold all proceedings in the Action in abeyance, except such proceedings necessary to implement and complete the Settlement, pending the Settlement Approval hearing to be conducted by the Court.
- 7. Amendment or Modification of Agreement.** This Agreement, and any and all parts of it, may be amended, modified, changed, or waived only by an express written instrument signed by counsel for all Parties or their successors-in-interest.
- 8. Agreement Binding on Successors and Assigns.** This Agreement will be binding upon, and inure to the benefit of, the successors and assigns of the Parties, as previously defined.
- 9. No Prior Assignment.** Plaintiff hereby represents, covenants, and warrants that he has not directly or indirectly, assigned, transferred, encumbered, or purported to assign, transfer, or encumber to any person or entity any portion of any liability, claim, demand, action, cause of action or rights herein released and discharged.
- 10. Applicable Law.** All terms and conditions of this Agreement and its exhibits will be governed by and interpreted according to the laws of the State of California, without giving effect to any conflict of law principles or choice of law principles.
- 11. Fair, Adequate, and Reasonable Settlement.** The Parties and their respective counsel believe and warrant that this Agreement reflects a fair, reasonable, and adequate settlement of the Action and have arrived at this Agreement through arms-length negotiations, taking into account all relevant factors, current and potential.
- 12. No Tax or Legal Advice.** The Parties understand and agree that the Parties are neither providing tax or legal advice, nor making representations regarding tax obligations or consequences, if any, related to this Agreement, and that Aggrieved Employees will assume any such tax obligations or consequences that may arise from this Agreement, and that Aggrieved Employees shall not seek any indemnification from the Parties or any of the Released Parties in this regard. The Parties agree that, in the event that any taxing body determines that additional taxes are due from any Aggrieved Employee, such Aggrieved Employee assumes all responsibility for the payment of such taxes.
- 13. Jurisdiction of the Court.** The Court shall retain jurisdiction with respect to the interpretation, implementation, and enforcement of the terms of this Agreement and all orders and judgment entered in connection therewith, and the Parties and their counsel hereto submit to the jurisdiction of the

Court for purposes of interpreting, implementing, and enforcing the Settlement embodied in this Agreement and all orders and judgments in connection therewith.

14. Invalidity of Any Provision; Severability. Before declaring any provision of this Agreement invalid, the Parties request that the Court first attempt to construe the provisions valid to the fullest extent possible consistent with applicable precedents, so as to define all provisions of this Agreement valid and enforceable. In the event any provision of this Agreement shall be found unenforceable, the unenforceable provision shall be deemed deleted, and the validity and enforceability of the remaining provisions shall not be affected thereby.

15. Cooperation in Drafting. The Parties have cooperated in the drafting and preparation of this Agreement. This Agreement will not be construed against any Party on the basis that the Party was the drafter or participated in the drafting.

16. Execution in Counterpart. This Agreement may be executed in one or more counterparts. All executed counterparts, and each of them, will be deemed to be one and the same instrument provided that counsel for the Parties will exchange between themselves original signed counterparts. Facsimile or PDF signatures will be accepted. Any executed counterpart will be admissible in evidence to prove the existence and contents of this Agreement.

IV. EXECUTION BY PARTIES AND COUNSEL

The Parties and their counsel execute this Agreement.

Dated: 1/28/2026

JULIANNE CRUZ

DocuSigned by:

03470334E7AF4D5...
1 101111111

Dated: _____

PMAB-8 DBA PAUL MARTIN'S AMERICAN GRILL

Defendant
Name:
Title:

Court for purposes of interpreting, implementing, and enforcing the Settlement embodied in this Agreement and all orders and judgments in connection therewith.

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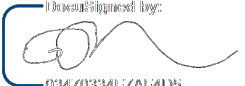
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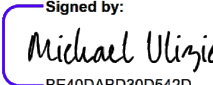
JULIANNE CRUZ

Signed by:

031/033407/AN-4035...

March 2, 2026

Dated: _____

PMAB-8 DBA PAUL MARTIN'S AMERICAN GRILL

Signed by:

BE40DABD30D542D...

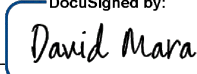
Defendant

Name:

Title:

Dated: 2/2/2026

MARA LAW FIRM, PC

DocuSigned by:


David Mara, Esq.
Jill Vecchi, Esq.
Attorneys for Plaintiff

Dated: 3/02/2026

MORGAN, LEWIS & BROCKIUS LLP



Kathryn T. McGuigan, Esq.
Anahi Cruz, Esq.
Attorneys for Defendant

Exhibit A

CALIFORNIA SUPERIOR COURT, COUNTY OF ORANGE
Julianne Cruz v. PMAB-8, LLC dba Paul Martin's American Grill
Case No. 30-2023-01318976-CU-OE-CXC

NOTICE OF SETTLEMENT

This is not a solicitation. This is not a lawsuit against you and you are not being sued.

The California Superior Court, County of Orange has granted approval of a settlement in the above-captioned action. Because your rights are affected by this Settlement, it is important that you read this Notice of Settlement ("Notice") carefully. The purpose of this Notice is to provide a brief description of the claims alleged in the action and the key terms of the settlement.

Based on the Company's records, your Individual PAGA Payment is \$ [REDACTED]. This is based on the Company's records showing that you worked [REDACTED] pay periods during the PAGA Period of February 3, 2022, through March 2, 2026.

WHAT INFORMATION IS IN THIS NOTICE

- | | |
|--|--------|
| 1. Why Have I Received This Notice? | Page 1 |
| 2. What Is This Case About? | Page 1 |
| 3. Who Are the Attorneys Representing the Parties? | Page 2 |
| 4. How Does This Settlement Affect My Rights? | Page 2 |
| 5. How Much Can I Expect to Receive From This Settlement? | Page 3 |
| 6. How Can I Obtain Additional Information or Court Documents? | Page 3 |

1. *Why Have I Received This Notice?*

PMAB-8, LLC dba Paul Martin's American Grill's (hereinafter referred to as "Defendant") records indicate that you worked as a non-exempt, hourly employee for Defendant in California at some time between February 3, 2022, through March 2, 2026.

A settlement hearing was held on July 16, 2026, in the California Superior Court, County of Orange. The Court granted approval of the settlement. You are receiving this Notice to provide you with a brief description of the settlement and explain why you have received a settlement check.

2. *What Is This Case About?*

The action entitled *Julianne Cruz v. PMAB-8, LLC dba Paul Martin's American Grill*, was commenced by Plaintiff Julianne Cruz ("Plaintiff") in the Orange County Superior Court (Case Number 30-2023-01318976-CU-OE-CXC). On February 3, 2023, Plaintiff provided notice to the California Labor and Workforce Development Agency ("LWDA") of the Private Attorneys General Act of 2004 ("PAGA") violations she alleged against Defendant. The PAGA allows employees to bring claims on behalf of themselves, other employees, and the State. It enables an employee to act as a "private attorney general" to recover civil penalties for alleged violations of the California Labor Code.

On April 13, 2023, Plaintiff filed a complaint in the Orange County Superior Court against Defendant. On September 28, 2023, Plaintiff filed a First Amended Complaint that alleged causes of action on behalf of Plaintiff and those similarly situated aggrieved employees under the PAGA for Defendant's alleged failure to pay all

straight time wages, failure to pay all overtime wages, failure to provide lawful meal periods, failure to provide lawful rest periods, failure to adopt a compliant sick pay/paid time off policy, failure to provide compliant wage statements, and failure to pay all wages due at termination.

The Court has not made any determination as to whether the claims advanced by Plaintiff have any merit. In other words, the Court has not determined whether any laws have been violated, nor has it decided in favor of Plaintiff or Defendant; instead, both sides agreed to resolve the lawsuit with no decision or admission of who is right or wrong. By agreeing to resolve the lawsuit, all parties avoid the risks and cost of a trial.

Defendant expressly denies that it did anything wrong or that it violated the law and further denies any liability whatsoever.

3. *Who Are the Attorneys Representing the Parties?*

Attorneys for Plaintiff Julianne Cruz	Attorneys for Defendant PMAB-8
MARA LAW FIRM, PC David Mara dmara@maralawfirm.com Jill Vecchi jvecchi@maralawfirm.com 3160 Camino Del Rio South, Suite 207 San Diego, CA 92108 Telephone: (619) 234-2833	MORGAN, LEWIS & BROCKIUS LLP Kathryn T. McGuigan Anahi Cruz 300 South Grand Avenue Twenty-Second Floor Los Angeles, CA 90071 Telephone: (213) 612-2500d

4. *How Does This Settlement Affect My Rights? What are the Released Claims?*

All non-exempt, hourly employees who worked for Defendant in California at any time from February 3, 2022, through March 2, 2026 (referred to in this notice as “Aggrieved Employees”) release the Released Parties from the Released Claims, as defined below.

Released Parties: Defendant including its past, present, and future divisions, parents, subsidiaries, predecessors, successors, shareholders, owners, officers, directors, and employees.

Released Claims: Each PAGA Aggrieved Employee shall fully release and discharge Defendant and the Released Parties from any and all any and all claims, obligations, demands, rights, causes of action, and liabilities for civil penalties under the PAGA that have been asserted in, or reasonably could have been asserted based on, the facts, claims, and/or allegations contained and/or plead in: (a) Plaintiff’s PAGA Letter to the LWDA; (b) the Action; and (c) any amendments to the foregoing (collectively, “Released PAGA Claims”). Released PAGA Claims include any and all claims or alleged violations arising under the following provisions of the California Labor Code: §§ 201, 202, 203, 204, 205.5, 218, 218.5, 221, 222, 223, 226 (including § 226(a)), 226.7, 246, 248.5, 510, 512 (including § 512(a)), 558, 1174, 1194, 1197, 1197.1, 2800–2802, and 2698 et seq. (including §§ 2699(a), (c), (f), (g), (i), and 2699.3 (including § 2699.3(a))). Released PAGA Claims also include any claims or alleged violations arising under the California Code of Regulations, Title 8, § 11010 et seq., and the Industrial Welfare Commission (IWC) Wage Orders, including but not limited to Wage Order 4-2001, Wage Order 14-2001, and any other applicable IWC Wage Orders. Released PAGA Claims include all such claims arising during the PAGA Period.

The claims alleged against Defendant in the lawsuit and PAGA notice are failure to pay all straight time wages, failure to pay all overtime wages, failure to provide lawful meal periods, failure to provide lawful rest periods,

failure to adopt a compliant sick pay/paid time off policy, failure to provide compliant wage statements, and failure to pay all wages due at termination. The PAGA Period is February 3, 2022, through March 2, 2026.

5. *How Much Can I Expect to Receive From This Settlement?*

The total maximum amount that Defendant is required to pay under the settlement is \$700,000 (“Gross Settlement Amount” or “GSA”). The “Net Settlement Amount” or “NSA” means the portion of the Gross Settlement Amount after the deduction of (1) the PAGA Representative Enhancement Payment to Plaintiff in an amount of \$10,000, for prosecution of the Action; (2) the Settlement Administration Costs to the Settlement Administrator in the amount of \$7,661; and (3) payment to Plaintiff’s Counsel in the amount of \$233,333 (one-third of the Gross Settlement Amount) for attorneys’ fees and an amount of \$13,164.35 for litigation costs. All of these payments were approved by the Court.

After deducting the above-referenced items, the remaining Net Settlement Amount, will be divided 75% to the LWDA, pursuant to California Labor Code § 2699, subdivision (i), for enforcement of labor laws, including the administration of this part, and for education of employers and employees about their rights and responsibilities under this code, to be continuously appropriated to supplement and not supplant the funding to the agency for those purposes; and 25% to the Aggrieved Employees. Therefore, the LWDA will receive \$326,881.24 and \$108,960.41 is left for distribution to Aggrieved Employees.

Each Aggrieved Employee will receive a proportionate share of the NSA that is equal to (i) the number of pay periods he or she worked for Defendant in California during the PAGA Period based on the data provided by Defendant, divided by (ii) the total number of pay periods worked by all Aggrieved Employees based on the same data, which is then multiplied by the NSA. One day worked in a given pay period will be credited as a pay period for purposes of this calculation. Therefore, the value of each Aggrieved Employee’s Individual Settlement Share ties directly to the amount of pay periods that he or she worked.

The check included with this notice represents your settlement share based on this formula. For purposes of computing taxes, one-hundred percent (100%) of the amount of money you received is considered to be a civil penalty and has not been subjected to tax withholding.

It is strongly recommended that upon receipt of your Individual Settlement Share check, you immediately cash it or cash it before the **180-day** void date shown on each check. Funds represented by settlement checks returned as undeliverable and those settlement checks remaining un-cashed for more than 180 days after issuance will be transmitted to California State Controller’s Office Unclaimed Property Fund in the name of the Aggrieved Employee. **You will not be retaliated against for cashing the settlement check included with this notice.**

You cannot opt out of the settlement. Even if you do not cash your settlement check, you will still be bound by the release outlined in this notice.

6. *How Can I Obtain Additional Information or Court Documents?*

IF YOU NEED MORE INFORMATION OR HAVE ANY QUESTIONS, you may contact Plaintiff’s Counsel listed above, or the Settlement Administrator at the telephone number listed below, toll free. Please refer to the PMAB-8 settlement.

PLEASE DO NOT CALL THE COURT OR COURT’S CLERK FOR INFORMATION ABOUT THIS SETTLEMENT.

Exhibit 2

Westlaw Court Express

LEGAL BILLING REPORT

VOLUME 14, NUMBER 3

December 2012

CA REGION

BY REGION, BY FIRM

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DLA Piper LLP	3
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Pachnis Stang Ziehl Young Jones & Weintraub	4-5
Paul Hastings LLP	5
Seyfarth Shaw LLP	5
Slidley Austin LLP	6
Torjs LLP	7

California Report

FIRM		GRADUATED	ADMITTED	STATE	RATE	HOURS	TOTAL
Akin Gump Strauss Hauer & Feld LLP	Partner	1993	1993	CA	\$ 825.00	8.10	\$ 6,682.50
	David P. Simonds	1993	1993	CA	\$ 725.00	2.60	\$ 1,885.00
	Senior Counsel	1993	1993	CA	\$ 725.00	10.70	\$ 8,567.50
	Edward P. Christian						
TOTAL							
U.S.B.C. New York Southern							
Private Air/Inns Corp (12-11343 REG)							
From the fee application covering							
July 1, 2012 through October 31, 2012							
NJ Ranking: 40							
Firm Size: 791							
U.S.B.C. Delaware							
Trident Microsystems, Inc. (12-10063 CSS)							
From the fee application covering							
October 1, 2012 through October 31, 2012							
NJ Ranking: 2							
Firm Size: 3,348							
U.S.B.C. New York Southern							
LightSquared, Inc. (12-12080 SCC)							
From the fee application covering							
October 1, 2012 through October 31, 2012							
NJ Ranking: .21							
Firm Size: 1,039							

DLA Piper LLP		1999	1999	CA	\$ 790.00	0.60	\$ 474.00
Partner	Nate McQuirk	1979	1979	CA	\$ 790.00	39.40	\$ 30,732.00
Partner	Richard Yankovich	1999	1999	CA	\$ 790.00	90.30	\$ 68,176.50
Partner	Ann Lawrence	2000	2000	CA	\$ 790.00	1.30	\$ 916.50
Partner	Heather Dunn	1998	1998	CA	\$ 790.00	12.70	\$ 8,285.00
Partner	Jeffrey D. Aaronson	2002	2002	CA	\$ 840.00	3.10	\$ 1,584.00
Of Counsel	Ben Gipson	2004	2004	CA	\$ 840.00	170.00	\$ 107,100.00
Associate	Bethand Pan	2008	2008	CA	\$ 510.00	67.00	\$ 34,170.00
Associate	Diana M. Melzer	2011	2011	CA	\$ 470.00	1.80	\$ 846.00
Associate	Natasha Heleth	2000	2000	CA	\$ 400.00	4.10	\$ 1,640.00
Associate	Thia Bhanthall					390.30	\$ 254,254.00
TOTAL							
Gibson Dunn & Crutcher, LLP		2010	2010	CA	\$ 445.00	18.20	\$ 8,544.00
Associate	Virginia Pitt	2011	2011	CA	\$ 395.00	12.60	\$ 4,977.00
Associate	Matthew Bouslog					31.80	\$ 13,921.00
TOTAL							

California Report

FIRM

Kornfield, Nyberg, Bander & Kuhner, P.C.,
Partner Eric A. Nyberg
Paraprofessional Nancy L. Nyberg

GRADUATED	ADMITTED	STATE	RATE	HOURS	TOTAL
1987	1987	CA	\$ 425.00	15.90	\$ 7,182.50
			90.00	0.30	24.00
				17.20	\$ 7,206.50
TOTAL					

U.S.B.C California Northern
Hawrey LLP(41-34376-DJ)
From the fee application covering
August 1, 2012 through August 31, 2012
NJ Ranking: n/a
Firm Size: 3

Loeb & Loeb

Partner	Lance N. Jurich	1987	CA	\$ 695.00	1.50	\$ 1,320.50
Partner	Christopher W. Campbell	1999	CA	550.00	46.20	30,030.00
Associate	Ryan M. Audin	2007	CA	550.00	122.30	67,255.00
Associate	Jeanne C. Wanless	1993	CA	435.00	18.20	7,917.00
Paraprofessional	S. Steadman			280.00	0.20	52.00
TOTAL					182.30	\$ 105,584.50

U.S.B.C California Central
American Medical Technologies(8-12-12339-MW)
From the fee application covering
July 1, 2012 to September 30, 2012
NJ Ranking: 144
Firm Size: 301

Pachtulski Stang Ziehl Young Jones & Weintraub

Of Counsel	James K. T. Hunter	1976	CA	\$ 745.00	0.10	\$ 74.50
Partner	Samuel R. Matzel	1985	CA	725.00	40.90	29,652.50
Of Counsel	Jeffrey Kandell	1984	CA	615.00	0.50	307.50
Partner	Mahar S. Pagay	1997	CA	615.00	1.80	1,107.00
Partner	Scotta McFarland	1980	CA	615.00	47.80	29,397.00
Of Counsel	Mary Lane	1976	CA	595.00	3.80	2,261.00
Partner	Nina Hong	1995	CA	595.00	0.50	297.50
Associate	Teddy M. Kapur	2006	CA	495.00	8.40	4,158.00
Library	Leslie A. Forrester			295.00	1.10	324.50
Paraprofessional	Felice Harrison			275.00	23.00	6,325.00
TOTAL					127.90	\$ 73,904.50

U.S.B.C California Central
American Medical Technologies(8-12-12339-MW)
From the fee application covering
July 1, 2012 to July 31, 2012
NJ Ranking: n/a
Firm Size: 55

California Report

FIRM

Pedraza & Stang Ziehl Young Jones & Weintraub

	GRADUATED	ADMITTED	STATE	RATE	HOURS	TOTAL
Partner	1979	1979	CA	\$ 975.00	0.80	\$ 780.00
Partner	1982	1983	CA	\$ 875.00	12.80	\$ 11,200.00
Of Counsel	1975	1976	CA	\$ 745.00	4.00	\$ 2,980.00
Partner	1983	1983	CA	\$ 745.00	50.80	\$ 37,846.00
Partner	1983	1984	CA	\$ 725.00	11.10	\$ 8,047.50
Of Counsel	1987	1987	CA	\$ 675.00	15.80	\$ 10,462.50
Of Counsel	1987	1987	CA	\$ 595.00	5.20	\$ 3,094.00
Of Counsel	1980	1980	CA	\$ 575.00	4.30	\$ 2,472.50
Associate	2004	2010	CA	\$ 525.00	31.00	\$ 16,275.00
Paraprofessional				265.00	2.50	\$ 862.50
Paraprofessional				265.00	7.70	\$ 2,040.50
Paraprofessional				265.00	1.00	\$ 265.00
Case Management				185.00	5.40	\$ 993.00
Case Management				185.00	0.40	\$ 74.00
TOTAL					152.50	\$ 57,198.50

Paul Hastings LLP

Partner	1976	1976	CA	\$ 840.00	15.80	\$ 13,272.00
Of Counsel	1983	1983	CA	\$ 785.00	132.40	\$ 115,062.00
Associate	2006	2006	CA	\$ 615.00	31.10	\$ 19,126.50
Associate	2007	2008	CA	\$ 575.00	181.70	\$ 104,477.50
Associate	2009	2009	CA	\$ 485.00	87.10	\$ 42,343.50
Associate	2010	2010	CA	\$ 385.00	57.00	\$ 37,345.00
Associate	2010	2010	CA	\$ 385.00	160.20	\$ 81,577.00
TOTAL					725.30	\$ 393,203.50

Seyfarth Shaw LLP

Counsel	1996	1996	CA	\$ 580.00	2.40	\$ 1,832.00
Partner	1985	1985	CA	\$ 620.00	1.50	\$ 930.00
Counsel	1997	1997	CA	\$ 540.00	56.60	\$ 30,564.00
TOTAL					60.50	\$ 33,416.00

U.S.B.C Delaware
Trident Microsystems, Inc. (12-10089 (CSS))

From the fee application covering
September 1, 2012 through September 30, 2012

N.J. Ranking: n/a
Firm Size: 55

U.S.B.C New York Southern
AMR Corporation (11-15463 (SHL))

From the fee application covering
July 1, 2012 through July 31, 2012

N.J. Ranking: 30
Firm Size: 851

U.S.B.C New York Southern
Grubb & Ellis Company (12-10085 (MG))

From the fee application covering
July 2, 2012 through October 31, 2012

N.J. Ranking: 50
Firm Size: 733

California Report

FIRM Sidley Austin LLP

	GRADUATED	ADMITTED	STATE	RATE	HOURS	TOTAL
Partner	1995	1995	CA	\$ 875.00	18.10	\$ 12,217.50
Associate	2010	2010	CA	450.00	117.50	53,065.00
Associate	2011	2011	CA	355.00	41.00	14,555.00
TOTAL					177.00	\$ 79,827.50

U.S.B.C Delaware
Tribune Company, et al. (08-13144 FJCJ)

From the fee application covering
September 1, 2012 through September 30, 2012

NLI Ranking: 10
Firm Size: 1,592

Tenys LLP

Partner	1983	1983	CA	\$ 995.00	5.50	\$ 5,472.50
Partner	1974	1974	CA	995.00	0.40	398.00
Partner	1977	1977	CA	810.00	0.50	405.00
Associate	2008	2008	CA	695.00	21.10	14,564.50
Associate	2007	2007	CA	565.00	110.00	62,150.00
Associate	2008	2008	CA	500.00	0.50	250.00
Library				355.00	0.80	284.00
Law Clerk				395.00	43.90	13,389.50
Paraprofessional				250.00	28.20	7,332.00
Paraprofessional					210.90	\$ 104,345.50
TOTAL						

U.S.B.C Delaware
Nettel Networks Inc. (09-10138)

From the fee application covering
August 1, 2012 through October 31, 2012

NLI Ranking: n/a
Firm Size: 236

Westlaw Court Express

LEGAL BILLING REPORT

VOLUME 14, NUMBER 3

December 2012

CA REGION

BY BILLING RATE

California Rate Report

PROFESSIONAL	FIRM	GRADUATED	ADMITTED	STATE	RATE	HOURS	TOTAL
Partner	John Cameron	1983	1983	CA	\$ 995.00	5.50	\$ 5,472.50
Partner	Shelia Block	1974	1974	CA	\$ 995.00	0.40	398.00
Partner	Richard M. Pachulski	1979	1979	CA	\$ 975.00	0.80	780.00
Partner	Ira D. Kharasch	1982	1982	CA	\$ 875.00	12.80	11,200.00
Partner	J. A. Latham Jr.	1978	1978	CA	\$ 840.00	15.80	13,272.00
Partner	David P. Stronids	1983	1983	CA	\$ 825.00	9.10	6,682.50
Partner	Michael Rotszala	1977	1977	CA	\$ 810.00	0.50	405.00
Partner	Nate McKittick	1989	1989	CA	\$ 780.00	0.60	474.00
Partner	Richard Yankeiwich	1979	1979	CA	\$ 760.00	39.40	30,732.00
Partner	Ana Lawton	1989	1989	CA	\$ 755.00	50.30	68,176.50
Of Counsel	Jennifer S. Baldocchi	1983	1983	CA	\$ 755.00	152.40	115,062.00
Of Counsel	James K.T. Hunter	1976	1976	CA	\$ 745.00	0.10	74.50
Partner	John D. Fiero	1976	1976	CA	\$ 745.00	4.00	2,980.00
Senior Counsel	Edward P. Christian	1989	1989	CA	\$ 745.00	50.80	37,846.00
Partner	Samuel R. Malzel	1985	1985	CA	\$ 725.00	2.50	1,895.00
Partner	Bruce Grohschal	1983	1983	CA	\$ 725.00	40.90	29,632.50
Partner	Heather Dunn	2000	2000	CA	\$ 705.00	11.10	8,047.50
Partner	Lance N. Jurth	1987	1987	CA	\$ 695.00	1.30	916.50
Associate	Jessica Bullock	2003	2003	CA	\$ 695.00	1.50	1,320.50
Counsel	Ellen Sueda	1983	1983	CA	\$ 675.00	2.40	1,632.00
Of Counsel	Henry Hochman	1985	1985	CA	\$ 675.00	15.50	10,462.50
Partner	Max C. Fischer	1988	1988	CA	\$ 675.00	18.10	12,217.50
Partner	Jeffrey D. Karson	1986	1986	CA	\$ 650.00	12.70	8,255.00
Partner	Christopher W. Campbell	1989	1989	CA	\$ 650.00	45.20	30,030.00
Of Counsel	Ben Gibson	2002	2002	CA	\$ 640.00	3.10	1,984.00
Associate	Bertrand Pan	2004	2004	CA	\$ 630.00	170.00	107,100.00
Partner	Colleen M. Regan	1985	1985	CA	\$ 620.00	1.50	930.00
Of Counsel	Jeffrey Kamel	1984	1984	CA	\$ 615.00	0.50	307.50
Partner	Malhar S. Pargy	1984	1984	CA	\$ 615.00	1.60	1,107.00
Partner	Scott McFarland	1980	1980	CA	\$ 615.00	47.80	29,337.00
Associate	Melinda A. Gordon	2009	2009	CA	\$ 615.00	31.10	19,126.50
Of Counsel	Mary Lane	1976	1976	CA	\$ 595.00	3.90	2,261.00
Partner	Nina Hong	1986	1986	CA	\$ 595.00	0.50	287.50
Of Counsel	Gabriele Rohrer	1997	1997	CA	\$ 595.00	5.20	3,094.00

California Rate Report

PROFESSIONAL	FIRM	GRADUATED	ADMITTED	STATE	RATE	HOURS	TOTAL
Of Counsel	Pachulski Stang Ziehl Young Jones & Weintraub	1980	1980	CA	\$ 575.00	4.30	\$ 2,472.50
William Ramseyer	Paul Hastings LLP	2007	2008	CA	\$ 575.00	191.70	104,477.50
Robert E. Zivver	Tony's LLP	2007	2007	CA	\$ 555.00	110.00	62,160.00
Adam Siverts	Loeb & Loeb	2007	2007	CA	\$ 550.00	122.30	67,285.00
Ryan M. Aulich	Seyfarth Shaw LLP	1997	1997	CA	\$ 40.00	56.60	30,854.00
Holger Basch	Pachulski Stang Ziehl Young Jones & Weintraub	2004	2010	CA	\$ 525.00	31.00	16,275.00
John W. Lucas	DLA Piper LLP	2008	2008	CA	\$ 510.00	87.00	34,170.00
Diana M. Malzer	Tony's LLP	2008	2008	CA	\$ 500.00	0.50	250.00
Madhew Akoy	Pachulski Stang Ziehl Young Jones & Weintraub	2004	2008	CA	\$ 495.00	8.40	4,158.00
Teddy M. Kumar	Paul Hastings LLP	2009	2009	CA	\$ 485.00	87.10	42,243.00
Liam M. Paez	DLA Piper LLP	2011	2011	CA	\$ 470.00	1.80	846.00
Natasha Hsieh	Sidley Austin LLP	2010	2010	CA	\$ 450.00	117.50	53,055.00
Michael T. Gustafson	Gibson Dunn & Crutcher, LLP	2010	2010	CA	\$ 445.00	19.20	8,544.00
Virginia FRI	Loeb & Loeb	1993	1993	CA	\$ 435.00	18.20	7,917.00
Jeanne C. Wanlass	Kornfield, Nyberg, Bendes & Kuhner, P.C.	1987	1987	CA	\$ 425.00	16.90	7,182.50
Eric A. Nyberg	DLA Piper LLP	2000	2000	CA	\$ 400.00	4.10	1,640.00
Tina Bhattachal	Gibson Dunn & Crutcher, LLP	2011	2011	CA	\$ 395.00	12.60	4,977.00
Matthew Bourisog	Paul Hastings LLP	2010	2010	CA	\$ 385.00	97.00	37,545.00
Ji Hae Kim	Paul Hastings LLP	2010	2010	CA	\$ 385.00	160.20	61,677.00
Mario C. Ortega	Sidley Austin LLP	2011	2011	CA	\$ 355.00	41.00	14,555.00
Francis S. Lum	Tony's LLP	2000	2000	CA	\$ 305.00	0.80	264.00
Clare Mauro	Tony's LLP	2000	2000	CA	\$ 305.00	43.90	13,389.50
Bradley Tordick	Pachulski Stang Ziehl Young Jones & Weintraub	2000	2000	CA	\$ 285.00	1.10	324.50
Leslie A. Forrester	Pachulski Stang Ziehl Young Jones & Weintraub	2000	2000	CA	\$ 275.00	23.00	6,325.00
Paraprofessional Felicia Harrison	Pachulski Stang Ziehl Young Jones & Weintraub	2000	2000	CA	\$ 265.00	2.50	662.50
Paraprofessional Patricia Cuniff	Pachulski Stang Ziehl Young Jones & Weintraub	2000	2000	CA	\$ 265.00	7.70	2,040.50
Paraprofessional Louise Tuzchak	Pachulski Stang Ziehl Young Jones & Weintraub	2000	2000	CA	\$ 265.00	1.00	265.00
Paraprofessional Cheryl A. Krotz	Loeb & Loeb	2000	2000	CA	\$ 260.00	0.20	52.00
Paraprofessional S. Steadman	Tony's LLP	2000	2000	CA	\$ 260.00	28.20	7,332.00
Paraprofessional Dianna Rajah	Pachulski Stang Ziehl Young Jones & Weintraub	2000	2000	CA	\$ 185.00	5.40	595.00
Case Manager Sharita Filman	Pachulski Stang Ziehl Young Jones & Weintraub	2000	2000	CA	\$ 185.00	0.40	74.00
Case Manager Dina K. Whaley	Kornfield, Nyberg, Bendes & Kuhner, P.C.	2000	2000	CA	\$ 80.00	0.30	24.00
Paraprofessional Nancy L. Nyberg							

Exhibit 3

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Additional Counsel Listed After Signature Page
Attorneys for Plaintiffs and the certified Class

SUPERIOR COURT OF CALIFORNIA
FOR THE COUNTY OF SAN DIEGO, CENTRAL DIVISION

ADAM HOHNBAUM, ILLYA HAASE,
ROMEO OSORIO, AMANDA JUNE RADER,
and SANTANA ALVARADO and ROES 1
through 500, Inclusive on behalf of themselves
and all others similarly situated, and on behalf
of the general public,

Plaintiffs,

v.

BRINKER RESTAURANT CORPORATION,
BRINKER INTERNATIONAL, INC. and
BRINKER INTERNATIONAL PAYROLL
COMPANY, LP a Delaware Corporation; and
DOES 1 through 500, Inclusive

Defendants.

CASE NO.: GIC834348

CLASS ACTION

DECLARATION OF RICHARD M.
PEARL IN SUPPORT OF PLAINTIFFS'
UNOPPOSED MOTION FOR FINAL
APPROVAL AND OF CLASS ACTION
SETTLEMENT AND MOTION FOR
AWARD OF ATTORNEYS' FEES,
COSTS, CLASS REPRESENTATIVE
SERVICE PAYMENTS, AND CLAIMS
ADMINISTRATION EXPENSES

Date: December 12, 2014

Time: 1:30 p.m.

Dept.: C-69

Judge: Hon. Katherine A. Bacal

Complaint Filed: August 16, 2004

1 I, RICHARD M. PEARL, hereby declare the following:

2 1. I am a member in good standing of the California State Bar. I am in
3 private practice as the principal of my own law firm, the Law Offices of Richard
4 M. Pearl, in Berkeley, California. I specialize in issues related to court-awarded
5 attorneys' fees, including the representation of parties in fee litigation and
6 appeals, serving as an expert witness, and serving as a mediator and arbitrator in
7 disputes concerning attorneys' fees and related issues. In this case, I have been
8 asked by Plaintiffs' counsel to render my opinion on the reasonableness of the
9 hourly rates they are requesting in this matter. I make this Declaration in Support
10 of Plaintiffs' Motion for Award of Reasonable Attorneys' Fees.

11 **Professional Background**

12 1. Briefly summarized, my background is as follows: I am a 1969
13 graduate of Boalt Hall School of Law, University of California, Berkeley,
14 California. I took the California Bar Examination in August 1969 and passed it in
15 November of that year, but because I was working as an attorney in Atlanta,
16 Georgia for the Legal Aid Society of Atlanta (LASA), I was not admitted to the
17 California Bar until January 1970. I worked for LASA until summer of 1971,
18 when I then went to work in California's Central Valley for California Rural Legal
19 Assistance, Inc. (CRLA), a statewide legal services program. From 1977 to 1982,
20 I was CRLA's Director of Litigation, supervising more than fifty attorneys. In
21 1982, I went into private practice, first in a small law firm, then as a sole
22 practitioner. Martindale Hubbell rates my law firm "AV." I also have been
23 selected as a Northern California "Super Lawyer" in Appellate Law for 2005,
24 2006, 2007, 2008, 2010, 2011, 2012, 2013, and 2014. A copy of my current
25 Resume is attached hereto as Exhibit A.

26 2. Since 1982, my practice has been a general civil litigation and
27 appellate practice, with an emphasis on cases and appeals involving court-awarded
28 attorneys' fees. I also am the author of *California Attorney Fee Awards* (3d ed.

1 Cal. CEB 2010) and its February 2011, 2012, 2013, and March 2014 Supplements,
2 as well as all its previous editions and annual supplements. California appellate
3 courts have cited this treatise on more than 35 occasions. *See, e.g., Graham v.*
4 *DaimlerChrysler Corp.* (2004) 34 Cal.4th 553, 576, 584; *Lolley v. Campbell* (2002)
5 28 Cal.4th 367, 373; *Chacon v. Litke* (2010) 181 Cal.App.4th 1234, 1259; *Syers*
6 *Properties III, Inc. v. Rankin* (2014) 226 Cal.App.4th 691, 698, 700. I also have
7 lectured and written extensively on court-awarded attorneys' fees. I have been a
8 member of the California State Bar's Attorneys' Fees Task Force and have
9 testified before the State Bar Board of Governors and the California Legislature on
10 attorneys' fee issues. In addition, I authored a federal manual on attorneys' fees
11 entitled *Attorneys' Fees: A Legal Services Practice Manual*, published by the
12 Legal Services Corporation. I also co-authored the chapter on "Attorney Fees" in
13 Volume 2 of CEB's *Wrongful Employment Termination Practice*, 2d Ed. (1997).

14 3. More than 90% of my practice is devoted to issues involving court-
15 awarded attorneys' fees. I have been counsel in over 180 attorneys' fee
16 applications in state and federal courts, primarily representing other attorneys. I
17 also have briefed and argued more than 40 appeals, at least 25 of which have
18 involved attorneys' fees issues. I have successfully handled five cases in the
19 California Supreme Court involving court-awarded attorneys' fees: (1) *Maria P. v.*
20 *Riles* (1987) 43 Cal.3d 1281, a landmark early decision on the scope of California
21 Code of Civil Procedure section 1021.5; (2) *Delaney v. Baker* (1999) 20 Cal.4th
22 23, which held that heightened remedies, including attorneys' fees, are available in
23 suits against nursing homes under California's Elder Abuse Act; (3) *Ketchum v.*
24 *Moses* (2001) 24 Cal.4th 1122, which held, *inter alia*, that contingent risk
25 multipliers remain available under California attorney fee law, despite the United
26 States Supreme Court's contrary ruling on federal law (note that in *Ketchum*, I was
27 primary appellate counsel in the Court of Appeal and "second chair" in the
28 Supreme Court); (4) *Flannery v. Prentice* (2001) 26 Cal.4th 572, which held that in

1 the absence of an agreement to the contrary, statutory attorneys' fees belong to the
2 attorney whose services they are based upon; and (5) *Graham v. DaimlerChrysler*
3 *Corp.* (2004) 34 Cal.4th 553, which held, *inter alia*, that the "catalyst" theory was
4 still valid under California law despite federal Supreme Court authority to the
5 contrary. I also represented and argued on behalf of *amicus curiae* in
6 *Conservatorship of McQueen* (2014) 59 Cal.4th 602, and, along with Richard
7 Rothschild, filed an *amicus curiae* brief in *Vasquez v. State of California* (2009) 45
8 Cal.4th 243. I also have handled numerous other appeals involving attorney's fees,
9 including: *Davis v. City & County of San Francisco* (9th Cir. 1992) 976 F.2d 1536;
10 *Mangold v. CPUC* (9th Cir. 1995) 67 F.3d 1470; *Moore v. Bank of America* (9th
11 Cir. 2007) 245 Fed.Appx. 613; *Velez v. Wynne* (9th Cir. 2007) 2007
12 U.S.App.LEXIS 2194; *Camacho v. Bridgeport Financial, Inc.* (9th Cir. 2008) 523
13 F.3d 973; *Center for Biological Diversity v. County of San Bernardino* (2010) 185
14 Cal.App.4th 866; and *Environmental Protection Information Center v. California*
15 *Dept. of Forestry & Fire Protection et al* (2010) 190 Cal.App.4th 217. For an
16 expanded list of my representative decisions, see Exhibit A.

17 4. I also have been retained by various governmental entities, including
18 the State of California, at my then current rates to consult with them regarding their
19 affirmative attorney fee claims.

20 5. I am frequently called upon to opine about the reasonableness of
21 attorneys' fees, and numerous federal and state courts have cited my testimony on
22 that issue favorably. The reported cases referencing my testimony include the
23 following California appellate courts: *Laffite v. Robert Half Int'l* (2014)
24 __Cal.App.4th __, 2014 Cal.App.LEXIS 1059; *In re Tobacco Cases I* (2013) 216
25 Cal.App.4th 570; *Heritage Pacific Financial LLC v. Monroy* (2013) 215
26 Cal.App.4th 972, 1009; *Children's Hospital & Medical Center v. Bonta* (2002) 97
27 Cal.App.4th 740; *Wilkinson v. South City Ford* (2010) 2010 Cal.App.Unpub.
28 LEXIS 8680; *Church of Scientology v. Wollersheim* (1996) 42 Cal.App.4th 628

(anti-SLAPP case). My declaration also has been favorably referenced by the following federal courts: *Prison Legal News v. Schwarzenegger* (9th Cir. 2010) 608 F.3d 446, 455, in which the expert declaration referred to in that opinion is mine; *Antoninetti v. Chipotle Mexican Grill, Inc.* (9th Cir. 2012) Order filed Dec. 26, 2012; *In re TFT-LCD (Flat Panel) Antitrust Litigation* (N.D.Cal. 2013) No. M 07-1827 SI, MDL, No. 1827, Report and Recommendation of Special Master re Motions for Attorneys' Fees etc., filed Nov. 9, 2012, adopted in relevant part, 2013 U.S.Dist.LEXIS 49885; *Rosenfeld v. United States Dept. of Justice* (N.D. Cal. 2012) 904 F.Supp.2d 988; *Stonebrae v. Toll Bros.* (N.D. Cal. 2011) 2011 U.S.Dist.LEXIS 39832, at *9 (thorough discussion), *aff'd* (9th Cir. 2013) 2013 U.S.App.LEXIS 6369; *Hajro v. United States Citizenship & Immigration Service* (N.D.Cal 2012) 900 F.Supp.2d 1034, 1054; *Armstrong v. Brown* (N.D. Cal. 2011) 2011 U.S.Dist.LEXIS 87428; *Californians for Disability Rights, Inc. v. California Dept. of Transportation* (N.D. Cal. 2010) 2010 U.S.Dist.LEXIS 141030; *Prison Legal News v. Schwarzenegger* (N.D. Cal. 2008) 561 F.Supp.2d 1095 (an earlier motion); *Oberfelder v. City of Petaluma* (N.D. Cal. 2002) 2002 U.S.Dist.LEXIS 8635, *aff'd* (9th Cir. 2003) 2003 U.S.App.LEXIS 11371; *Bancroft v. Trizechahn Corp.*, C.D. Cal. No. CV 02-2373 SVW (FMOx), Order Granting Reasonable Attorneys' Fees etc., filed Aug. 14, 2006; *Willoughby v. DT Credit Corp.*, C.D. Cal. No. CV 05-05907 MMM (Cwx), Order Awarding Reasonable Attorneys' Fees After Remand, filed July 17, 2006; *A.D. v. California Highway Patrol* (N.D.Cal. 2009) 2009 U.S.Dist.LEXIS 110743, *rev's'd on other grounds* (9th Cir. 2013) 712 F.3d 446, *reaffirmed and additional fees awarded on remand* at 2013 U.S.Dist.LEXIS 169275; *National Federation of the Blind v. Target Corp.* (N.D.Cal. 2009) 2009 U.S.Dist.LEXIS 67139. In addition, numerous trial courts have relied upon my testimony in unpublished fee orders.

6. I also have extensive experience litigating the merits of class actions, including numerous housing, government benefits, and consumer class actions.

1 See, e.g., *Employment Dev. Dept. v. Superior Court (Boren)* (1981) 30 Cal.3d 256.

2 I also have represented Class Counsel on their fee requests in numerous highly-
3 contested class actions, including *Davis v. City & County of San Francisco, supra*,
4 *Duran v. First National Bank*, Alameda County Superior Court No. 2001-035537,
5 and *Molina, et al. v. Lexmark International, et al.*, Los Angeles County Superior
6 Court No. BC339177.

7 7. In this matter, I have reviewed several documents from the underlying
8 litigation and fee motion, including the entire Motion for Preliminary Approval, as
9 well as the declarations of Plaintiffs' principal counsel filed in support of the
10 instant motion. I also have discussed the case with class counsel Julie Corbo-
11 Ridley.

12 **PLAINTIFFS' ATTORNEYS' HOURLY RATES ARE**
13 **REASONABLE**

14 8. Through my writing and practice, I have become knowledgeable
15 about the non-contingent market rates charged by attorneys in California and
16 elsewhere. I have obtained this knowledge in several ways: (1) by handling
17 attorneys' fee litigation; (2) by preparing expert declarations in numerous cases;
18 (3) by discussing fees with other attorneys; (4) by obtaining declarations regarding
19 prevailing market rates in cases in which I represent attorneys seeking fees; and (5)
20 by reviewing attorneys' fee applications and awards in other cases, as well as
21 surveys and articles on attorneys' fees in the legal newspapers and treatises.

22 9. I am aware of the hourly rates being requested by Plaintiffs' attorneys
23 in this case, their experience and qualifications, the nature of the work performed,
24 and the results achieved. Under California law, Plaintiff's attorneys are entitled to
25 their requested rates if those rates are "within the range of reasonable rates charged
26 by and judicially awarded comparable attorneys for comparable work." *Children's*
27 *Hosp. & Med. Ctr. v. Bonta [CHMC]* (2002) 97 Cal.App.4th 740, 783. In my
28 opinion, the information about non-contingent hourly rates I have gathered, some

1 of which is summarized below, shows that the rates requested by Plaintiffs'
2 counsel in this matter are well within the range of the non-contingent market rates
3 charged by California and San Diego attorneys of reasonably comparable
4 experience, skill, and expertise for reasonably comparable services. I base that
5 opinion in large part on the following data:

6 **Court Awards**

7 10. Several of the Plaintiffs' law firms have had the hourly rates requested
8 here, or their equivalent rates in prior years, approved by the courts in other class
9 actions. For example, Hurst & Hurst's rates were found reasonable in *Serochi v.*
10 *Bosa Development California II, Inc., et al.*, San Diego Superior Court Case No.:
11 37-2009-00096686-CU-BT-CTL. Similarly, Ms. Lorens's 2012 rate of \$795/hour
12 was approved in November 2012 in *Hoch v. Rockin' Baja Coastal Cantina, et al.*,
13 San Diego Superior Court Case No. 37-2012-00095176-CU-OE-CTL/*Mojica v.*
14 *Rockin' Baja Coastal Cantina, et al.*, San Diego Superior Court Case No. 37-2012-
15 00091490-CU-OE-CTL. This is highly probative evidence of the reasonableness
16 of their rates in subsequent reasonably similar cases.

17 11. Counsel's rates are also consistent with the following court awards
18 from the Southern District of California¹:

19 (1) In *Hartless v. Clorox*, 273 F.R.D. 630, 644 (S.D. Cal. 2011), the
20 Court found, *inter alia*, that class counsel's requested rates were consistent with
21 the hourly rates found reasonable in numerous other class actions and with rates
22 charged by other firms in the San Diego area, including rates of \$795 per hour for a
23 25-year attorney and \$675 per hour for an experienced partner. 273 F.R.D. at 644.

24
25 ¹ In my experience, for purposes of the hourly rates charged and found reasonable by the courts,
26 the differences between types of class actions (i.e. wage and hour class actions versus consumer
27 class actions) are not significant, either factually or legally. See, e.g., *Heritage Pacific Financial,*
28 *LLC v. Monroy*, 215 Cal.App.4th 972, 1009 (2013); *Camacho v. Bridgeport Financial, Inc.*, 523
F.3d 973, 979 (9th Cir. 2008).

1 Given the rate increases that have occurred over the ensuing three years, counsel's
2 rates here are certainly within the same range.

3 (2) In *Shames v. Hertz Corp.*, 2012-2 Trade Case. (CCH) ¶78,120 (S.D.
4 Cal. 2012), the Court, relying on *Hartless*, found that plaintiffs' San Diego
5 Counsel there were comparable in skill and experience to the attorneys whose rates
6 were found reasonable in *Hartless*. At *59-61.

7 (3) In *Briarwood Capital LLC v. HCC Investors LLC*, San Diego
8 Superior Court No. GIC877446, on March 30, 2011, the court (Judge William R.
9 Nevitt Jr.) found that the 2009 hourly rates charged by the San Diego office of
10 Bernstein Litowitz Berger & Grossman LLP -- \$725 for partners, \$490-550 for
11 associates -- were reasonable.

12 (4) Similarly, in the same case, the court found that the 2009 rates
13 charged by the Century City office of O'Melveny & Myers LLP, including rates of
14 \$860-950 for a 36-37 year attorney and \$700-710 for 16-18 year attorneys also
15 were reasonable for San Diego litigation. Again, given the rate increases that have
16 occurred over the past three years, Plaintiffs' attorneys' current rates here are in the
17 same range as those found reasonable in *Briarwood Capital*.

18 (5) In *Atlas v. Accredited Home Lenders Holdings, Co.* Case No. 07-
19 CV-488-H-CAB (S.D. Cal. 2009), the court (Judge Marilyn Huff) found the 2009
20 rates charged by Bernstein Litowitz's San Diego office reasonable. Again, those
21 rates ranged from \$490 to \$550 for associates, and \$725 for a partner.

22 (6) In *In re Virgil's Tours*, Case No. 08-30659 (Bank. N.D. Cal. 2008),
23 the court found reasonable the 2008 rates requested by Morrison & Foerster LLP's
24 San Diego office. Those rates ranged from \$600 to \$675 for partners, from \$350 to
25 \$485 for associates, and from \$220 to \$245 for paralegals.

26 (7) In *Qualcomm, Inc. v. Broadcom, Inc.* Case No. 05-CV-1958-B,
27 2008 WL 2705161 (S.D. Cal. 2008), the court found the 2007 hourly rates
28 requested by Wilmer Cutler, Pickering, Hale & Dorr LLP reasonable for San

1 Diego-based litigation. Those rates ranged from \$45 to \$300 for staff and
2 Paralegals, from \$275 to \$505 for associates and counsel, and from \$435 to \$850
3 for partners.

4 12. In addition to local courts, the following hourly rates have been
5 found reasonable by various California courts for reasonably similar services:

6 **2014**

7 (1) *IPVX Patent Holdings, Inc. v. Voxernet LLC*, N.D. Cal. No.
8 5:13-CV-01708-HRL, a patent infringement case, in which the court found the
9 following hourly rates reasonable:

<u>Years of Experience</u>	<u>Rate</u>
<u>2014</u>	
45	\$750
35	750
23	725
19	695
5	400
3	350
Paralegal	125
<u>2013</u>	
18	\$755
11	595
2	425
<u>2012</u>	
40	\$865
17	755
10	595
1	375

23 (2) *Doe v. United Healthcare Insurance Co., et al.*, C.D. Cal. No.
24 SACV 13-0864 DOC(JPRx), Order Granting Attorney's Fees and Costs, filed
25 October 15, 2014, a multi-Plaintiff consumer action, in which the court found the
26 following hourly rates reasonable:

<u>Whatley Kallas</u>	
<u>Years of Experience</u>	<u>Rate</u>
36	\$950

1 **Whatley Kallas**

2 Years of Experience Rate

3 27 900

4 32 800

5 33 750

6 21 700

7 10 600

8 4 400

9 2 375

10 Paralegal 225

11 Intern 125

12 **Consumer Watchdog**

13 35 \$925

14 19 650

15 4 425

16 (3) *Rose v. Bank of America Corp.*, N.D. Cal. No. 5:11-CV-02390-
17 EJD; 5:12 CV-04009-EJD, Order Granting Motion for Final Approval of
18 Settlement; Granting in Part and Denying in Part Motion for Attorney's Fees and
19 Costs, filed August 29, 2014, a consumer class action involving the Bank's loan
20 servicing calls, in which the court found the following hourly rates reasonable:

21 Partners: \$775-350

22 Associates: \$525-325

23 (4) *Carpio v. California Department of Social Services, Los Angeles*
24 *County Superior Court*, No. BS 135127, Order Granting Petitioner's Motion For
25 Attorney's Fees, filed July 24, 2014, a government benefits writ of mandate, in
26 which the court found the following hourly rates reasonable:

27 Years Rate

28 39 \$750

 35 730

 13 500

 8 460

 6 440

(5) *Cornell v. City & County of San Francisco*, San Francisco County

1 Superior Court No. CGC-11-509240, Order Granting Motion for Reasonable
2 Attorneys' Fees, Subject to Modifications, filed May 15, 2014, an individual police
3 misconduct/employment action, in which the court found the following hourly
4 rates reasonable, plus a 1.25 lodestar multiplier for merits work:

<u>Years of Experience</u>	<u>Rate</u>
45	\$750
35	750
23	725
19	695
5	400
3	350
Paralegal	125

11 **2013 Rates**

12 (1) *Ellis v. Costco Wholesale Corp.*, N.D. Cal. No. C04-3341 EMC,
13 Order Granting Motion for Final Approval of Class Action Settlement, filed May
14 27, 2014, an employment class action, in which the court found the following
15 hourly rates reasonable:

<u>Years of Experience</u>	<u>Rate</u>
38	\$700
35	825
30	650-825
29	875
19	725
9	500
8	460
7	425-575
6	435
3	315
Paralegals	155-295
Law Clerks	185-275

25 (2) *In re Pacific Bell Late Fee Litigation*, Contra Costa County Superior
26 Ct. No. MSC10-00840, Order Awarding Attorneys' Fees, Costs and Expenses and
27 Authorizing Payment of Incentive Award to the Class Representative, filed
28 October 18, 2013, a consumer class action, in which the court found the following

hourly rates reasonable:

<u>Years of Experience</u>	<u>Rate</u>
17	\$850
16	680
11 (partner)	680
36	675
32	675
28 (assoc.)	620
4	400
3	390
Paralegals and Litigation Support	160-180

(3) *Reuters America LLC v. The Regents of the Univ. of Calif.*, Alameda County Superior Court No. RG12-613664, Order Granting in Part Motion of Petitioner for Attorneys' Fees filed May 2, 2013, reversed on the merits sub nom *Regents of U.C. v. Superior Court* (2014) 222 Cal.App.4th 383, a California Public Records Act action, in which the trial court found the following hourly rates reasonable, before applying a 1.3 lodestar multiplier:

<u>Years of Experience</u>	<u>Rate</u>
31	\$785
27	600
6	400

(4) *Recouvreur v. Carreon* (N.D. Cal. 2013) 940 F.Supp.2d 1063, a Lanham Act/ sanctions fee motion, in which the court found the following hourly rate reasonable:

<u>Years of Experience</u>	<u>Rate</u>
20+	\$700

2012 Rates

(1) *In re TFT-LCD (Flat Panel) Antitrust Litigation* (N.D.Cal. 2013) No. M 07 1827 SI, MDL, No. 1827, an antitrust class action, in which the court found the following hourly rates reasonable:

Zelle Hofman

<u>Bar Admission</u>	<u>Rate</u>
1967	\$1000
1978	861
2001	619
2002	525
2005	500
2006	472
2009	417

Steyer, Lowenthal et al.

<u>Bar Admission</u>	<u>Rate 2012</u>	<u>Rate 2011</u>	<u>Rate 2010</u>
1981	\$820	\$770	\$730
1995	660	640	590
2007	380	360	320
2008	380	360	320
1982	750	710	680
Paralegal	190		

Cooper & Kirkham

<u>Bar Admission</u>	<u>Rates 2010-2012</u>
1964	\$950
1975	825
2001	550

(2) *Rosenfeld v. United States Dept. of Justice* (N.D. Cal. 2012) 904 F.Supp.2d 988, a Freedom of Information Act action, in which the court found the following hourly rates reasonable:

<u>Years of Experience</u>	<u>Rate</u>
28	\$700
21	550
1	200
Law students	160-180

(3) *Williams v. H&R Block Enterprises, Inc.*, Alameda County Superior Ct. No. RG08366506, Order of Final Approval and Judgment filed November 8, 2012, a wage and hour class action, in which the court found the following hourly

1 rates reasonable:

<u>Year of Bar Admission</u>	<u>Rate</u>
1970	\$785
1976	775
1981	750
1993	650-700
1994-1997	500-650
2004	500
2005	470
2006	445-475
2007	450
2008	400
2009	350

11 (4) *American Civil Liberties Union v. Drug Enforcement Administration*,
12 N.D. Cal. No. C-11-01977 RS, Order Granting Motion for Attorneys' Fees and
13 Litigation Costs Pursuant to 5 U.S.C. §552, filed November 8, 2012, a Freedom of
14 Information Act case, in which the court found the following hourly rates
15 reasonable:

<u>Year of Bar Admission</u>	<u>Rate</u>
1970	\$700
1996	595
1999	575
Law Clerks	150

20 (5) *Luquetta v. The Regents of the Univ. of California*, San Francisco
21 Superior Ct. No.CGC-05-443007, Order Granting Plaintiff's Motion for Common
22 Fund Attorneys' Fees and Expenses, filed October 31, 2012, a class action to
23 recover tuition overcharges, in which the court found the following hourly rates
24 reasonable:

<u>Year of Bar Admission</u>	<u>Rate</u>
1977	\$850
1986	785
1991	750
1994	700
1998	625

2000	570
2001	550
2002	520
Law Clerks	250
Paralegals	215

(6) *Davis v. Prison Health Services* (N.D. Cal. 2012) 2012 U.S. Dist. LEXIS 138556, an individual Fair Employment and Housing Act case, in which the court found the following hourly rates reasonable:

<u>Years of Experience</u>	<u>Rate</u>
33	\$750
29	675
4	300
6	265

2011 Rates

(1) *Pierce v. County of Orange* (C.D. Cal. 2012) 905 F.Supp.2d 1017, a civil rights class action brought by pre-trial detainees, in which the court approved a lodestar, including appellate fees, based on the following 2011 rates:

<u>Years of Experience</u>	<u>Rate</u>
42	\$850
32	825
23	625
18	625
Law Clerks	250
Paralegals	250

(2) *Davis v. Prison Health Services* (N.D. Cal. 2012) 2012 U.S. Dist. LEXIS 138556, an individual Fair Employment and Housing Act case, in which the court found the following hourly rates reasonable:

<u>Years of Experience</u>	<u>Rate</u>
33	\$750
29	675
4	300
6	265

(3) *Holloway et. al. v. Best Buy Co., Inc.* (N.D. Cal. 2011) No. 05-5056

1 PJH, Order dated November 9, 2011, a class action alleging that Best Buy
2 discriminated against female, African American and Latino employees by denying
3 them promotions and lucrative sales positions, in which the court approved a
4 lodestar award based on the following rates:

<u>Years of Experience</u>	<u>Rate</u>
37	\$825
Associates	
8	490
6	405
Law Clerks	225
Paralegals	215

10 (3) *Molina, et al. v. Lexmark International, et al.*, Los Angeles County
11 Superior Court No. BC339177, Order Granting Petitioners' Motion for Attorneys'
12 Fees and Costs in the Amount of \$5,722,008.07, filed October 28, 2011, *aff'd*
13 (2013) 2013 Cal.App.Unpub. LEXIS 6684, a class action to recover forfeited
14 vacation pay, in which the court found the following hourly rates reasonable
15 (before applying a 2.0 multiplier):

<u>Years of Experience</u>	<u>Rate</u>
42	\$675
25	550
24	655-675
23	625
20	550
17	600
9	475
6	350
Paralegals	210
Paralegals	210

23 **2010 Rates**

24 (1) *Californians for Disability Rights, Inc., et al. v. California*
25 *Department of Transportation, et al.* (N.D.Cal. 2010) 2010 U.S.Dist.LEXIS
26 141030, adopted by Order Accepting Report and Recommendation filed February
27 2, 2011, a disability-access class action, in which the court found the following
28

2010 hourly rates reasonable:

<u>Years of Experience</u>	<u>Rate</u>
49	\$835
34	730
26	740
25	730
19	660
10	570
9	560
7	535
6	500
5	475
3	350
2	290
1	225-265
Senior Paralegals	265
Law Clerks	175
Case Clerks	165

Rate Information from Surveys

12. I also base my opinion on several credible surveys of legal rates, including the following:

- The 2014 *Laffey Matrix* is a survey of District of Columbia hourly rates that is often relied upon in other jurisdictions, with appropriate adjustments for differences in income levels, to determine reasonable hourly rates. See, e.g., *Syers Properties III, Inc. v. Rankin* (2014) 226 Cal.App.4th 691, 695. A copy of that survey is attached hereto as Exhibit B. It shows that for attorneys with 20+ years out of law school, the prevailing market in the period between June 1, 2013, and May 31, 2014 was \$771 per hour. For lawyers with 11-19 years out of law school, the prevailing rate for the same period was \$640 per hour. The difference in the Local Pay Tables for the Washington D.C. area and the San Diego-Carlsbad-San Marcos areas are de minimis -- .03%.

- 1 • On January 13, 2014, the National Law Journal published an article
2 about its most recent rate survey. That article included a chart listing
3 the billing rates of the 50 firms that charge the highest average hourly
4 rates for partners. A true and correct copy of that article is attached
5 hereto as Exhibit C. Of the 50 firms listed, several have offices in the
6 San Diego area and many others have significant litigation experience
7 in this area. And, although the rates that Plaintiffs' counsel are
8 requesting here are significantly *lower* than many of the rates charged
9 by the top 50 firms, the NLJ chart does show the *range* of rates
10 charged for similar services, which *is* the applicable standard. *See*
11 *CHMC*, 97 Cal.App.4th at 783.
- 12 • In an article entitled "On Sale: The \$1,150-Per Hour Lawyer,"
13 written by Jennifer Smith and published in the Wall Street Journal on
14 April 9, 2013, the author describes the rapidly growing number of
15 lawyers billing at \$1,150 or more revealed in public filings and major
16 surveys. A true and correct copy of that article is attached hereto as
17 Exhibit D. The article also notes that in the first quarter of 2013, the
18 50 top-grossing law firms billed their partners at an *average* rate
19 between \$879 and \$882 per hour.
- 20 • In an article published April 16, 2012, the Am Law Daily described
21 the 2012 Real Rate Report, an analysis of \$7.6 billion in legal bills
22 paid by corporations over a five-year period ending in December
23 2011. A true and correct copy of that article is attached hereto as
24 Exhibit E. That article confirms that the rates charged by experienced
25 and well-qualified attorneys have continued to rise over the five-year
26 period between 2006 and 2011, particularly in large urban areas. It
27 also shows, for example, that the top quartile of lawyers bill at an
28 *average* of "just under \$900 per hour."

1 **Rates Charged by Other Law Firms**

2 14. The standard hourly non-contingent rates for comparable civil
3 litigation stated in court filings, depositions, surveys, or other reliable sources by
4 numerous California law firms or law firms with offices or practices in California
5 also support counsel's rates. The following hourly rates are those charged where
6 full payment is expected promptly upon the rendition of the billing and without
7 consideration of factors other than hours and rates. If any substantial part of the
8 payment were to be contingent or deferred for any substantial period, for example,
9 the fee arrangement would be adjusted accordingly to compensate the attorneys for
10 those factors. These rates include, in alphabetical order:²

11 **Altshuler Berzon LLP****

12 **2014 Rates:** Years of Experience Rate
13 38 \$895

14 **2012 Rates:** Years of Experience Rate
15 34 \$850
16 26 785
17 21 750
18 18 700
19 14 625
20 12 570
21 11 550
22 10 520
23 6 410
24 5 385
25 4 335

26 Law Clerks 250
27 Paralegals 215

28 **2011 Rates:** Years of Experience Rate
 43 \$825
 17 675
 12 575
 10 520
 Law Clerks 225

² Firms based in San Diego are marked with an *. Firms with substantial class action practices, which tend to be statewide, are marked "***".

Altshuler Berzon LLP**

Paralegals	215
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Arnold Porter LLP

<u>2013 Rates:</u>	Average Partner	\$815
	Highest Partner	950
	Lowest Partner	670
	Average Associate	500
	Highest Associate	610
	Lowest Associate	345

The Arns Law Firm LLP **

<u>2014 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	37	\$950
	Law Clerks	165

Bernstein Litowitz Borger & Grossman LLP
(San Diego Office) *, **

<u>2009 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Partners	\$725
	Associates	490-550

Bingham McCutchen

<u>2013 Rates:</u>	Average Partner	\$795
	Highest Partner	1,080
	Lowest Partner	670
	Average Associate	450
	Highest Associate	605
	Lowest Associate	185

<u>2011 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	30	\$780

<u>2010 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	13	\$655
	4	480
	2	400

Blood Hurst & O'Reardon *, **

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	22	\$655
	17	585

Blood Hurst & O'Reardon*, **

6	510
5	410
1	305
Paralegals	260

Burson & Fisher**

<u>2013 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	16	\$680-850
	11	680
	4	400
	3	390
	2	375
	1	300
	Law Clerks	225
	Litigation Support Specialists	180

Chavez & Gertler*

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	33	\$750
	29	725
	32	675
	21	575
	11	535
	7	475
	Legal Assistant	185

<u>2011 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	32	\$725
	28	700
	10	550
	9	510
	5	425
	Paralegals	225

Coblentz Patch & Duffy

<u>2013 Rates:</u>	<u>Year of Bar Admission</u>	<u>Rate</u>
	1979	\$720
	1994	575
	2008	320
	Paralegals/Case Clerks	295

Cohelan Khoury & Singer

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	38	\$750
	28	750
	11	400
	Paralegal	170

Cooper & Kirkham

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	48	\$950
	37	825
	11	600

Covington Burling

<u>2013 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	28	\$750
	16	670
	14	670
	7	510
	2	375
	5	490
	Litigation Support	110-355

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	27	\$730
	15	632-650
	13	650

<u>2011 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	26	\$710
	14	640
	12	600
	9	565
	7	550
	5	425
	3	390
	1	320

<u>2010 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	25	\$710
	13	640
	11	575-600
	8	550-565

Covington Burling

6	525-550
4	390-425
2	350-390

Farella Braun & Martell LLP

<u>2010 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	31	\$715

Fenwick & West

<u>2014 Rates</u>	<u>Years of Experience</u>	<u>Rate</u>
	45	\$750
	35	750
	23	725
	19	695
	5	400
	3	350
	Paralegal	125
<u>2013 Rates</u>	18	\$755
	11	595
	2	425
<u>2012 Rates</u>	40	\$865
	17	755
	10	595
	1	375

Furth Firm LLP**

<u>2010 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	51	\$875
	39	750
	38	600
	33	775
	25	550
	23	650
	21	625
	19	610
	18	600
	17	585
	16	570
	15	560

Furth Firm LLP**

14	550
13	525
12	515
11	510
10	505
9	500
7	460
4	435
Law Clerks	125-260

Gibson Dunn & Crutcher LLP

<u>2013 Rates:</u>	Average Partner	\$980
	Highest Partner	1,800
	Lowest Partner	765
	Average Associate	590
	Highest Associate	930
	Lowest Associate	175

Goldstein, Borgen, Dardarian & Ho**

<u>2014 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	33	\$795
	27	750
	8	500
	4	395
	3	350
	1	300
	Law Clerks/Paralegals	160-250

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Partners	
	42	\$785
	36	750
	31	700
	18	650

	Associates	
	7	470
	6	445
<u>2011 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Partners	
	41	\$725
	35	725

Goldstein, Borgen, Dardarian & Ho**

30	700
24	650
18	600
17	600
16	550

2010 Rates:

Years of Experience Rate

Partners

40	\$700
34	700
29	675
23	625
17	575
16	575

Of Counsel

40	725
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Associates

15	\$500
11	440
6	375
5	365
4	355
3	340
2	325
1	305

Law Clerks

Paralegals	195
	150-225

Greenberg, Traurig, LLP

2010 Rates:

<u>Years of Experience</u>	<u>Rate</u>
22	\$850

Greines, Martin, Stein & Richland

2012 Rates:

<u>Years of Experience</u>	<u>Rate</u>
41	\$850
29	850
23	650
18	500
Law Clerks	100

**Hadsell, Stormer, Keeny, Richardson &
Renick****

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	38	\$825
	33	775
	22-23	625
	17	600
	12	525
	10	425
	4	275
	3	250

<u>2010 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	36	\$800
	31	750
	20-21	600
	15	575
	10	475-500
	8	425
	4	325
	2	275
	1	250

Hausfeld LLP**

<u>2014 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	45	\$985
	37	935-895
	15	610-510
	14	600
	7	490
	3	370
	Paralegals	300-320
	Law Clerks	325

Irell & Manella

<u>2013 Rates:</u>		
	Average Partner	\$890
	Highest Partner	975
	Lowest Partner	800
	Average Associate	535
	Highest Associate	750
	Lowest Associate	395

1 **Janssen Malloy LLP**

2 **2014 Rates:**

<u>Years of Experience</u>	<u>Rate</u>
33	\$775
Paralegals	175

4 **Jones Day**

5 **2013 Rates:**

Average Partner	\$745
Highest Partner	975
Lowest Partner	670
Average Associate	435
Highest Associate	775
Lowest Associate	205

9 **Kaye, McLane, Bednarski & Litt ****

10 **2013 Rates:**

<u>Years of Experience</u>	<u>Rate</u>
44	\$925
27	725
24	725
7	525
5	475

15 **Keker & Van Nest, LLP**

16 **2010 Rates:**

<u>Years of Experience</u>	<u>Rate</u>
Partners	
32	\$775
Other Partners	525-975
Associates	340-500
Paralegals/Support Staff	120-260

20 **Kemnitzer, Barron & Krieg**

21 **2014 Rates:**

<u>Years of Experience</u>	<u>Rate</u>
38	\$750
32	750
8	475
3	350
Senior Paralegal	250

26 **Kiesel, Boucher, Larson LLP *, ****

27 **2012 Rates:**

<u>Years of Experience</u>	<u>Rate</u>
Partners	
27-28	\$890

Kiesel, Boucher, Larson LLP *, **

Associates 625-325

Kingsley & Kingsley**

<u>2010 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	14	\$655
	8	475-515
	7	475
	6	485
	5	375
	3	350
	2	300

Kirkland & Ellis

<u>2013 Rates:</u>		
	Average Partner	\$825
	Highest Partner	995
	Lowest Partner	670
	Average Associate	540
	Highest Associate	715
	Lowest Associate	235

Knapp, Petersen & Clarke

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	36	\$753
	9	554
	6	383

Knobbe Martin Olson & Bear LLP

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Partners	\$395-710
	Associates	285-450

Latham & Watkins

<u>2013 Rates:</u>		
	Average Partner	\$990
	Highest Partner	1,100
	Lowest Partner	670
	Average Partner	895
	Average Associate	605
	Highest Associate	725
	Lowest Associate	465

Lewis Feinberg Lee, Renaker & Jackson,
P.C.**

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	38	\$825
	29	750
	24	725
	21	700
	8	450
	7	425
	3	375
	Senior Paralegals	250
	Law Clerks	225

Litt, Estuar, & Kitson, LLP**

<u>2011 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	42	\$825
	18	625
	17	625
	5	425
	3	375
	Senior Paralegals	125-235
	Law Clerks	225

Manatt, Phelps & Phillips

<u>2013 Rates:</u>	<u>Average Partner</u>	<u>\$740</u>
	Highest Partner	795
	Lowest Partner	670
	Lowest Partner	640
<u>2010 Rates:</u>	Partners	525-850
	Associates	200-525

McKenna Long & Aldridge LLP

<u>2014 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	30	\$775
	9	650

McKenna Long & Aldridge LLP

5	420
Litigation Support Mgr.	350
Paralegals	225

Minami Tamaki LLP

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	36	\$750
	15	525
	5	395
	Paralegals	175

Morrison Foerster LLP

<u>2013 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Average Partner	\$865
	Highest Partner	1,195
	Lowest Partner	670
	Lowest Partner	595
	Average Associate	525
	Highest Associate	725
	Lowest Associate	230

<u>2011 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	22	\$775
	11	625
	10	620
	1	335

<u>2009 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	24	\$750

O'Melveny & Myers

<u>2013 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Average Partner	\$715
	Highest Partner	950
	Lowest Partner	615

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	12	\$695
	4	495

Patton Boggs

<u>2010 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
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Patton Boggs

Partners	
14	\$830
29	750
20	750
33	700
27	700
13	575
24	550
14	530
Of Counsel	
30	600
15	500
Associates	
9	450
7	425
3	340
2	315
Senior Paralegals	200-265
Paralegals	170

Pillsbury Winthrop Shaw Pittman LLP

<u>2013 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Average Partner	\$865
	Highest Partner	1,070
	Lowest Partner	670
	Average Associate	520
	Highest Associate	860
	Lowest Associate	375
<u>2010 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Partners	
	30	\$705-775
	Other Partners	595-965
	Associates	320-650
	Paralegals/Support Staff	85-380

Quinn Emanuel Urquhart & Sullivan

<u>2013 Rates:</u>	Average Partner	\$915
	Highest Partner	1,075
	Lowest Partner	810
	Average Associate	410

Quinn Emanuel Urquhart & Sullivan

Highest Associate	675
Lowest Associate	320

Reed Smith LLP

<u>2013 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Partner	
	36	\$830
	30	805
	17	610-615
	14	570
	Associates	
	8	450-535
	6	495

Robbins Geller Rudman & Dowd LLP *, **

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Partners	
	26	\$695
	19	575
	Associates	535-345
	Paralegals	295

Rosen, Bien, Galvan & Grunfeld LLP

<u>2013 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Partners	
	51	\$875
	33	780
	29	660
	16	630
	Of Counsel	
	30	580
	Associates	
	20	550
	10	480
	9	465
	8	445-450
	7	440
	6	435
	5	405
	4	375

Rosen, Bien, Galvan & Grunfeld LLP

3	355
Paralegals	220-280
Litigation Support/ Paralegal clerk	170
Law Clerk/Students	250
Word Processing	80

2012 Rates:

Years of Experience Rate

Partners

50	\$860
32	760
28	640
15	610

Of Counsel

29	570
----	-----

Associates

19	540
10	470
9	460
7	400
6	400
5	380
4	360
3	340

Paralegals 215-280

Litigation Support/ 150

Paralegal clerk

Law Clerk/Students 240

Word Processing 80

2011 Rates:

Years of Experience Rate

Partners

49	\$840
31	740
27	625
14	590

Of Counsel

28	540
----	-----

Associates

18	525
11	465
10	450

Rosen, Bien, Galvan & Grunfeld LLP

9	440
8	420
6	385
5	365
4	350
3	325
2	315
Paralegals	205-275
Litigation Support/ Paralegal clerk	140-220
Law Clerk/Students	225
Word Processing	75

2010 Rates:

Years of Experience Rate

Partners

48	\$800
30	700
26	575
13	560
Of Counsel	
27	520

Associates

17	510
13	490
9	430
8	415
7	390
5	360
3	325
1	285
Paralegals	200-275
Litigation Support/ Paralegal clerk	135-220
Law Clerk/Students	190
Word Processing	70

Rudy, Exelrod, Zieff & Lowe LLP

2010 Rates:

Years of Experience Rate

Partners

42	\$725
32	725

Rudy, Exelrod, Zieff & Lowe LLP

15	625
Associates	
21	495
13	485
8	450

**Schneider Wallace Cottrell Brayton Konecky
LLP****

<u>2014 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Partners	
	13-22	\$750
	Associates/Of Counsel	575
	20	535-345
	37	295
	10-13	650
	0-3	350-475
	Paralegals/Law Clerks	135-300

**Schonbrun, DeSimone, Seplow, Harris &
Hoffman****

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	27	\$695
	22	630

Sheppard, Mullin, Richter & Hampton

<u>2010 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Partners	\$495-820
	Associates	270-620

Sidley Austin

<u>2010 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Partners	
	33	\$900
	Senior Partners	1,100
	Legal Assistants	120-280

Skadden, Arps, Slate, Meagher & Flom

<u>2013 Rates:</u>	<u>Average Partner</u>	<u>\$1,035</u>
	Highest Partner	1,150
	Lowest Partner	845

1 **Skadden, Arps, Slate, Meagher & Flom**

Average Associate	620
Highest Associate	845
Lowest Associate	340

4 **Spiro Moore LLP****

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	30+	\$700
	17	600

8 **Law Offices of Michael D. Thamer**

<u>2014 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	31	\$775

10 **Townsend and Townsend and Crew**

<u>2010 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Partners	\$470-475
	Associates	260-460

14 **Wilson Sonsini Goodrich & Rosati PC**

<u>2010 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	28	\$875
	Other Partners	650-975
	Associates	290-610
	Paralegals/Litigation	120-300
	Support	

19 **Zelle Hofmann Voelbel & Mason, LLP****

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Partners	Up to \$950
	Associates	Up to \$540
	Paralegals	Up to \$290
	Law Clerks	Up to \$250

<u>2012 Rates:</u>	<u>Years of Experience</u>	<u>Rate</u>
	Partners	
	38	\$800
	26	685
	23	650
	22	640
	Associates	
	9	500

1 **Zelle Hofmann Voelbel & Mason, LLP****

2	4	435
3	3	415
4	2	405
5	1	395
6	Paralegals	210-290

7 13. The declaration of San Diego attorneys Vincent J. Bartolotta and
8 Timothy Blood, filed with this motion, also support the rates requested here. All of
9 this evidence shows that Plaintiffs' requested rates are well within the range of
10 rates charged in this forum by comparably qualified and experienced attorneys for
11 comparably difficult work.

12 14. In my experience, fee awards are almost always determined based on
13 current rates, *i.e.*, the attorney's rate at the time a motion for fees is made, rather
14 than the historical rate at the time the work was performed. This is a common and
15 accepted practice to compensate attorneys for the delay in being paid. The hourly
16 rates set forth above are those charged where full payment is expected promptly
17 upon the rendition of the billing and without consideration of factors other than
18 hours and rates. If any substantial part of the payment were to be deferred for any
19 substantial period of time, for example, the fee arrangement would be adjusted
20 accordingly to compensate the attorneys for those factors.

21 15. If called as a witness, I could and would competently testify from my
22 personal knowledge to the facts stated herein. I declare under penalty of perjury
23 that the foregoing is true and correct. Executed this 25th day of November 2014, in
24 Berkeley, California.

25 

26 Richard M. Pearl

1 **ADDITIONAL COUNSEL FOR PLAINTIFFS AND THE CERTIFIED CLASS**

2 Timothy D. Cohelan (Bar No. 60827)

3 Michael D. Singer (Bar No. 115301)

4 COHELAN KHOURY & SINGER

5 605 "C" Street, Suite 200

6 San Diego, CA 92101

7 Telephone: (619) 595-3001

EXHIBIT A

RESUME OF RICHARD M. PEARL

RICHARD M. PEARL
LAW OFFICES OF RICHARD M. PEARL
1816 Fifth Street
Berkeley, CA 94710
(510) 649-0810
(510) 548-5074 (facsimile)
rpearl@interx.net (e-mail)

EDUCATION

University of California, Berkeley, B.A., Economics (June 1966)
Boalt Hall School of Law, Berkeley, J.D. (June 1969)

BAR MEMBERSHIP

Member, State Bar of California (admitted January 1970)
Member, State Bar of Georgia (admitted June 1970) (inactive)
Admitted to practice before all California State Courts; the United States Supreme Court; the United States Court of Appeals for the District of Columbia and Ninth Circuits; the United States District Courts for the Northern, Central, Eastern, and Southern Districts of California, for the District of Arizona, and for the Northern District of Georgia; and the Georgia Civil and Superior Courts and Court of Appeals.

EMPLOYMENT

LAW OFFICES OF RICHARD M. PEARL (April 1987 to Present): Civil litigation practice (AV rating), with emphasis on court-awarded attorney's fees, class actions, and appellate practice. Selected Northern California "Super Lawyer" in Appellate Law for 2005, 2006, 2007, 2008, 2010, 2011, 2012, 2013, and 2014.

QUALIFIED APPELLATE MEDIATOR, APPELLATE MEDIATION PROGRAM, Court of Appeal, First Appellate District (October 2000 to 2013) (program terminated).

ADJUNCT PROFESSOR, HASTINGS COLLEGE OF THE LAW (January 1988 to Present): Teach Public Interest Law Practice, a 2-unit course that focuses on the history, strategies, and issues involved in the practice of public interest law.

PEARL, McNEILL & GILLESPIE, Partner (May 1982 to March 1987): General civil litigation practice, as described above.

RICHARD M. PEARL

Page 2

CALIFORNIA RURAL LEGAL ASSISTANCE, INC. (July 1971 to September 1983) (part-time May 1982 to September 1983):

Director of Litigation (July 1977 to July 1982)

Responsibilities: Oversaw and supervised litigation of more than 50 attorneys in CRLA's 15 field offices; administered and supervised staff of 4-6 Regional Counsel; promulgated litigation policies and procedures for program; participated in complex civil litigation.

Regional Counsel (July 1982 to September 1983 part-time)

Responsibilities: Served as co-counsel to CRLA field attorneys on complex projects; provided technical assistance and training to CRLA field offices; oversaw CRLA attorney's fee cases; served as counsel on major litigation.

Directing Attorney, Cooperative Legal Services Center (February 1974 to July 1977) (Staff Attorney February 1974 to October 1975)

Responsibilities: Served as co-counsel on major litigation with legal services attorneys in small legal services offices throughout California; supervised and administered staff of four senior legal services attorneys and support staff.

Directing Attorney, CRLA McFarland Office (July 1971 to February 1974) (Staff Attorney July 1971 to February 1972)

Responsibilities: Provided legal representation to low income persons and groups in Kern, King, and Tulare Counties; supervised all litigation and administered staff of ten.

HASTINGS COLLEGE OF THE LAW, Instructor, Legal Writing and Research Program (August 1974 to June 1978)

Responsibilities: Instructed 20 to 25 first year students in legal writing and research.

CALIFORNIA AGRICULTURAL LABOR RELATIONS BOARD, Staff Attorney, General Counsel's Office (November 1975 to January 1976, while on leave from CRLA)

Responsibilities: Prosecuted unfair labor practice charges before Administrative Law Judges and the A.L.R.B. and represented the A.L.R.B. in state court proceedings.

ATLANTA LEGAL AID SOCIETY, Staff Attorney (October 1969 to June 1971)

Responsibilities: Represented low-income persons and groups as part of 36-lawyer legal services program located in Atlanta, Georgia.

RICHARD M. PEARL

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PUBLICATIONS

Pearl, *California Attorney Fee Awards, Third Edition* (Cal. Cont. Ed. Bar 2010) and February 2011, 2012, 2013, and 2014 Supplements

Pearl, *California Attorney Fee Awards, Second Edition* (Cal. Cont. Ed. Bar 1994), and 1995, 1996, 1997, 1998, 1999, 2000, 2001, 2002, 2003, 2004, 2005, 2006, 2007, and 2008 Supplements

Graham v. DaimlerChrysler Corp. and *Tipton-Whittingham v. City of Los Angeles*, Civil Litigation Reporter (Cal. Cont. Ed. Bar Feb. 2005)

Current Issues in Attorneys' Fee Litigation, California Labor and Employment Law Quarterly (September 2002 and November 2002)

Flannery v. Prentice: Shifting Attitudes Toward Fee Agreements and Fee-Shifting Statutes, Civil Litigation Reporter (Cal. Cont. Ed. Bar Nov. 2001)

A Practical Introduction to Attorney's Fees, Environmental Law News (Summer 1995)

Wrongful Employment Termination Practice, Second Edition (Cal. Cont. Ed. Bar 1997) (co-authored chapter on "Attorney Fees")

California Attorney's Fees Award Practice (Cal. Cont. Ed. Bar 1982) (edited), and 1984 through 1993 Supplements

Program materials on attorney fees, prepared as panelist for CEB program on Attorneys' Fees: Practical and Ethical Considerations in Determining, Billing, and Collecting (October 1992)

Program materials on Attorney's Fees in Administrative Proceedings: California Continuing Education of the Bar, prepared as panelist for CEB program on Effective Representation Before California Administrative Agencies (October 1986)

Program materials on Attorney's Fees in Administrative Proceedings: California Continuing Education of the Bar, prepared as panelist for CEB program on Attorneys' Fees: Practical and Ethical Considerations (March 1984)

Settlers Beware/The Dangers of Negotiating Statutory Fee Cases (September 1985) Los Angeles Lawyer

Program Materials on Remedies Training (Class Actions), sponsored by Legal Services Section, California State Bar, San Francisco (May 1983)

RICHARD M. PEARL

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Attorneys' Fees: A Legal Services Practice Manual (Legal Services Corporation 1981)

PUBLIC SERVICE

Member, Attorneys' Fee Task Force, California State Bar

Chairperson, Board of Directors, California Rural Legal Assistance Foundation

REPRESENTATIVE REPORTED CASES

Alcoser v. Thomas

(2011) 2011 Cal.App.Unpub.LEXIS 1180

Boren v. California Department of Employment

(1976) 59 Cal.App.3d 250

Cabrera v. Martin

(9th Cir. 1992) 973 F.2d 735

Camacho v. Bridgeport Financial, Inc.

(9th Cir. 2008) 523 F.3d 973

Campos v. E.D.D.

(1982) 132 Cal.App.3d 961

Center for Biological Diversity v. County of San Bernardino

(2010) 185 Cal.App.4th 866

Committee to Defend Reproductive Rights v. A Free Pregnancy Center

(1991) 229 Cal.App.3d 633

David C. v. Leavitt

(D. Utah 1995) 900 F.Supp. 1547

Delaney v. Baker

(1999) 10 Cal.4th 23

Employment Development Dept. v. Superior Court (Boren)

(1981) 30 Cal.3d 256

Environmental Protection Information Center, Inc. v. Pacific Lumber Co.

(N.D. Cal. 2002) 229 F. Supp.2d 993, *aff'd* (9th Cir. 2004) 103 Fed. Appx. 627

Center for Biological Diversity

(2010)

Center for Biological Diversity

RICHARD M. PEARL

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Representative Reported Cases (cont.)

Flannery v Prentice

(2001) 26 Cal. 4th 572

Graham v. DaimlerChrysler Corp.

(2004) 34 Cal. 4th 553

Horsford v. Board of Trustees of Univ. of Calif.

(2005) 132 Cal.App.4th 359

Ketchum v. Moses

(2001) 24 Cal.4th 1122

Kievian v. Dahlberg Electronics

(1978) 78 Cal.App.3d 951, cert. denied (1979)
440 U.S. 951

Lealao v. Beneficial California, Inc.

(2000) 82 Cal.App.4th 19

Lewis v. California Unemployment Insurance Appeals Board

(1976) 56 Cal.App.3d 729

Local 3-98 etc. v. Donovan

(N.D. Cal. 1984) 580 F.Supp. 714,
Aff'd (9th Cir. 1986) 792 F.2d 762

Mangold v. California Public Utilities Commission

(9th Cir. 1995) 67 F.3d 1470

Maria P. v. Riles

(1987) 43 Cal.3d 1281

Martinez v. Dunlop

(N.D. Cal. 1976) 411 F.Supp. 5,
aff'd (9th Cir. 1977) 573 F.2d 555

McQueen, Conservatorship of

(2014) 59 Cal.4th 602 (argued for *amici curiae*)

McSomebodies v. Burlingame Elementary School Dist.

(9th Cir. 1990) 897 F.2d 974

RICHARD M. PEARL

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Representative Reported Cases (cont.)

McSomebodies v. San Mateo City School Dist.
(9th Cir. 1990) 897 F.2d 975

Molina v. Lexmark International
(2013) 2013 Cal.App. Unpub. LEXIS 6684

Moore v. Bank of America
(9th Cir. 2007) 2007 U.S. App. LEXIS 19597

Moore v. Bank of America
(S.D. Cal. 2008) 2008 U.S. Dist. LEXIS 904

Mora v. Chem-Tronics, Inc.
(S.D. Cal. 1999) 1999 U.S. Dist. LEXIS 10752,
5 Wage & Hour Cas. 2d (BNA) 1122

Nadaf-Rahrov v. Nieman Marcus Group
(2014) 2013 Cal.App. Unpub. LEXIS 6975

Pena v. Superior Court of Kern County
(1975) 50 Cal.App.3d 694

Ponce v. Tulare County Housing Authority
(E.D. Cal 1975) 389 F.Supp. 635

Ramirez v. Runyon
(N.D. Cal. 1999) 1999 U.S. Dist. LEXIS 20544

Rubio v. Superior Court
(1979) 24 Cal.3d 93 (amicus)

Sokolow v. County of San Mateo
(1989) 213 Cal. App. 3d 231

S.P. Growers v. Rodriguez
(1976) 17 Cal.3d 719 (amicus)

Tongol v. Usery
(9th Cir. 1979) 601 F.2d 1091,
on remand (N.D. Cal. 1983) 575 F.Supp. 409,
revs'd (9th Cir. 1985) 762 F.2d 727

RICHARD M. PEARL

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Tripp v. Swoap

(1976) 17 Cal.3d 671 (amicus)

United States (Davis) v. City and County of San Francisco

(N.D. Cal. 1990) 748 F.Supp. 1416, *aff'd in part*
and revs'd in part sub nom Davis v. City and County
of San Francisco (9th Cir. 1992) 976 F.2d 1536,
modified on rehearing (9th Cir. 1993) 984 F.2d 345

United States v. City of San Diego

(S.D.Cal. 1998) 18 F.Supp.2d 1090

Vasquez v. State of California

(2008) 45 Cal.4th 243 (amicus)

Velez v. Wynne

(9th Cir. 2007) 2007 U.S. App. LEXIS 2194

REFERENCES

Furnished upon request.

September 2014

Furnished upon request

10/1/2011

EXHIBIT B

LAFFEY MATRIX

History

Easy Link

Expert Opinion

See the Matrix

Contact us

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Link

Year	Adjustmt Factor**	Paralegal/ Law Clerk	Years Out of Law School *				
			1-3	4-7	8-10	11-19	20 +
6/01/13- 5/31/14	1.0244	\$175	\$320	\$393	\$567	\$640	\$771
6/01/12- 5/31/13	1.0258	\$170	\$312	\$383	\$554	\$625	\$753
6/01/11- 5/31/12	1.0352	\$166	\$305	\$374	\$540	\$609	\$734
6/01/10- 5/31/11	1.0337	\$161	\$294	\$361	\$522	\$589	\$709
6/01/09- 5/31/10	1.0220	\$155	\$285	\$349	\$505	\$569	\$686
6/01/08- 5/31/09	1.0399	\$152	\$279	\$342	\$494	\$557	\$671
6/01/07-5/31/08	1.0516	\$146	\$268	\$329	\$475	\$536	\$645
6/01/06-5/31/07	1.0256	\$139	\$255	\$313	\$452	\$509	\$614
6/1/05-5/31/06	1.0427	\$136	\$249	\$305	\$441	\$497	\$598
6/1/04-5/31/05	1.0455	\$130	\$239	\$293	\$423	\$476	\$574
6/1/03-6/1/04	1.0507	\$124	\$228	\$280	\$405	\$456	\$549
6/1/02-5/31/03	1.0727	\$118	\$217	\$267	\$385	\$434	\$522
6/1/01-5/31/02	1.0407	\$110	\$203	\$249	\$359	\$404	\$487
6/1/00-5/31/01	1.0529	\$106	\$195	\$239	\$345	\$388	\$468
6/1/99-5/31/00	1.0491	\$101	\$185	\$227	\$328	\$369	\$444
6/1/98-5/31/99	1.0439	\$96	\$176	\$216	\$312	\$352	\$424
6/1/97-5/31/98	1.0419	\$92	\$169	\$207	\$299	\$337	\$406
6/1/96-5/31/97	1.0396	\$88	\$162	\$198	\$287	\$323	\$389
6/1/95-5/31/96	1.032	\$85	\$155	\$191	\$276	\$311	\$375
6/1/94-5/31/95	1.0237	\$82	\$151	\$185	\$267	\$301	\$363

The methodology of calculation and benchmarking for this Updated Laffey Matrix has been approved in a number of cases. See, e.g., *McDowell v. District of Columbia*, Civ. A. No. 00-594 (RCL), LEXSEE 2001 U.S. Dist. LEXIS 8114 (D.D.C. June 4, 2001); *Salazar v. Dist. of Col.*, 123 F.Supp.2d 8 (D.D.C. 2000).

* "Years Out of Law School" is calculated from June 1 of each year, when most law students graduate. "1-3" includes an attorney in his 1st, 2nd and 3rd years of practice, measured from date of graduation (June 1). "4-7" applies to attorneys in their 4th, 5th, 6th and 7th years of

practice. An attorney who graduated in May 1996 would be in tier "1-3" from June 1, 1996 until May 31, 1999, would move into tier "4-7" on June 1, 1999, and tier "8-10" on June 1, 2003.

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

EXHIBIT C

\$1,000 Per Hour Isn't Rare Anymore; Nominal billing levels rise, but discounts ease blow.

The National Law Journal

January 13, 2014 Monday

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**THE NATIONAL
LAW JOURNAL**

Section: NLJ'S **BILLING SURVEY**; Pg. 1; Vol. 36; No. 20

Length: 1860 words

Byline: KAREN SLOAN

Body

As recently as five years ago, law partners charging \$1,000 an hour were outliers. Today, four-figure hourly rates for indemand partners at the most prestigious firms don't raise eyebrows-and a few top earners are closing in on \$2,000 an hour.

These rate increases come despite hand-wringing over price pressures from clients amid a tough economy. But everrising standard billing rates also obscure the growing practice of discounts, falling collection rates, and slow march toward alternative fee arrangements.

Nearly 20 percent of the firms included in The National Law Journal's annual survey of large law firm billing rates this year had at least one partner charging more than \$1,000 an hour. Gibson, Dunn & Crutcher partner Theodore Olson had the highest rate recorded in our survey, billing \$1,800 per hour while representing mobile satellite service provider LightSquared Inc. in Chapter 11 proceedings.

Of course, few law firm partners claim Olson's star power. His rate in that case is nearly the twice the \$980 per hour average charged by Gibson Dunn partners and three times the average \$604 hourly rate among partners at NLJ 350 firms. Gibson Dunn chairman and managing partner Ken Doran said Olson's rate is "substantially" above that of other partners at the firm, and that the firm's standard rates are in line with its peers.

"While the majority of Ted Olson's work is done under alternative billing arrangements, his hourly rate reflects his stature in the legal community, the high demand for his services and the unique value that he offers to clients given his extraordinary experience as a former solicitor general of the United States who has argued more than 60 cases before the U.S. Supreme Court and has counseled several presidents," Doran said.

In reviewing billing data this year, we took a new approach, asking each firm on the NLJ 350-our survey of the nation's 350 largest firms by attorney headcount-to provide their highest, lowest and average billing rates for associates and partners. We supplemented those data through public records. All together, this year's survey includes information for 159 of the country's largest law firms and reflects billing rates as of October.

The figures show that, even in a down economy, hiring a large law firm remains a pricey prospect. The median among the highest partner billing rates reported at each firm is \$775 an hour, while the median low partner rate is \$405. For associates, the median high stands at \$510 and the low at \$235. The average associate rate is \$370.

Multiple industry studies show that law firm billing rates continued to climb during 2013 despite efforts by corporate counsel to rein them in. TyMetrix's 2013 Real Rate Report Snapshot found that the average law firm billing rate increased by 4.8 percent compared with 2012. Similarly, the Center for the Study of the Legal Profession at the Georgetown University Law Center and Thomson Reuters Peer Monitor found that law firms increased their rates by an average 3.5 percent during 2013.

Richard Pearl

\$1,000 Per Hour Isn't Rare Anymore; Nominal billing levels rise, but discounts ease blow.

Of course, rates charged by firms on paper don't necessarily reflect what clients actually pay. Billing realization rates-which reflect the percentage of work billed at firms' standard rates- have fallen from 89 percent in 2010 to nearly 87 percent in 2013 on average, according to the Georgetown study. When accounting for billed hours actually collected by firms, the realization rate falls to 83.5 percent.

"What this means, of course, is that- on average-law firms are collecting only 83.5 cents for every \$1.00 of standard time they record," the Georgetown report reads. "To understand the full impact, one need only consider that at the end of 2007, the collected realization rate was at the 92 percent level."

In other words, law firms set rates with the understanding that they aren't likely to collect the full amount, said Mark Medice, who oversees the Peer Monitor Index. That index gauges the strength of the legal market according to economic indicators including demand for legal services, productivity, rates and expenses. "Firms start out with the idea of, 'I want to achieve a certain rate, but it's likely that my client will ask for discounts whether or not I increase my rate,'" Medice said.

Indeed, firms bill nearly all hourly work at discounts ranging from 5 percent to 20 percent off standard rates, said Peter Zeughauser, a consultant with the Zeughauser Group. Discounts can run as high as 50 percent for matters billed under a hybrid system, wherein a law firm can earn a premium for keeping costs under a set level or for obtaining a certain outcome, he added. "Most firms have gone to a two-tier system, with what is essentially an aspirational rate that they occasionally get and a lower rate that they actually budget for," he said.

Most of the discounting happens at the front end, when firms and clients negotiate rates, Medice said. But additional discounting happens at the billing and collections stages. Handling alternative fee arrangements and discounts has become so complex that more than half of the law firms on the Am Law 100-NLJ affiliate The American Lawyer's ranking of firms by gross revenue-have created new positions for pricing directors, Zeughauser said.

THE ROLE OF GEOGRAPHY

Unsurprisingly, rates vary by location. Firms with their largest office in New York had the highest average partner and associate billing rates, at \$882 and \$520, respectively. Similarly, TyMetrix has reported that more than 25 percent of partners at large New York firms charge \$1,000 per hour or more for contracts and commercial work.

Washington was the next priciest city on our survey, with partners charging an average \$748 and associates \$429. Partners charge an average \$691 in Chicago and associates \$427. In Los Angeles, partners charge an average \$665 while the average associate rate is \$401.

Pricing also depends heavily on practice area, Zeughauser and Medice said. Bet-the-company patent litigation and white-collar litigation largely remain at premium prices, while practices including labor and employment have come under huge pressure to reduce prices.

"If there was a way for law firms to hold rates, they would do it. They recognize how sensitive clients are to price increases," Zeughauser said. But declining profit margins-due in part to higher technology costs and the expensive lateral hiring market-mean that firms simply lack the option to keep rates flat, he said.

BILLING SURVEY METHODOLOGY

The National Law Journal's survey of billing rates of the largest U.S. law firms provides the high, low and average rates for partners and associates.

The NLJ asked respondents to its annual survey of the nation's largest law firms (the NLJ 350) to provide a range of hourly billing rates for partners and associates as of October 2013.

For firms that did not supply data to us, in many cases we were able to supplement billing-rate data derived from public records.

In total, we have rates for 159 of the nation's 350 largest firms.

Richard Pearl

\$1,000 Per Hour Isn't Rare Anymore; Nominal billing levels rise, but discounts ease blow.

Rates data include averages, highs and low rates for partners and associates. Information also includes the average full-time equivalent (FTE) attorneys at the firm and the city of the firm's principal or largest office.

We used these data to calculate averages for the nation as a whole and for selected cities.

Billing Rates at the Country's Priciest Law Firms

Here are the 50 firms that charge the highest average hourly rates for partners.

Billing Rates at the Country's Priciest Law Firms

FIRM NAME		LARGEST AVERAGE		PARTNER ASSOCIATE		AVERAGE	HIGH	LOW	AVERAGE	HIGH	LOW
		U.S. OFFICE*	FULL-TIME EQUIVALENT ATTORNEYS*	HOURLY RATES	HOURLY RATES						
* Full-time equivalent attorney numbers and the largest U.S. office are from the NLJ 350 published in April 2013. For complete numbers, please see NLJ.com .											
** Firm did not exist in this form for the entire year.											
Debevoise & Plimpton	New York	615	\$1,055	\$1,075	\$955	\$490	\$760	\$120			
Paul, Weiss, Riffkind, Wharton & Garrison	New York	803	\$1,040	\$1,120	\$760	\$600	\$760	\$250			
Skadden, Arps, Slate, Meagher & Flom	New York	1,735	\$1,035	\$1,150	\$845	\$620	\$845	\$340			
Fried, Frank, Harris, Shriver & Jacobson	New York	476	\$1,000	\$1,100	\$930	\$595	\$760	\$375			
Latham & Watkins	New York	2,033	\$990	\$1,110	\$895	\$605	\$725	\$465			
Gibson, Dunn & Crutcher	New York	1,086	\$980	\$1,800	\$765	\$590	\$930	\$175			
Davis Polk & Wardwell	New York	787	\$975	\$985	\$850	\$615	\$975	\$130			
Willkie Farr & Gallagher	New York	540	\$950	\$1,090	\$790	\$580	\$790	\$350			
Cadwalader, Wickersham & Taft	New York	435	\$930	\$1,050	\$800	\$605	\$750	\$395			
Weil, Gotshal & Manges	New York	1,201	\$930	\$1,075	\$625	\$600	\$790	\$300			
Quinn Emanuel Urquhart & Sullivan	New York	697	\$915	\$1,075	\$810	\$410	\$675	\$320			
Wilmer Cutler Pickering Hale and Dorr	Washington	961	\$905	\$1,250	\$735	\$290	\$695	\$75			
Dechert	New York	803	\$900	\$1,095	\$670	\$530	\$735	\$395			
Andrews Kurth	Houston	348	\$890	\$1,090	\$745	\$528	\$785	\$265			
Hughes Hubbard & Reed	New York	344	\$890	\$995	\$725	\$555	\$675	\$365			
Irell & Manella	Los Angeles	164	\$890	\$975	\$800	\$535	\$750	\$395			
Proskauer Rose	New York	746	\$880	\$950	\$725	\$465	\$675	\$295			
White & Case	New York	1,900	\$875	\$1,050	\$700	\$525	\$1,050	\$220			

Richard Pearl

\$1,000 Per Hour Isn't Rare Anymore; Nominal billing levels rise, but discounts ease blow.

FIRM NAME	LARGEST U.S. OFFICE*	AVERAGE FULL-TIME EQUIVALENT ATTORNEYS*	PARTNER ASSOCIATE HOURLY HOURLY RATES RATES					
			AVERAGE	HIGH	LOW AVERAGE	HIGH	LOW	
Morrison & Foerster	San Francisco	1,010	\$865	\$1,195	\$595	\$525	\$725	\$230
Pillsbury Winthrop Shaw Pittman	Washington	609	\$865	\$1,070	\$615	\$520	\$860	\$375
Kaye Scholer	New York	414	\$860	\$1,080	\$715	\$510	\$680	\$320
Kramer Levin Naftalis & Frankel	New York	320	\$845	\$1,025	\$740	\$590	\$750	\$400
Hogan Lovells	Washington	2,280	\$835	\$1,000	\$705	-	-	-
Kasowitz, Benson, Torres & Friedman	New York	365	\$835	\$1,195	\$600	\$340	\$625	\$200
Kirkland & Ellis	Chicago	1,517	\$825	\$995	\$590	\$540	\$715	\$235
Cooley	Palo Alto	632	\$820	\$990	\$660	\$525	\$630	\$160
Arnold & Porter	Washington	748	\$815	\$950	\$670	\$500	\$610	\$345
Paul Hastings	New York	899	\$815	\$900	\$750	\$540	\$755	\$335
Curtis, Mallet-Prevost, Colt & Mosle	New York	322	\$800	\$860	\$730	\$480	\$785	\$345
Winston & Strawn	Chicago	842	\$800	\$995	\$650	\$520	\$590	\$425
Bingham McCutchen	Boston	900	\$795	\$1,080	\$220	\$450	\$605	\$185
Akin Gump Strauss Hauer & Feld	Washington	806	\$785	\$1,220	\$615	\$525	\$660	\$365
Covington & Burling	Washington	738	\$780	\$890	\$605	\$415	\$565	\$320
King & Spalding	Atlanta	838	\$775	\$995	\$545	\$460	\$735	\$125
Norton Rose Fulbright	N/A**	N/A**	\$775	\$900	\$525	\$400	\$515	\$300
DLA Piper	New York	4,036	\$765	\$1,025	\$450	\$510	\$750	\$250
Bracewell & Giuliani	Houston	432	\$760	\$1,125	\$575	\$440	\$700	\$275
Baker & McKenzie	Chicago	4,004	\$755	\$1,130	\$260	\$395	\$925	\$100
Dickstein Shapiro	Washington	308	\$750	\$1,250	\$590	\$475	\$585	\$310
Jenner & Block	Chicago	432	\$745	\$925	\$565	\$465	\$550	\$380
Jones Day	New York	2,363	\$745	\$975	\$445	\$435	\$775	\$205
Manatt, Phelps & Phillips	Los Angeles	325	\$740	\$795	\$640	-	-	-
Seward & Kissel	New York	152	\$735	\$850	\$625	\$400	\$600	\$290
O'Melveny & Myers	Los Angeles	738	\$715	\$950	\$615	-	-	-
McDermott Will & Emery	Chicago	1,024	\$710	\$835	\$525	-	-	-
Reed Smith	Pittsburgh	1,468	\$710	\$945	\$545	\$420	\$530	\$295
Dentons	N/A**	N/A**	\$700	\$1,050	\$345	\$425	\$685	\$210
Jeffer Mangels Butler & Mitchell	Los Angeles	126	\$690	\$875	\$560	-	-	-
Sheppard, Mullin,	Los Angeles	521	\$685	\$875	\$490	\$415	\$535	\$275

Richard Pearl

\$1,000 Per Hour Isn't Rare Anymore; Nominal billing levels rise, but discounts ease blow.

FIRM NAME	LARGEST AVERAGE		PARTNER ASSOCIATE					
	U.S. OFFICE*	FULL-TIME EQUIVALENT ATTORNEYS*	HOURLY RATES	HOURLY RATES	AVERAGE	HIGH	LOW	AVERAGE
Richter & Hampton	Angeles							
Alston & Bird	Atlanta	805	\$675	\$875	\$495	\$425	\$575	\$280

THE FOUR-FIGURE CLUB

These 10 firms posted the highest partner billing rates.

Gibson, Dunn & Crutcher	\$1,800
Dickstein Shapiro	\$1,250
Wilmer Cutler Pickering Hale and Dorr	\$1,250
Akin Gump Strauss Hauer & Feld	\$1,220
Kasowitz, Benson, Torres & Friedman	\$1,195
Morrison & Foerster	\$1,195
Skadden, Arps, Slate, Meagher & Flom	\$1,150
Baker & McKenzie	\$1,130
Bracewell & Giuliani	\$1,125
Paul, Weiss, Rifkind, Wharton & Garrison	\$1,120

THE FOUR-FIGURE CLUB

Contact Karen Sloan at ksloan@alm.com

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April 16, 2012 5:20 PM

When It Comes to Billing, Latest Rate Report Shows the Rich Keep Getting Richer

Posted by Sara Randazzo

Hourly rates just keep rising—and the best-paid lawyers are raising their rates faster than everyone else.

Those are two of the key findings contained in the [2012 Real Rate Report](#), an analysis of \$7.6 billion in legal bills paid by corporations over a five-year period ending in December 2011. The report, released Monday, is the second such collaboration between TyMetrix, a company that manages and audits

legal bills for corporate legal departments, and the Corporate Executive Board.

Many of the new rate report's findings echo those contained in the 2010 study, including the fact that rates keep going up, almost across the board, and that the cost of a given matter can vary dramatically depending on a law firm's size and location and its relationship with a particular client.

At the same time, this year's study shows that the legal sector is becoming increasingly bifurcated, with top firms raising rates faster than those at the bottom of the market and large firms charging a premium price based purely on their size.

"What it's really showing is that there's an increased premium being paid for experience and expertise," says Julie Peck, vice president of strategy and market development at TyMetrix. "Some parts of the lawyer market are able to raise rates much more quickly, and are more impervious to economic forces than others."

To compile the current rate report, TyMetrix received permission from its clients to examine legal fees billed to 62 companies across 17 industries including energy, finance, retail, technology, insurance, and health care. The bills, which represent the amount actually paid by the companies in question rather than the amount initially charged, came from more than 4,000 firms in 84 metropolitan areas around the country. Every firm on the 2011 Am Law 100 is represented in the data.

The report's key data points include:

A Widening Gap: Hourly rates charged by lawyers in the legal sector's upper echelon grew faster between 2009 and 2011 than those charged by lawyers toiling on the lower rungs. Particularly striking was the jump in associate rates billed by those falling in the report's top quartile: 18 percent on average, to just over \$600 per hour. Rates billed by top quartile partners, meanwhile, rose 8 percent, to just under \$900 per hour. In the bottom quartile, associate rates rose 4 percent and partner rates rose 3 percent during the same period.

The Recession's (Minor) Toll: Even amid the economic downturn, the cost of an hour of a lawyer's time continued to rise faster than key measures of inflation. That said, the legal industry wasn't completely immune to the broader economy's slowdown. After rising 8.2 percent between 2007 and 2008, hourly rates rose just 2.3 percent in 2009. Law firms bounced back a bit last year, with rates climbing 5.1 percent, to an average of \$530 an hour.

Location Counts: Not surprisingly, lawyers working in major metropolitan areas—where, as the rate report notes, rents are typically higher—are the priciest. An address in Boston, Chicago, Los Angeles, San Francisco, or Washington, D.C., alone adds about \$161 to the hourly rate charged by an individual lawyer. Those six cities and Baltimore, Houston, Philadelphia, and San Jose are the ten U.S. markets with the highest hourly rates. With an average partner rate topping \$700 per hour and average associate rate of more than \$450 per hour, New York is the most expensive market in the country. The least expensive? Riverside, California, where the average partner bills at under \$250 per hour and associates bill at just over \$300 an hour.

In the Minority: A small group of lawyers—12 percent—bucked the trend toward higher fees and actually lowered rates between 2009 to 2011—and 3 percent trimmed rates by \$50 or more per hour. (Most of those in the rate-cutting camp were based outside the big six markets identified above.) At the other end of the spectrum, 52 percent of lawyers increased rates by between \$25 and \$200 or more per hour. Another 18 percent increased rates by less than \$25 per hour, and the final 18 percent held rates steady.

First-Year Blues: Even before the recession hit, clients balked at paying for what they considered on-the-job training for first-year associates. The latest rate report is likely to reinforce that reluctance, given its finding that using entry-level lawyers adds as much as 20 percent to the cost of a legal matter. The report offers evidence that firms may be accommodating clients on this front: The percentage of bills attributed to entry-level associates dropped from 7 percent in 2009 to 2.9 percent last year.

Ties That Bind: The more work one firm handles for a client—and the longer the client relationship extends—the higher the average rate the firm charges. For companies that paid one firm \$10 million or more in a single year, the average hourly rate paid was \$553 in 2011. By comparison, clients that limited their spending on an individual firm to \$500,000 paid that firm an average of \$319 per hour.

Four-Digit Frontier: Data has consistently shown that many lawyers hesitate to charge more than \$1,000 an hour, and in 2011 just under 3 percent of the lawyers covered by the rate report had broken that barrier. Of those, the vast majority were working in the six main legal markets identified above and 60 percent of the time, they billed in increments of one hour or less.

Playing Favorites: Across all practice areas, 90 percent of lawyers charged different clients different rates for similar types of work. (The figure for mergers and acquisitions lawyers was 100 percent.) The differences from client to client can be extreme, and were even more pronounced in the current report than in the 2010 edition. Rates charged by intellectual property specialists, for instance, had a median variance of 23.1 percent, while lawyers doing commercial and contract work showed a 18.7 percent median difference.

Who's Doing What? A closer look at law firm bills for work performed on litigation and intellectual property assignments shows that the kind of timekeeper billing on a matter varies by practice type. On patent matters, the report shows, 47 percent of hours billed on average are attributed to paralegals, and 37 percent by partners. By comparison, paralegals account for just 8 percent of the work done on labor and employment litigation hours, while partners handle 45 percent.

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Lawyer Fees Keep Growing, But Don't Believe Them. Clients Are Demanding, and Getting, Discounts

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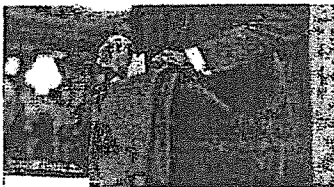
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By JENNIFER SMITH

Top partners at leading U.S. law firms are charging more than ever before, yet those hourly rates aren't all they appear to be.



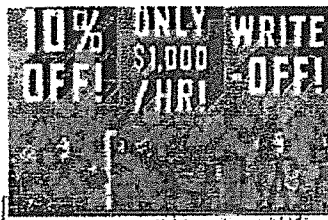
Top partners at leading U.S. law firms are charging more than ever — routinely \$1,150 or more an hour — but after discounts and write-offs the nosebleed rates aren't all they appear to be. Jennifer Smith reports. Photo: Getty Images.

Having blown past the once-shocking price tag of \$1,000 an hour, some sought-after deal, tax and trial lawyers are commanding hourly fees of \$1,150 or more, according to an analysis of billing rates compiled from public filings.

But, as law firms boost their standard rates, many are softening the blow with widespread discounts and write-offs, meaning fewer clients are paying full freight. As a result, law firms on

average are actually collecting fewer cents on the dollar, compared with their standard, or "rack," rates, than they have in years.

Think of hourly fees "as the equivalent of a sticker on the car at a dealership," said legal consultant Ward Bower, a principal at Altman Weil Inc. "It's the beginning of a negotiation.... Law firms think they are setting the rates, but clients are the ones determining what they're going to pay."



James Kobaczewski

the firm's database billed at that level in the first quarter of 2013, up from 158 a year earlier.

Star lawyers still can fetch a premium, and some of them won't budge on price. The number of partners billing \$1,150-plus an hour has more than doubled since this time last year, according to Valeo Partners, a consulting firm that maintains a database of legal rates pulled from court filings and other publicly disclosed information. More than 320 lawyers in

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That glided circle includes tax experts such as Christopher Roman of King & Spalding LLP and Todd Maynes of Kirkland & Ellis LLP, intellectual-property partner Nader A. Mousavi of Sullivan & Cromwell LLP, and deal lawyers such as Kenneth M. Schneider of Paul, Weiss, Rifkind, Wharton & Garrison LLP.

Those lawyers and their firms either declined to comment or didn't reply to requests for comment.

When corporate legal departments need a trusted hand to fend off a hostile takeover or win a critical court battle, few general counsels will nitpick over whether a key lawyer is charging \$900 an hour or \$1,150 an hour. But for legal matters where their future isn't on the line, companies are pushing for—and winning—significant price breaks.

"We almost always negotiate rates down from the rack rates," said Randal S. Milch, general counsel for phone giant Verizon Communications Inc. [VZ +0.29%] The result, he said, is a "not-insignificant discount."

For the bread-and-butter work that many big law firms rely on, haggling has become the norm. Many clients grew accustomed to pushing back on price during the recession and continue to demand discounts.

Some companies insist on budgets for their legal work. If a firm billing by the hour exceeds a set cap, lawyers may have to write off some of that time.

Other clients refuse to work with firms who don't discount, lopping anywhere from 10% to 30% off their standard rates. Some may grant rate increases to individual partners or associates they deem worthy. Another tactic: locking in prices with tailored multiyear agreements with formulas governing whether clients grant or refuse a requested rate increase.

In practical terms, that means the gap between law firms' sticker prices and the amount of money they actually bill and collect from their clients is wider than it has been in years.

According to data collected by Thomson Reuters Peer Monitor, big law firms raised their average standard rate by about 9.3% over the past three years. But they weren't able to keep up on the collection side, where the increase over the same period was just 6%. Firms that used to collect on average about 92 cents for every dollar of standard time their lawyers worked in 2007, before the economic downturn, now are getting less than 85 cents. "That's a historic low," said James Jones, a senior fellow at the Center for the Study of the Legal Profession at Georgetown Law.

To be sure, things have certainly picked up some since the recession, when some clients flat-out refused to pay rate increases.

In the first quarter of 2013, the 50 top-grossing U.S. law firms boosted their partner rates by as much as 5.7%, billing on average between \$879 and \$882 an hour, according to Valeo Partners. Rates for junior lawyers, whose labors have long been a profit engine for major law firms, jumped even more.

While some clients resisted using associate lawyers during the downturn, refusing to pay hundreds of dollars an hour for inexperienced first- or second-year attorneys, the largest U.S. law firms have managed to send the needle back up again. This year, for the first time, the average rate for associates with one to four years of experience rose to \$500 an hour, according to Valeo.

The increases continue the upward trend of 2012, when legal fees in general rose 4.8% and associate billing rates rose by 7.4%, according to a coming report by TyMetrix Legal Analytics, a unit of Wolters Kluwer, [WKL.AE +0.95%] and CEB, a research and advisory-services company. Those numbers are based on legal-spending data from more than 17,000 law firms.

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More than a dozen leaders at major law firms declined to discuss rate increases on the record, though some said privately that the increase in associate rates could be caused in part by step increases as junior lawyers gain in seniority.

Joe Sims, an antitrust partner at Jones Day and former member of the firm's partnership committee, said clients don't mind paying for associates, as long as they feel they are getting their money's worth.

Sophisticated clients, he said, tend to focus on the overall price tag for legal work, not on individual rates. "They are more concerned about how many people are working on the project and the total cost of the project," Mr. Sims said. "Clients want value no matter who is on the job."

While a handful of elite lawyers have successfully staked out the high end—the deal teams at Wachtell, Lipton, Rosen & Katz, for example—legal experts say that client pressure to control legal spending means most law firms must be considerably more flexible on price.

"There will always be some 'bet the company' problem where a client will not quibble about rates," said Mr. Jones, the Georgetown fellow. "Unfortunately, from the law firms' standpoint, that represents a small percentage of the work."

Write to Jennifer Smith at jennifer.smith@wsj.com

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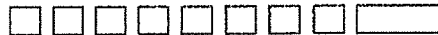
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Exhibit 4

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U.S. DEPARTMENT OF AGRICULTURE

[illegible]

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630-0447

Exhibit 5

MARA LAW FIRM, PC, SUMMARY OF TIME AND COSTS

Julianne Cruz v. PMAB-8 dba Paul Martin's American Grill

Orange County Superior Court

Case No. 30-2023-01318976-CU-OE-CXC

Total Attorneys' Hours: 212.8

Total Lodestar Fees: \$159,635

Total Litigation Expenses: \$13,164.35

ATTORNEYS	YEAR ADMITTED	HOURS	HOURLY RATE	TOTAL
MARA LAW FIRM, PC				
David Mara, Esq.	2004	101.9	\$850	\$87,550
Jill Vecchi, Esq.	2014	110.9	\$650	\$72,085
TOTAL:				\$159,635

LITIGATION EXPENSES	
MARA LAW FIRM, PC	\$13,164.35
TOTAL COSTS	\$13,164.35

Julianne Cruz v. PMAB-8 LLC
Orange County Superior Court
Case No. 30-2023-01318976-CU-OE-CXC

David Mara, Esq.

Date	Task	Duration	Rate	Amount
01-20-2023	Review email from J. Vecchi	0.2	\$850.00	\$170.00
01-20-2023	Review intake notes and documents from potential client	1.6	\$850.00	\$1,360.00
01-20-2023	Conversation with J. Vecchi	1.8	\$850.00	\$1,530.00
02-01-2023	Research into new defendant	2.2	\$850.00	\$1,870.00
02-02-2023	Draft retainer agreement and personnel file request for Plaintiff's review and signature	1.1	\$850.00	\$935.00
02-02-2023	Email to Plaintiff	0.2	\$850.00	\$170.00
02-02-2023	Review signed retainer agreements	0.1	\$850.00	\$85.00
02-03-2023	Conversation with J. Vecchi	1.2	\$850.00	\$1,020.00
02-03-2023	Conduct research	1.4	\$850.00	\$1,190.00
02-03-2023	Review and edit PAGA Notice	1.3	\$850.00	\$1,105.00
05-05-2023	Review case file	1.0	\$850.00	\$850.00
05-05-2023	Review and edit discovery to propound on Defendant	1.5	\$850.00	\$1,275.00
05-05-2023	Conversation with J. Vecchi	0.7	\$850.00	\$595.00
05-31-2023	Call with Defendant's Counsel	0.1	\$850.00	\$85.00
05-31-2023	Email to Defendant's Counsel	0.1	\$850.00	\$85.00
05-31-2023	Review email from Defendant's Counsel	0.1	\$850.00	\$85.00
05-31-2023	Review and analyze arbitration agreement	2.2	\$850.00	\$1,870.00
05-31-2023	Conduct research into arbitration issues	6.4	\$850.00	\$5,440.00
05-31-2023	Email to J. Vecchi	0.1	\$850.00	\$85.00
06-02-2023	Conversation with J. Vecchi	1.1	\$850.00	\$935.00
06-02-2023	Conduct research	2.1	\$850.00	\$1,785.00
06-13-2023	Review email from Defendant's Counsel	0.1	\$850.00	\$85.00
06-13-2023	Interoffice Email	0.1	\$850.00	\$85.00
06-16-2023	Review and respond to email from Defendant's Counsel	0.1	\$850.00	\$85.00
07-12-2023	Review Defendant's Motion to Compel Arbitration	1.8	\$850.00	\$1,530.00
07-12-2023	Conduct research	3.2	\$850.00	\$2,720.00
08-04-2023	Conversation with J. Vecchi	1.2	\$850.00	\$1,020.00
09-28-2023	Revise First Amended Complaint	0.9	\$850.00	\$765.00
10-10-2023	Review and edit Application to Dismiss Class Allegations	1.2	\$850.00	\$1,020.00
10-26-2023	Review Substitution of Attorney	0.1	\$850.00	\$85.00
11-20-2023	Review Defendant's Answer to FAC	0.3	\$850.00	\$255.00
01-02-2024	Review and respond to email from Defendant's Counsel	0.1	\$850.00	\$85.00
01-03-2024	Review and respond to email from J. Vecchi	0.1	\$850.00	\$85.00
05-10-2024	Review and respond to email from mediator's office	0.1	\$850.00	\$85.00
09-03-2024	Email to Defendant's Counsel	0.1	\$850.00	\$85.00
09-11-2024	Email to Defendant's Counsel	0.1	\$850.00	\$85.00
12-10-2024	Email to Defendant's Counsel	0.1	\$850.00	\$85.00
02-14-2025	Email to Defendant's Counsel	0.1	\$850.00	\$85.00
03-04-2025	Email to Defendant's Counsel	0.1	\$850.00	\$85.00
04-02-2025	Review and respond to email from J. Vecchi	0.1	\$850.00	\$85.00
04-02-2025	Email to Defendant's Counsel	0.1	\$850.00	\$85.00
06-24-2025	Email to Defendant's Counsel	0.1	\$850.00	\$85.00
06-25-2025	Email to Defendant's Counsel	0.1	\$850.00	\$85.00
09-24-2025	Review documents produced	8.9	\$850.00	\$7,565.00
09-25-2025	Analyze sampling	7.2	\$850.00	\$6,120.00
09-25-2025	Conversation with J. Vecchi	0.8	\$850.00	\$680.00
09-26-2025	Analyze sampling	7.8	\$850.00	\$7,565.00
09-28-2025	Review and respond to email from J. Vecchi	0.1	\$850.00	\$85.00
09-29-2025	Conduct research	3.2	\$850.00	\$2,720.00
09-29-2025	Edit mediation brief	2.3	\$850.00	\$1,955.00
09-29-2025	Email to J. Vecchi	0.2	\$850.00	\$170.00
09-29-2025	Conversation with J. Vecchi	1.3	\$850.00	\$1,105.00
10-04-2025	Conduct research for mediation	6.4	\$850.00	\$5,440.00
10-05-2025	Prepare for Mediation	7.6	\$850.00	\$6,460.00
10-06-2025	Prepare for and Attend Mediation	8.1	\$850.00	\$6,885.00

10-06-2025	Review mediator's proposal	0.2	\$850.00	\$170.00
10-07-2025	Review email from mediator's office	0.1	\$850.00	\$85.00
10-07-2025	Email to J. Vecchi	0.1	\$850.00	\$85.00
10-07-2025	Call with Plaintiff	0.3	\$850.00	\$255.00
10-14-2025	Email to mediator's office	0.1	\$850.00	\$85.00
11-12-2025	Review and revise settlement agreement	3.4	\$850.00	\$2,890.00
02-02-2026	Review and sign settlement agreement	0.6	\$850.00	\$510.00
02-18-2026	Review and revise Notice of Settlement to send to Aggrieved Employees with checks	0.5	\$850.00	\$425.00
04-14-2026	Review and edit settlement approval motion	3.1	\$850.00	\$2,635.00
04-14-2026	Conversation with J. Vecchi	1.2	\$850.00	\$1,020.00
04-14-2026	Draft declaration in support of settlement approval motion	1.7	\$850.00	\$1,445.00
Matter Total		101.9		\$87,550.00

Julianne Cruz v. PMAB-8 LLC
Orange County Superior Court
Case No. 30-2023-01318976-CU-OE-CXC

Jill Vecchi, Esq.

Date	Task	Duration	Rate	Amount
01-19-2023	New client intake, telephone conference with potential client, and draft memo to file	1.7	\$650.00	\$1,105.00
01-19-2023	Research into whether other cases are filed against potential defendant	1.2	\$650.00	\$780.00
01-20-2023	Email to David Mara	0.3	\$650.00	\$195.00
01-20-2023	Discussion with David Mara	1.8	\$650.00	\$1,170.00
02-03-2023	Discussion with David Mara	1.2	\$650.00	\$780.00
02-03-2023	Review and revise PAGA Notice	1.9	\$650.00	\$1,235.00
04-10-2023	Draft complaint	2.1	\$650.00	\$1,365.00
04-13-2023	Revise complaint	0.7	\$650.00	\$455.00
04-17-2023	Draft summons and coversheet	0.5	\$650.00	\$325.00
04-26-2023	Draft Notice of Payment of Jury Fees	0.2	\$650.00	\$130.00
05-05-2023	Draft discovery to propound on Defendant	2.3	\$650.00	\$1,495.00
05-05-2023	Discussion with David Mara	0.7	\$650.00	\$455.00
05-16-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
05-16-2023	Email to David Mara	0.1	\$650.00	\$65.00
05-16-2023	Call with Defendant's Counsel	0.1	\$650.00	\$65.00
05-16-2023	Email to David Mara	0.1	\$650.00	\$65.00
05-16-2023	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
05-17-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
05-31-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
05-31-2023	Call with Defendant's Counsel	0.1	\$650.00	\$65.00
05-31-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
06-02-2023	Review and analyze arbitration agreement	2.4	\$650.00	\$1,560.00
06-02-2023	Discussion with David Mara	1.1	\$650.00	\$715.00
06-02-2023	Review Court's Order	0.1	\$650.00	\$65.00
06-13-2023	Email to David Mara	0.1	\$650.00	\$65.00
06-14-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
06-16-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
07-12-2023	Review Defendant's Motion to Compel Arbitration	2.4	\$650.00	\$1,560.00
07-21-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
08-04-2023	Conversation with David Mara	1.2	\$650.00	\$780.00
08-04-2023	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
08-08-2023	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
08-08-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
08-08-2023	Review Court's Order Continuing CMC	0.2	\$650.00	\$130.00
08-08-2023	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
08-14-2023	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
08-16-2023	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
08-16-2023	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
08-16-2023	Call with Defendant's Counsel	0.2	\$650.00	\$130.00
08-16-2023	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
08-22-2023	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
09-12-2023	Review Notice of Reassignment	0.1	\$650.00	\$65.00
09-27-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
09-28-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
09-28-2023	Discussion with David Mara	0.9	\$650.00	\$585.00
09-28-2023	Draft First Amended Complaint	1.2	\$650.00	\$780.00
10-05-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
10-09-2023	Draft Application to Dismiss Class Allegations Without Prejudice	1.2	\$650.00	\$780.00
10-10-2023	Review and edit Application to Dismiss Class Allegations	0.4	\$650.00	\$260.00
10-12-2023	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
10-26-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
10-26-2023	Attempted call to Defendant's Counsel	0.1	\$650.00	\$65.00
10-26-2023	Review Substitution of Attorney	0.1	\$650.00	\$65.00
10-26-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
10-31-2023	Review Court's Order on Stipulation	0.2	\$650.00	\$130.00
11-02-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
11-02-2023	Draft Stipulation to Continue Case Management Conference	0.5	\$650.00	\$325.00
11-15-2023	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
11-20-2023	Review Defendant's Answer to FAC	0.3	\$650.00	\$195.00
12-06-2023	Draft Joint Case Management Conference Statement	1.1	\$650.00	\$715.00

12-07-2023	Review Defendant's Edits to CMC Statement and make additional revisions	0.6	\$650.00	\$390.00
12-07-2023	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
12-18-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
12-18-2023	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
12-29-2023	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
01-02-2024	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
01-03-2024	Email to David Mara	0.1	\$650.00	\$65.00
01-03-2024	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
01-17-2024	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
01-19-2024	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
01-22-2024	Email to mediator's office	0.1	\$650.00	\$65.00
01-22-2024	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
01-24-2024	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
01-24-2024	Email to mediator's office	0.1	\$650.00	\$65.00
01-25-2024	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
01-29-2024	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
03-04-2024	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
03-07-2024	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
03-07-2024	Review and Edit Stipulation to Continue CMC	0.6	\$650.00	\$390.00
03-07-2024	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
03-22-2024	Email to Defendant's Counsel	0.2	\$650.00	\$130.00
04-17-2024	Email to Defendant's Counsel - Following up on pre-mediation discovery	0.1	\$650.00	\$65.00
05-08-2024	Email to Defendant's Counsel re: mediation documents and data	0.1	\$650.00	\$65.00
05-10-2024	Review email from mediator's office	0.1	\$650.00	\$65.00
05-15-2024	Review email from mediator's office	0.1	\$650.00	\$65.00
05-16-2024	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
05-16-2024	Attempted call to Defendant's Counsel	0.1	\$650.00	\$65.00
05-16-2024	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
05-20-2024	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
05-21-2024	Interoffice Discussion About Case	0.1	\$650.00	\$65.00
06-03-2024	Email to Defendant's Counsel re: Mediation	0.1	\$650.00	\$65.00
06-18-2024	Call with Defendant's Counsel	0.1	\$650.00	\$65.00
08-05-2024	Prepare for and Attend Call with Defendant's Counsel	0.3	\$650.00	\$195.00
08-13-2024	Attempted Call with Defendant's Counsel	0.1	\$650.00	\$65.00
08-13-2024	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
09-03-2024	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
09-03-2024	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
09-03-2024	Email potential mediator's office for available dates	0.1	\$650.00	\$65.00
09-03-2024	Review and respond to Interoffice Email	0.1	\$650.00	\$65.00
09-03-2024	Review and Respond to Interoffice Email	0.1	\$650.00	\$65.00
09-03-2024	Email with Defendant's Counsel	0.1	\$650.00	\$65.00
09-04-2024	Call with Defendant's Counsel	0.2	\$650.00	\$130.00
09-04-2024	Email to Defendant's Counsel with Proposed Mediator	0.1	\$650.00	\$65.00
09-10-2024	Email to Defendant's Counsel re Mediators	0.1	\$650.00	\$65.00
09-16-2024	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
09-23-2024	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
09-26-2024	Leave voicemail for Defendant's Counsel	0.1	\$650.00	\$65.00
09-26-2024	Email with Defendant's Counsel	0.1	\$650.00	\$65.00
09-26-2024	Call with Defendant's Counsel	0.1	\$650.00	\$65.00
09-26-2024	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
10-02-2024	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
10-02-2024	Review and respond to email from mediator's office	0.1	\$650.00	\$65.00
10-09-2024	Interoffice Email	0.1	\$650.00	\$65.00
10-24-2024	Draft Stipulation to Continue Case Management Conference	0.2	\$650.00	\$130.00
10-24-2024	Email to Defendant	0.1	\$650.00	\$65.00
10-28-2024	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
11-15-2024	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
12-02-2024	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
12-05-2024	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
12-09-2024	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
12-09-2024	Email Defendant's Counsel	0.1	\$650.00	\$65.00
01-13-2025	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
02-06-2025	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
02-11-2025	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
02-14-2025	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
02-14-2025	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00

02-20-2025	Call with Defendant's Counsel	0.4	\$650.00	\$260.00
02-20-2025	Call with David Mara	0.2	\$650.00	\$130.00
02-20-2025	Review and forward email from Defendant's Counsel re: substitution of attorney	0.1	\$650.00	\$65.00
03-04-2025	Review arbitration agreement	1.9	\$650.00	\$1,235.00
03-21-2025	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
03-21-2025	Call with David Mara	0.2	\$650.00	\$130.00
03-31-2025	Email to David Mara	0.1	\$650.00	\$65.00
04-02-2025	Review email from David Mara	0.1	\$650.00	\$65.00
04-03-2025	Draft Case Management Conference Statement	0.6	\$650.00	\$390.00
04-03-2025	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
04-03-2025	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
04-03-2025	Review Defendant's Edits to Case Management Conference Statement	0.2	\$650.00	\$130.00
04-03-2025	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
04-04-2025	Review Court's Order Continuing CMC	0.1	\$650.00	\$65.00
04-04-2025	Interoffice Email	0.1	\$650.00	\$65.00
05-23-2025	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
05-28-2025	Email to Defendant's Counsel re: Following up on Mediation Dates	0.1	\$650.00	\$65.00
06-17-2025	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
06-24-2025	Email to David Mara	0.1	\$650.00	\$65.00
06-24-2025	Email to Defendant's Counsel re: mediation dates	0.1	\$650.00	\$65.00
06-25-2025	Review and respond to email from Defendant's Counsel re: mediation dates	0.1	\$650.00	\$65.00
07-08-2025	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
07-08-2025	Calendar mediation dates and deadlines	0.1	\$650.00	\$65.00
07-08-2025	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
07-23-2025	Draft Case Management Conference Statement	0.2	\$650.00	\$130.00
07-23-2025	Email to Defendant's Counsel sending draft of CMC statement	0.1	\$650.00	\$65.00
07-24-2025	Finalize Case Management Conference Statement for Filing	0.1	\$650.00	\$65.00
07-28-2025	Email to Defendant's Counsel re: mediation documents and data	0.1	\$650.00	\$65.00
07-28-2025	Review and respond to email from Defendant's Counsel re: mediation documents and data	0.1	\$650.00	\$65.00
08-21-2025	Email to Defendant's Counsel re: mediation documents and data	0.1	\$650.00	\$65.00
08-29-2025	Email to Defendant's counsel re: mediation documents and data	0.1	\$650.00	\$65.00
09-08-2025	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
09-19-2025	Email to Defendant's Counsel re: mediation documents and data	0.1	\$650.00	\$65.00
09-22-2025	Attempted call to Defendant's Counsel re: mediation documents and data	0.1	\$650.00	\$65.00
09-22-2025	Email to Defendant's Counsel re: mediation documents and data	0.1	\$650.00	\$65.00
09-22-2025	Review email from Defendant's Counsel	0.1	\$650.00	\$65.00
09-22-2025	Download mediation documents	0.2	\$650.00	\$130.00
09-22-2025	Conduct analysis on sampling of class member records	0.6	\$650.00	\$390.00
09-23-2025	Email to Defendant's Counsel re: mediation production	0.1	\$650.00	\$65.00
09-23-2025	Analysis of time and pay records	6.2	\$650.00	\$4,030.00
09-25-2025	Analyze sampling produced	8.6	\$650.00	\$5,590.00
09-25-2025	Discussion with David Mara	0.8	\$650.00	\$520.00
09-26-2025	Analyze timekeeping records	6.3	\$650.00	\$4,095.00
09-28-2025	Conduct research	3.2	\$650.00	\$2,080.00
09-28-2025	Review Documents and Draft Mediation Brief	5.7	\$650.00	\$3,705.00
09-28-2025	Email to Mediator's Office	0.1	\$650.00	\$65.00
09-28-2025	Email to David Mara	0.1	\$650.00	\$65.00
09-29-2025	Review and respond to email from David Mara	0.1	\$650.00	\$65.00
09-29-2025	Discussion with David Mara	1.3	\$650.00	\$845.00
09-29-2025	Call with Plaintiff	0.1	\$650.00	\$65.00
09-29-2025	Review David Mara's edits to the mediation brief	0.2	\$650.00	\$130.00
09-29-2025	Email to Mediator with Plaintiff's mediation brief	0.1	\$650.00	\$65.00
10-06-2025	Prepare for Mediation	4.9	\$650.00	\$3,185.00
10-06-2025	Attend Mediation	3.5	\$650.00	\$2,275.00
10-07-2025	Review and respond to email from David Mara	0.1	\$650.00	\$65.00
11-12-2025	Draft Settlement Agreement	1.2	\$650.00	\$780.00
11-12-2025	Draft Case Management Conference Statement	0.1	\$650.00	\$65.00
11-12-2025	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
11-13-2025	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
11-13-2025	Review Defendant's Edits to Joint Statement	0.1	\$650.00	\$65.00
12-04-2025	Email to Defendant's Counsel re: Edits to the Settlement Agreement	0.1	\$650.00	\$65.00
12-15-2025	Email to Defendant's Counsel re: revisions to settlement agreement	0.1	\$650.00	\$65.00
12-17-2025	Review Defendant's Edits to Settlement Agreement	0.4	\$650.00	\$260.00
01-02-2026	Review Defendant's Edits to Settlement Agreement	0.2	\$650.00	\$130.00
01-02-2026	Email settlement administrators for administration quotes	0.2	\$650.00	\$130.00
01-02-2026	Draft notice to mail with settlement checks	0.4	\$650.00	\$260.00

01-12-2026	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
01-20-2026	Revise Settlement Agreement	0.2	\$650.00	\$130.00
01-20-2026	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
01-28-2026	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
01-28-2026	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
01-28-2026	Finalize settlement agreement	0.1	\$650.00	\$65.00
01-28-2026	Call with Client	0.1	\$650.00	\$65.00
01-28-2026	Email to Client	0.1	\$650.00	\$65.00
02-02-2026	Email to David Mara	0.1	\$650.00	\$65.00
02-02-2026	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
02-05-2026	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
02-12-2026	Draft settlement approval motion	4.2	\$650.00	\$2,730.00
02-12-2026	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
02-12-2026	Communication with settlement administrator	0.1	\$650.00	\$65.00
02-17-2026	Email to Settlement Administrator	0.1	\$650.00	\$65.00
02-17-2026	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
02-18-2026	Continue drafting settlement approval motion and supporting documents	3.3	\$650.00	\$2,145.00
02-18-2026	Draft Case Management Conference Statement	0.2	\$650.00	\$130.00
02-18-2026	Email to settlement administrator	0.1	\$650.00	\$65.00
02-19-2026	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
02-19-2026	Review Court's Prior Orders on Settlement Approval	2.5	\$650.00	\$1,625.00
02-19-2026	Review and respond to email from Defendant's Counsel	0.1	\$650.00	\$65.00
02-24-2026	Review and respond to email from client	0.1	\$650.00	\$65.00
02-24-2026	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
03-02-2026	Email to Defendant's Counsel	0.1	\$650.00	\$65.00
03-02-2026	Draft Plaintiff's Declaration in Support of Settlement Approval	0.5	\$650.00	\$325.00
03-02-2026	Draft notice of motion	0.1	\$650.00	\$65.00
04-14-2026	Review and revise settlement approval motion	2.6	\$650.00	\$1,690.00
04-14-2026	Discussion with David Mara	1.2	\$650.00	\$780.00
05-11-2026	Finalize motion for filing	2.9	\$650.00	\$1,885.00
Matter Total		110.9		\$72,085.00

Julianne Cruz v. PMAB-8 LLC
Orange County Superior Court
Case No. 30-2023-01318976-CU-OE-CXC

Date	Cost Title/Description	Amount
02-03-2023	LWDA Filing Fee	\$ 75.00
04-14-2023	Case Initiation Documents - Filing Fee	\$ 1,490.98
04-17-2023	Case Initiation Documents - Process Service	\$ 35.00
04-21-2023	Proof of Summons - Filing Fee	\$ 13.65
04-28-2023	Jury Fees - Posting	\$ 168.08
05-11-2023	Discovery Process Service	\$ 35.00
05-11-2023	Discovery Process Service	\$ 139.50
08-16-2023	Document Downloads from ROA	\$ 7.50
08-16-2023	Document Downloads from ROA	\$ 7.50
08-16-2023	Document Downloads from ROA	\$ 7.92
10-09-2023	Amended Complaint - Filing Fee	\$ 15.65
10-12-2023	Document Downloads from ROA	\$ 7.50
10-16-2023	Application to Dismiss Class Allegations - Filing Fee	\$ 15.65
10-16-2023	Application to Dismiss - Courtesy Copies	\$ 51.48
10-31-2023	Document Downloads from ROA	\$ 7.50
12-07-2023	CMC Statement - Filing Fee	\$ 13.33
10-25-2024	CMC Statement - Filing Fee	\$ 17.76
04-03-2025	CMC Statement - Filing Fee	\$ 16.95
07-24-2025	CMC Statement - Filing Fee	\$ 19.20
09-29-2025	Mediation Fee	\$11,000.00
11-13-2025	CMC Statement - Filing Fee	\$ 19.20
	Matter Total	\$13,164.35



HUNTER ADR LLC

Hunter R. Hughes III
hrh@hunterADR.com

Telephone: (770) 809-6818 (o)

July 18, 2025

INVOICE

In the mediation matter styled as *Julianne Cruz v PMAB-8, LLC dba Paul Martin's American Grill and DOES 1-100*. Superior Court of the State of California in and for the County of Orange

David Mara, Esq. dmara@maralawfirm.com Jill Vecchi, Esq. jvecchi@maralawfirm.com MARA LAW FIRM, PC <i>Attorneys for Plaintiffs</i>	Jacqueline Cookerly Aguilera, Esq. Jackie.aguilera@morganlewis.com Kathryn T. McGuigan, Esq. Kathryn.mcguigan@morganlewis.com Anahi Cruz, Esq. Anahi.cruz@morganlewis.com Marcella.wagner@morganlewis.com MORGAN, LEWIS & BROCKIUS LLP <i>Attorneys for Defendant</i>
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For services rendered as mediator:

Date	Description
10/06/2025	Prepare for and attend mediation.

MEDIATION FEE:	\$22,000.00
DUE BY PLAINTIFF:	\$11,000.00
DUE BY DEFENDANT:	\$11,000.00

Please remit payment to:
1075 Peachtree Street, N.E., Suite 2550
Atlanta, GA 30309

Exhibit 6



February 3, 2023

Via Upload to the LWDA Website and U.S. Certified Mail

**NOTICE OF LABOR CODE VIOLATIONS PURSUANT TO
LABOR CODE SECTION 2699.3**

TO: California Labor and Workforce Development Agency; PMAB-8, LLC dba Paul Martin's American Grill

Julianne Cruz, on behalf of herself, others similarly situated, and the general public v. PMAB-8, LLC dba Paul Martin's American Grill

Factual Statement and Theories of Labor Code Violations

Julianne Cruz was formerly employed by PMAB-8, LLC dba Paul Martin's American Grill, (collectively referred to as "Paul Martins") in Rancho Cucamonga, California. Ms. Cruz worked as a bartender and server for Paul Martins in California within the last year. Ms. Cruz's employment with Paul Martins ended on or around December 21, 2022.

Ms. Cruz gives notice of her intent to file a lawsuit for violations of the Private Attorneys General Act of 2004 ("PAGA") for Paul Martins' failure to comply with California's wage and hour requirements on behalf of herself and similarly aggrieved employees.

Paul Martins is a restaurant employing non-exempt hourly servers, cooks, line cooks, hostesses, hosts, bartenders, busboys, dishwashers, and other non-exempt hourly workers in six locations throughout California, including locations in El Segundo, Irvine, Rancho Cucamonga, Roseville, San Mateo, and Westlake Village.

I. Paul Martins Fails to Pay All Straight Time Wages Owed

It is fundamental that an employer must pay its employees for all time worked. *California Labor Code* sections 218 and 218.5 provide a right of action for nonpayment of wages. *California Labor Code* section 222 prohibits the withholding of part of a wage. *California Labor Code* section 223 prohibits the payment of less than a statutory or contractual wage scale. *California Labor Code* section 1197 prohibits the payment of less than the minimum wage. *California Labor Code* section 1194 states that an employee receiving less than the legal minimum wage is entitled to recover in a civil action the unpaid balance of the full amount of this minimum wage. *California Labor Code* section 1194.2 states that an employee receiving less than the legal minimum wage is entitled to

recover liquidated damages in an amount equal to the wages unlawfully unpaid and interest thereon. *California Labor Code* section 224 only permits deductions from wages when the employer is required or empowered to do so by state or federal law or when the deduction is expressly authorized in writing by the employee for specified purposes that do not have the effect of reducing the agreed upon wage.

Paul Martins has a continuous policy of not compensating Ms. Cruz and similarly aggrieved employees for all hours worked. Specifically, Paul Martins has a continuous and consistent policy of requiring employees to work after before clocking in, after clocking out, and during meal periods. Ms. Cruz and the aggrieved employees are not paid for this time. For example, Ms. Cruz and the aggrieved employees would have to finish their prep duties after clocking out so they would not go into their sixth hour of work. When this occurred, Ms. Cruz and the aggrieved employees would clock out and then complete their prep duties. In addition, Ms. Cruz and the aggrieved employees would be required to answer questions from managers and co-workers before clocking in and after clocking out. Managers and co-workers would ask Ms. Cruz and the aggrieved employees for help before Ms. Cruz and the aggrieved employees clocked in or after they clocked out.

In addition, Ms. Cruz and the aggrieved employees are informed and believe and thereon allege that Paul Martins breached the legal duty to pay full wages to Ms. Cruz and the aggrieved employees by failing to pay for wages earned by Ms. Cruz and similarly aggrieved employees when they work through their meal periods, are not relieved of all work duties during their meal periods, and/or when Paul Martins required Ms. Cruz and the aggrieved employees to record a meal period when no meal period was taken. Specifically, Ms. Cruz and the aggrieved employees are not relieved of all duties during their meal periods. Paul Martins requires Ms. Cruz and the aggrieved employees complete work duties, such as prepping, while Ms. Cruz and the aggrieved employees are on unpaid meal periods, thereby denying them the right to be completely free from employer control under California law. Even if Ms. Cruz and the aggrieved employees did take a meal period, they were still required to monitor their phones for texts and/or calls in case any questions may arise regarding the aggrieved employee's designated areas, or the customers and food orders therein. Thus, Ms. Cruz and the aggrieved employees are owed wages for meal period time during which they are subject to Paul Martins' control and during which they are not free from all work duties.

In addition, IWC Wage Order 5-2001 section (5) requires employers to pay "reporting time pay." "Each workday an employee is required to report for work and does report, but is not put to work or is furnished less than half said employee's usual or scheduled day's work, but in no event for less than two (2) hours nor more than four (4) hours, at the employee's regular rate of pay, which shall not be less than the minimum wage." IWC Wage Order 5-2001(5); *see also Ward v. Tilly's Inc.* (2019) 31 Cal.App.5th 1167, 1182 (clarifying that telephonic reporting triggers reporting time pay requirements just as in-person reporting does). If an employee is required to report to work a second time in any one workday and is furnished less than two hours of work on the second reporting, he or she must be paid for two hours at his or her regular rate of pay, which shall not be less than the minimum wage.

Paul Martins fails to provide reporting time pay when Paul Martins calls or texts Ms. Cruz and

other similarly aggrieved employees to cancel their scheduled shifts or to modify and delay the start times of their scheduled shifts with very little notice. For example, Paul Martins would schedule Ms. Cruz to work a shift but would call Ms. Cruz right before her scheduled shift to tell her not to come in because the restaurant was slow. In addition, Paul Martins would schedule Ms. Cruz to work double shifts but would call Ms. Cruz right before her scheduled shift to tell her to come in at a later time because the restaurant was slow.

Paul Martins committed the acts alleged herein knowingly and willfully, with the wrongful and deliberate intention of injuring Ms. Cruz and the aggrieved employees. Paul Martins acted with malice or in conscious disregard of Ms. Cruz's and the aggrieved employees' rights.

These claims are for Ms. Cruz and all similarly situated non-exempt hourly servers, cooks, line cooks, hostesses, hosts, bartenders, busboys, dishwashers, and/or any similar job designations and titles, and all other similarly situated non-exempt aggrieved employees who worked for Paul Martins in California.

Ms. Cruz, as a representative of the people of the State of California, will seek any and all penalties otherwise capable of being collected by the Labor Commission and/or the Department of Labor Standards Enforcement (DLSE). This includes each of the following, as set forth in *California Labor Code* section 2699.5, which provides that section 2699.3(a) applies to any alleged violation of the following provisions: sections 510 and 1194.

II. Paul Martins Failed to Pay All Overtime Wages Owed

It is fundamental that an employer must pay its employees for all time worked. *California Labor Code* section 510 states that eight hours of labor constitutes a day's work. Any work in excess of eight hours in one workday and any work in excess of 40 hours in any one workweek and the first eight hours worked on the seventh day of work in any one workweek shall be compensated at the rate of no less than one and one-half times the regular rate of pay for an employee.

California Labor Code section 510 dictates that any work in excess of 12 hours in one day shall be compensated at the rate of no less than twice the regular rate of pay for an employee. In addition, any work in excess of eight hours on any seventh day of a workweek shall be compensated at the rate of no less than twice the regular rate of pay of an employee.

Paul Martins failed to pay overtime when Ms. Cruz and the aggrieved employees worked over eight (8) hours per day and when employees worked over forty (40) hours per week. Paul Martins failed to pay Ms. Cruz and the aggrieved employees for all hours worked, including hours worked over eight (8) hours in a day and forty (40) hours in a week.

Ms. Cruz and the aggrieved employees were deprived of wages for all overtime hours worked because Paul Martins failed to pay them overtime wages for all overtime hours worked. This resulted in Ms. Cruz and the aggrieved employees not being paid all overtime wages owed to them.

Specifically, Paul Martins has a continuous and consistent policy of requiring employees to work after before clocking in, after clocking out, and during meal periods. Ms. Cruz and the aggrieved

employees are not paid for this time. For example, Ms. Cruz and the aggrieved employees would have to finish their prep duties after clocking out so they would not go into their sixth hour of work. When this occurred, Ms. Cruz and the aggrieved employees would clock out and then complete their prep duties. In addition, Ms. Cruz and the aggrieved employees would be required to answer questions from managers and co-workers before clocking in and after clocking out. Managers and co-workers would ask Ms. Cruz and the aggrieved employees for help before Ms. Cruz and the aggrieved employees clocked in or after they clocked out. When employees work over eight hours in a shift, this unpaid time must be paid at an overtime rate.

In addition, Ms. Cruz and the aggrieved employees are informed and believe and thereon allege that Paul Martins breached the legal duty to pay full wages to Ms. Cruz and the aggrieved employees by failing to pay for wages earned by Ms. Cruz and similarly aggrieved employees when they work through their meal periods, are not relieved of all work duties during their meal periods, and/or when Paul Martins required Ms. Cruz and the aggrieved employees to record a meal period when no meal period was taken. Specifically, Ms. Cruz and the aggrieved employees are not relieved of all duties during their meal periods. Paul Martins requires Ms. Cruz and the aggrieved employees complete work duties, such as prepping, while Ms. Cruz and the aggrieved employees are on unpaid meal periods, thereby denying them the right to be completely free from employer control under California law. Even if Ms. Cruz and the aggrieved employees did take a meal period, they were still required to monitor their phones for texts and/or calls in case any questions may arise regarding the aggrieved employee's designated areas, or the customers and food orders therein. Thus, Ms. Cruz and the aggrieved employees are owed wages for meal period time during which they are subject to Paul Martins' control and during which they are not free from all work duties. When employees work over eight hours in a shift, this unpaid time must be paid at an overtime rate.

Therefore, Ms. Cruz and the aggrieved employees are informed and believe and thereon allege that Paul Martins breached the legal duty to pay full wages to Ms. Cruz by failing to pay Ms. Cruz and similarly aggrieved employees for time when Ms. Cruz and the aggrieved employees were not relieved of all duties and employer control. When Ms. Cruz and the aggrieved employees work over eight hours in a shift, these unpaid hours must be compensated at an overtime rate.

Ms. Cruz and the aggrieved employees have suffered, and continue to suffer, substantial unpaid wages, and lost interest on such wages, and expenses.

These claims are for Ms. Cruz and all similarly situated non-exempt hourly servers, cooks, line cooks, hostesses, hosts, bartenders, busboys, dishwashers, and/or any similar job designations and titles, and all other similarly situated non-exempt aggrieved employees who worked for Paul Martins in California.

Ms. Cruz, as a representative of the people of the State of California, will seek any and all penalties otherwise capable of being collected by the Labor Commission and/or the Department of Labor Standards Enforcement (DLSE) for violations of *California Labor Code* section 510.

III. Paul Martins Failed to Provide Lawful Meal Periods

Under *California Labor Code* section 512 no employer shall employ any person for a work period of more than five (5) hours without providing a meal period of not less than thirty (30) minutes. If an employee's complete day's working period is not more than six (6) hours, the meal period may be waived by *mutual* consent of the employer and employee. During this meal period of not less than thirty (30) minutes, the employee is to be completely free of the employer's control and must not perform any work for the employer. If the employee does perform work for the employer during the thirty (30) minute meal period, the employee has not been provided a meal period in accordance with the law. Also, the employee is to be compensated for any work performed during the thirty (30) minute meal period.

In addition, an employer may not employ an employee for a work period of more than ten (10) hours per day without providing the employee with another meal period of not less than thirty (30) minutes.

Paul Martins breached the legal duty to provide meal periods to employees by failing to provide employees with meal periods within the timeframes outlined by California law. Specifically, Paul Martins failed to provide Ms. Cruz and the aggrieved employees with meal periods within the first five continuous hours of work.

Paul Martins breached the legal duty to provide meal periods to employees by imposing a continuous and consistent policy and/or practice requiring Ms. Cruz and the aggrieved employees to continue working during their meal periods to satisfy the demanding workload duties imposed by Paul Martins, thereby denying Ms. Cruz and the aggrieved employees of the right to be completely free from employer control under California law. In order to keep up with her demanding workload, Ms. Cruz would often order food to eat while she continued working during busy shifts because taking even short breaks would be discouraged.

Alternatively, when Ms. Cruz and the aggrieved employees were able to take a meal period, Paul Martins breached the legal duty to provide meal periods to employees by imposing a continuous and consistent policy and/or practice requiring Ms. Cruz and the aggrieved employees keep their phones on and with them during their meal periods to answer any questions that may arise regarding the aggrieved employee's designated areas, or the customers and food orders therein.

Further, Paul Martins instituted a consistent policy/practice of not providing second meal periods to Ms. Cruz and all aggrieved employees and/or providing compensation in lieu thereof. Specifically, Ms. Cruz and the aggrieved employees work over ten-hour shifts but never received second meal periods.

By failing to provide statutory first and/or second meal periods, and by failing to provide compensation for unprovided meal periods, as alleged above, Paul Martins willfully violated the provisions of *California Labor Code* sections 226.7 and 512.

These claims are for Ms. Cruz and all similarly situated non-exempt hourly servers, cooks, line cooks, hostesses, hosts, bartenders, busboys, dishwashers, and/or any similar job designations and

titles, and all other similarly situated non-exempt aggrieved employees who worked for Paul Martins in California.

Ms. Cruz, as a non-exempt employee who unlawfully was deprived of first and second meal periods, is an aggrieved employee with standing to bring an action under the PAGA. Ms. Cruz has satisfied all prerequisites to serve as a representative of the general public to enforce California's labor laws, and the penalty provisions identified in *California Labor Code* section 2699.5 for violations of *California Labor Code* sections 226.7 and 512.

IV. Paul Martins Failed to Provide Lawful Rest Periods

Paul Martins has had a consistent policy and/or practice of not providing duty free paid ten (10) minute paid rest periods for every four (4) hours worked, or a major fraction thereof, to Ms. Cruz and the aggrieved employees.

Industrial Welfare Commission Order No. 5-2001 section 12(A) states “[e]very employer shall authorize and permit all employees to take rest periods, which insofar as practicable shall be in the middle of each work week period. The authorized rest period time shall be based on the total hours worked daily at the rate of ten (10) minutes net rest time per four hours or major fraction thereof.”

Paul Martins has had a consistent policy and/or practice of not providing paid rest periods to Ms. Cruz and all aggrieved employees and/or providing compensation in lieu thereof. Specifically, Ms. Cruz and the aggrieved employees are required to work shifts over three and a half (3.5) hours, six (6) hours, and ten (10) hours, but never received lawful first, second, third, or fourth rest breaks.

Paul Martins discouraged Ms. Cruz and the aggrieved employees from taking a rest period and breached the legal duty to provide rest periods to employees by imposing a continuous and consistent policy and/or practice of requiring Ms. Cruz and the aggrieved employees to work through rest periods and stay on premises during their rest periods to satisfy the demanding workload duties imposed by Paul Martins, thereby denying Ms. Cruz and the aggrieved employees of the right to be completely free from employer control under California law.

Alternatively, when Ms. Cruz and the aggrieved employees could take rest periods, Ms. Cruz and the aggrieved employees were not free of Paul Martins' control during rest periods because Paul Martins would require Ms. Cruz and the aggrieved employees monitor their phones for texts and/or calls in case any questions may arise regarding the aggrieved employee's designated areas, or the customers and food orders therein.

By failing to provide rest periods for every four (4) hours or major fraction thereof worked per day by non-exempt employees, and by failing to provide compensation for these unprovided rest periods, as alleged above, Paul Martins willfully violated the provisions of *California Labor Code* section 226.7 and Industrial Welfare Commission Order No. 5-2001 section 12(A).

These claims are for Ms. Cruz and all similarly situated non-exempt hourly servers, cooks, line cooks, hostesses, hosts, bartenders, busboys, dishwashers, and/or any similar job designations and titles, and all other similarly situated non-exempt aggrieved employees who worked for Paul

Martins in California.

Ms. Cruz, as a non-exempt employee who was unlawfully deprived of paid ten (10) minute rest periods, is an aggrieved employee with standing to bring an action under the PAGA. Ms. Cruz has satisfied all prerequisites to serve as a representative of the general public to enforce California's labor laws, and the penalty provisions identified in *California Labor Code* section 2699.5 and Industrial Welfare Commission Order No. 5-2001 section 20 for violations of *California Labor Code* section 226.7 and Industrial Welfare Commission Order No. 5-2001 section 12(A).

V. Paul Martins Failed to Pay Wages Due at Termination and During Employment

Paul Martins willfully failed to pay, in a timely manner, wages owed to the aggrieved employees who left Paul Martins' employ or who were terminated.

The aggrieved employees who ended their employment with Paul Martins during the last year were entitled to be promptly paid all lawful compensation, and other premiums, as required by *California Labor Code* sections 201 through 203.

At all relevant times, *California Labor Code* sections 201 and 202 provide that if an employer discharges an employee, the wages earned and unpaid at the time of discharge are due and payable immediately, and if an employee quits his or her employment, his or her wages shall become due and payable no later than seventy-two (72) hours thereafter, unless the employee has given seventy-two (72) hours' notice of his or her intention to quit, in which case the employee is entitled to his or her wages at the time of quitting.

During the relevant time period, Paul Martins intentionally and willfully failed to pay the aggrieved employees who are no longer employed by Paul Martins their wages that were earned and unpaid within seventy-two (72) hours of their leaving Paul Martins' employ.

Ms. Cruz's employment with Paul Martins ended on or about December 21, 2022.

Paul Martins has a continuous policy of not paying Ms. Cruz and similarly aggrieved employees for all hours worked. Specifically, Paul Martins has a continuous and consistent policy of requiring employees to work after before clocking in, after clocking out, and during meal periods. Ms. Cruz and the aggrieved employees are not paid for this time. For example, Ms. Cruz and the aggrieved employees would have to finish their prep duties after clocking out so they would not go into their sixth hour of work. When this occurred, Ms. Cruz and the aggrieved employees would clock out and then complete their prep duties. In addition, Ms. Cruz and the aggrieved employees would be required to answer questions from managers and co-workers before clocking in and after clocking out. Managers and co-workers would ask Ms. Cruz and the aggrieved employees for help before Ms. Cruz and the aggrieved employees clocked in or after they clocked out.

In addition, Ms. Cruz and the aggrieved employees are informed and believe and thereon allege that Paul Martins breached the legal duty to pay full wages to Ms. Cruz and the aggrieved employees when Ms. Cruz and the aggrieved employees are not relieved of all duties during their meal periods. Specifically, Paul Martins requires Ms. Cruz and the aggrieved employees complete

work duties such as prepping while Ms. Cruz and the aggrieved employees are on unpaid meal periods, thereby denying them the right to be completely free from employer control under California law. Even if Ms. Cruz and the aggrieved employees did take a meal period, they were still required to monitor their phones for texts and/or calls in case any questions may arise regarding the aggrieved employee's designated areas, or the customers and food orders therein, while Ms. Cruz and the aggrieved employees are on unpaid meal periods. Thus, Ms. Cruz and the aggrieved employees are owed wages for meal period time during which they are subject to Defendant's control and during which they are not free from all work duties.

Ms. Cruz and the aggrieved employees are informed and believe and thereon allege that Paul Martins breached the legal duty to pay full wages to Ms. Cruz by failing to pay Ms. Cruz and similarly aggrieved employees for time when Ms. Cruz and the aggrieved employees were not relieved of all duties and employer control.

In addition, Ms. Cruz and the aggrieved employees are informed and believe and thereon allege that Paul Martins failed to pay all meal and rest period premium wages owed to Ms. Cruz and the aggrieved employees at the time of their termination,

Paul Martins' willful failure to pay the aggrieved employees who are no longer employed by Paul Martins their wages, that were earned and unpaid, within seventy-two (72) hours of their leaving Paul Martins' employ, is in violation of *California Labor Code* sections 201 and 202.

California Labor Code section 203 provides that when an employer willfully fails to pay wages owed, in accordance with sections 201 and 202, the wages of the employee shall continue as a penalty from the due date thereof at the same rate until paid or until action is commenced; but the wages shall not continue for more than thirty (30) days.

These claims are for Ms. Cruz and all similarly situated non-exempt hourly servers, cooks, line cooks, hostesses, hosts, bartenders, busboys, dishwashers, and/or any similar job designations and titles, and all other similarly situated non-exempt aggrieved employees who worked for Paul Martins in California.

Ms. Cruz, as a representative of the people of the State of California, will seek any and all penalties otherwise capable of being collected by the Labor Commission and/or the Department of Labor Standards Enforcement ("DLSE"). This includes each of the following, as set forth in *California Labor Code* section 2699.5 for violations of sections 201 through 203.

VI. Paul Martins' Knowing and Intentional Failure to Comply with Itemized Employee Wage Statement Provisions

Section 226(a) of the *California Labor Code* requires Paul Martins to itemize in wage statements all deductions from payment of wages and to accurately report total hours worked by Ms. Cruz and the aggrieved employees.

California Labor Code section 226 subdivision (a) requires that Paul Martins, at the time of each payment of wages, "furnish each of his or her employees, either as a detachable part of the check,

draft, or voucher paying the employee's wages, or separately when wages are paid by personal check or cash, an accurate itemized statement in writing showing (1) gross wages earned, (2) total hours worked by the employee... (3) the number of piece-rate units earned and any applicable piece rate if the employee is paid on a piece-rate basis, (4) all deductions, provided that all deductions made on written orders of the employee may be aggregated and shown as one item, (5) net wages earned, (6) the inclusive dates of the period for which the employee is paid, (7) the name of the employee and only the last four digits of his or her social security number or an employee identification number other than the social security number, (8) the name and address of the legal entity that is the employer...(9) all applicable hourly rates in effect during the pay period and the corresponding number of hours worked at each hourly rate and the corresponding number of hours worked at each hourly rate by the employee..."

California Labor Code section 226, subdivision (a) also requires that "deductions made from payment of wages shall be recorded in ink or other indelible form, properly dated, showing the month, day, and year, and a copy of the statement and the record of the deductions shall be kept on file by the employer for at least three years at the place of employment or at a central location within the State of California" to itemize in wage statements and to accurately report the total hours worked and total wages earned.

Paul Martins has knowingly and intentionally failed to comply with *California Labor Code* section 226(a) on each and every wage statement provided to Ms. Cruz and the other aggrieved employees.

Paul Martins knowingly and intentionally failed to itemize and include all gross wages earned and the hourly rates in effect during the pay period on wage statements. Paul Martins further listed categories such as regular earnings, overtime earnings, and tips in multiple locations and in varying amounts, which prevented Ms. Cruz and similarly aggrieved employees from fully ascertaining whether all earned wages were paid. Paul Martins also included a "Memos" section itemizing "H" and "J1" without further description or explanation as to their purpose.

In every pay period during the period of the relevant statute of limitations, Paul Martins knowingly and intentionally did not itemize the total hours worked on wage statements as *California Labor Code* section 226(a), requires. Paul Martins has a continuous policy and/or practice of not compensating Ms. Cruz and similarly aggrieved employees for all hours worked. Specifically, Paul Martins has a continuous and consistent policy of requiring employees to work after before clocking in, after clocking out, and during meal periods. Ms. Cruz and the aggrieved employees are not paid for this time. For example, Ms. Cruz and the aggrieved employees would have to finish their prep duties after clocking out so they would not go into their sixth hour of work. When this occurred, Ms. Cruz and the aggrieved employees would clock out and then complete their prep duties. In addition, Ms. Cruz and the aggrieved employees would be required to answer questions from managers and co-workers before clocking in and after clocking out. Managers and co-workers would ask Ms. Cruz and the aggrieved employees for help before Ms. Cruz and the aggrieved employees clocked in or after they clocked out.

In addition, Ms. Cruz and the aggrieved employees are informed and believe and thereon allege that Paul Martins breached the legal duty to pay full wages to Ms. Cruz and the aggrieved employees when Ms. Cruz and the aggrieved employees are not relieved of all duties during their

meal periods. Specifically, Paul Martins often required Ms. Cruz and the aggrieved employees perform work duties even after clocking out for their meal periods. This included completing assigned tasks, such as prepping, while Ms. Cruz and the aggrieved employees are on unpaid meal periods, thereby denying them the right to be completely free from employer control under California law. Even if Ms. Cruz and the aggrieved employees did take a meal period, they were still required to monitor their phones for texts and/or calls in case any questions may arise regarding the aggrieved employee's designated areas, or the customers and food orders therein, even if Ms. Cruz or the aggrieved employee was off-the-clock.

Further, Paul Martins failed to include all meal and rest period premiums that were owed to Ms. Cruz and the aggrieved employees on wage statements.

Additionally, under *California Labor Code* section 246(i), "[a]n employer shall provide an employee with written notice that sets forth the amount of paid sick leave available, or paid time off leave an employer provides in lieu of sick leave, for use on either the employee's itemized wage statement described in Section 226 or in a separate writing provided on the designated pay date with the employee's payment of wages."

Pursuant to *California Labor Code* section 248.5, when an employer fails to provide paid sick days in accordance with *California Labor Code* section 246, and when an employer fails to maintain any records documenting hours worked and paid sick days accrued in accordance with *California Labor Code* section 247.5, the person acting "on behalf of the public as provided for under applicable state law shall, upon prevailing, be entitled only to equitable, injunctive, or restitutionary relief, and reasonable attorney's fees and costs."

Paul Martins fails to provide employees with a written notice that sets forth the amount of sick leave available for use, either in employees' itemized wage statements or in a separate writing provided to employees on the designated pay date.

Further, *California Labor Code* section 204(b) requires that "all wages earned for labor in excess of the normal work period shall be paid no later than the payday for the next regular payroll period." An employer complies with section 226(a) "if hours worked in excess of the normal work period during the current pay period are itemized as corrections on the paystub for the next regular pay period. Any corrections set out in the subsequently issue paystub shall state the inclusive dates of the pay period for which the employer is correcting its initial report of hours worked."

Paul Martins pays wages earned in the current pay period on the wage statement for the following pay period. Yet, Paul Martins fails to include the inclusive dates of the pay period in which the wages were earned with these corrections. For example, Paul Martins issues a wage statement several days prior to the end of the current pay period. Paul Martins then pays additional wages still owed due to work performed in the current pay period in the wage statement for the next pay period. Paul Martins fails, however, to state "the inclusive dates of the pay period for which the employer is correcting its initial report of hours worked." Cal. Lab. Code § 204(b)(2). This is in violation of *California Labor Code* section 226(a).

Throughout the statutory period, as a result of the knowing and intentional failure by Paul Martins to comply with itemized employee wage statement provisions, Ms. Cruz and the aggrieved employees have been able to reconstruct only a reasonable estimate of the hours worked and have, therefore, not received full compensation.

These claims are for Ms. Cruz and all similarly situated non-exempt hourly servers, cooks, line cooks, hostesses, hosts, bartenders, busboys, dishwashers, and/or any similar job designations and titles, and all other similarly situated non-exempt aggrieved employees who worked for Paul Martins in California.

Ms. Cruz, as a non-exempt employee who Paul Martins failed to provide accurate and itemized wage statements, is an aggrieved employee with standing to bring an action under the PAGA. Ms. Cruz has satisfied all prerequisites to serve as a representative of the general public to enforce California's labor laws, and the penalty provisions identified in *California Labor Code* section 2699.5 for violations of *California Labor Code* section 226.

VII. Paul Martins Underpaid Employees Every Pay Period

Section 558(a) of the *California Labor Code* subjects any employer or other person acting on behalf of an employer who violates, or causes to be violated, a section of this chapter or any provision regulating hours and days of work in any order of the Industrial Welfare Commission shall be subject to a civil penalty for every pay period for which the employee was underpaid, which includes the underpaid wages related to each violation.

Every pay period, Paul Martins failed to pay employees the legal minimum wage in violation of *California Labor Code* section 1197.1, and employees are entitled to underpaid wages pursuant to Section 558(a).

Paul Martins has had a continuous policy of not paying Ms. Cruz and similarly aggrieved employees for all hours worked, as outlined above.

Every pay period, Paul Martins failed to pay overtime when employees worked over eight (8) hours per day and when employees worked over 40 hours per week in violation of *California Labor Code* section 510, and employees are entitled to underpaid overtime wages pursuant to Section 558(a).

Every pay period, Paul Martins has had a consistent policy and/or practice of not providing lawful meal periods to Ms. Cruz and all aggrieved employees and/or providing compensation in lieu thereof in violation of *California Labor Code* section 512, and employees are entitled to underpaid meal period premium wages pursuant to Section 558(a).

Every pay period, Paul Martins has had a consistent policy and/or practice of not providing rest periods to Ms. Cruz and the aggrieved employees and/or providing compensation in lieu thereof, and employees are entitled to underpaid rest period premium wages pursuant to Section 558(a).

Ms. Cruz and the aggrieved employees have suffered, and continue to suffer, substantial unpaid

wages, and lost interest on such wages, and expenses.

These claims are for Ms. Cruz and all similarly situated non-exempt hourly servers, cooks, line cooks, hostesses, hosts, bartenders, busboys, dishwashers, and/or any similar job designations and titles, and all other similarly situated non-exempt aggrieved employees who worked for Paul Martins in California.

Ms. Cruz, as a non-exempt employee who unlawfully was underpaid every pay period during her employment, is an aggrieved employee with standing to bring an action under the PAGA. Ms. Cruz has satisfied all prerequisites to serve as a representative of the general public to enforce California's labor laws, and the penalty provisions identified in *California Labor Code* section 558(a) for violations of *California Labor Code* sections 510 and 512 and California's labor laws.

VIII. Paul Martins Failed to Pay Employees Twice Per Month

Section 204(a) of the *California Labor Code* required Paul Martins to pay Ms. Cruz and the aggrieved employees twice during each calendar month.

California Labor Code section 204 subdivision (a) provides “[a]ll wages . . . earned by any person in any employment are due and payable twice during each calendar month, on days designated in advance by the employer as the regular paydays. Labor performed between the 1st and 15th days, inclusive, of any calendar month shall be paid for between the 16th and 26th day of the month during which the labor was performed, and labor performed between the 16th and the last day, inclusive, of any calendar month shall be paid for between the 1st and 10th day of the following month.” For pay periods other than the 1st through the 15th and the 16th through the final day of the month, wages must be paid within seven (7) calendar days of the end of the payroll period in which the wages were earned. Cal. Lab. Code Section 204(d).

During the relevant time period, Paul Martins intentionally and willfully failed to pay Ms. Cruz and the aggrieved employees all their wages, that were earned and unpaid, twice during each calendar month. Alternatively, Paul Martins failed to pay wages earned within seven (7) calendar days of the end of the payroll period in which the wages were earned.

Paul Martins' failure to pay Ms. Cruz and the aggrieved employees their wages, that were earned and unpaid, twice during each calendar month and/or within seven (7) calendar days of the end of the payroll period in which the wages were earned, is in violation of *California Labor Code* section 204.

These claims are for Ms. Cruz and all similarly situated non-exempt hourly servers, cooks, line cooks, hostesses, hosts, bartenders, busboys, dishwashers, and/or any similar job designations and titles, and all other similarly situated non-exempt aggrieved employees who worked for Paul Martins in California.

Ms. Cruz, as a representative of the people of the State of California, will seek any and all penalties otherwise capable of being collected by the Labor Commission and/or the Department of Labor Standards Enforcement (“DLSE”). This includes each of the following, as set forth in *California*

Labor Code section 2699.5 for violations of section 204.

IX. Paul Martins Failed to Provide Paid Sick Days

Section 246(a) of the *California Labor Code* requires “an employee who, on or after July 1, 2015, works in California for the same employer for thirty (30) or more days within a year from the commencement of employment is entitled to paid sick days as specified in this section.” *California Labor Code* section 246, subdivision (b)(1), provides, in pertinent part, “an employee shall accrue paid sick days at the rate of not less than one hour per every thirty (30) hours worked, beginning at the commencement of employment or the operative date of this article, whichever is later.”

California Labor Code section 246(k) provides that, “[a]n employee may determine how much paid sick leave they need to use, provided that an employer may set a reasonable minimum increment, not to exceed two hours, for the use of paid sick leave.”

Under *California Labor Code* section 246(i), “[a]n employer shall provide an employee with written notice that sets forth the amount of paid sick leave available, or paid time off leave an employer provides in lieu of sick leave, for use on either the employee’s itemized wage statement described in Section 226 or in a separate writing provided on the designated pay date with the employee’s payment of wages.”

Pursuant to *California Labor Code* section 248.5, when an employer fails to provide paid sick days in accordance with *California Labor Code* section 246, and when an employer fails to maintain any records documenting hours worked and paid sick days accrued in accordance with *California Labor Code* section 247.5, the person acting “on behalf of the public as provided for under applicable state law shall, upon prevailing, be entitled only to equitable, injunctive, or restitutionary relief, and reasonable attorney’s fees and costs.”

Paul Martins failed to provide paid sick days for all hours worked in compliance with these sections. Paul Martins does not provide employees with written notice that sets forth the amount of sick leave available for use, either in employees’ itemized wage statements or in a separate writing provided to employees on the designated pay date.

These claims are for Ms. Cruz and all similarly situated non-exempt hourly servers, cooks, line cooks, hostesses, hosts, bartenders, busboys, dishwashers, and/or any similar job designations and titles, and all other similarly situated non-exempt aggrieved employees who worked for Paul Martins in California.

Ms. Cruz, as a representative of the people of the State of California, will seek all penalties otherwise capable of being collected by the Labor Commission and/or the Department of Labor Standards Enforcement (“DLSE”). This includes each of the following, as set forth in *California Labor Code* section 2699.5 for violations of section 246 and 247.5.

X. Conclusion

If after 65 days from the date of this letter, the LWDA does not take action or declines to intervene,

Ms. Cruz will file a complaint alleging PAGA violations, as described above.

Respectfully submitted,
MARA LAW FIRM, PC

A handwritten signature in black ink that reads "T. Getman". The signature is written in a cursive, flowing style.

Taylor Getman, Esq.

Attn: PAGA Administrator
California Labor and Workforce Development Agency
455 Golden Gate Avenue, 9th Floor
San Francisco, CA 94102
Via Web Submission
Via Certified Mail

CSC-Lawyers Incorporating Service
2710 Gateway Oaks Dr., Ste. 150N,
Sacramento, CA 95833
Agent for Service of Process for Defendant
PMAB-8, LLC dba "Paul Martin's American Grill"
Via Certified Mail

PMAB-8, LLC dba Paul Martin's American Grill
100 Spectrum Center Drive, Suite 1240
Irvine, CA 92618
Via Certified Mail

Case Name: Julianne Cruz v. Paul Martin's American Grill

PROOF OF SERVICE

STATE OF CALIFORNIA, COUNTY OF SAN DIEGO

I am employed in the County of: San Diego, State of California.

I am over the age of 18 and not a party to the within action; my business address is:
2650 Camino Del Rio N. Suite 302, San Diego, CA 92108

On February 3, 2023, I served the foregoing document(s) described as:

**NOTICE OF LABOR CODE VIOLATIONS PURSUANT TO LABOR CODE SECTION
2699.3**

On interested parties in this action by placing a true copy thereof enclosed in a sealed envelope addressed as follows:

CSC-Lawyers Incorporating Service
2710 Gateway Oaks Dr., Ste. 150N,
Sacramento, CA 95833
Agent for Service of Process for Defendant
PMAB-8, LLC dba "Paul Martin's American
Grill"
(Via Certified Mail)

Attn: PAGA Administrator
**California Labor and Workforce
Development Agency**
455 Golden Gate Avenue, 9th Floor
San Francisco, CA 94102
(Via Electronic Filing)

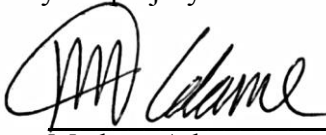
PMAB-8, LLC dba Paul Martin's American
Grill
100 Spectrum Center Drive, Suite 1240
Irvine, CA 92618
(Via Certified Mail)

[XX] (BY UNITED STATES CERTIFIED MAIL) On February 3, 2023, I enclosed the documents in a sealed envelope or package addressed to the persons at the addresses named above and deposited the sealed envelope with the United States Postal Service, with the postage fully prepaid.

[XX] (BY ELECTRONIC SUBMISSION) On February 3, 2023, I caused the documents to be sent to the persons at the electronic notification addresses of the parties named above. I did not receive, within a reasonable time after the transmission, any electronic message or other indication that the transmission was unsuccessful.

[XX] (DECLARATION) I declare under penalty of perjury under the laws of the State of California that the above is true and correct.

Dated: February 3, 2023


Mathew Adame

Matthew Adame

From: noreply@salesforce.com on behalf of LWDA DO NOT REPLY
<lwdadonotreply@dir.ca.gov>
Sent: Friday, February 3, 2023 4:23 PM
To: Matthew Adame
Subject: Thank you for submission of your PAGA Case.

2/3/2023

LWDA Case No. LWDA-CM-933808-23
Law Firm : Mara Law Firm, PC
Plaintiff Name : Julianne Cruz
Employer: PMAB-8, LLC dba Paul Martin's American Grill Filing Fee : \$75.00 IFP Claimed : No

Item submitted: Initial PAGA Notice

Thank you for your submission to the Labor and Workforce Development Agency. Please make a note of the LWDA Case No. above as you may need this number for future reference when filing any subsequent documents for this Case.

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

DIR PAGA Unit on behalf of
Labor and Workforce Development Agency

Website: http://labor.ca.gov/Private_Attorneys_General_Act.htm

Exhibit 7