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SUPERIOR COURT OF THE STATE OF CALIFORNIA
COUNTY OF CONTRA COSTA

URIEL OREGEL, as an individual and on behalf
of all employees similarly situated,

Plaintiff,

v.

DIABLO RANGE FRAMING, INC., a
California Corporation; and DOES 1 through 50,
inclusive,

Defendants.

Case No.: C23-00697

[Assigned for all purposes to Hon. Charles S Treat,
Dept. 12]

**CLASS AND PAGA REPRESENTATIVE
ACTION**

**DECLARATION OF LILIT TUNYAN IN
SUPPORT OF PLAINTIFF'S MOTION FOR
FINAL APPROVAL OF CLASS AND PAGA
REPRESENTATIVE ACTION
SETTLEMENT**

Date: January 9, 2024
Time: 9:00 a.m.
Courtroom: Dept. 12
Judge: Hon. Charles S Treat

Action Filed: March 29, 2023
Trial: Not Set

DECLARATION OF LILIT TUNYAN

I, LILIT TUNYAN, declare as follows:

1. I am admitted, in good standing, to practice as an attorney in the State of California, the United States District Courts for the Central, Eastern, Southern and Northern Districts of California. I am the founding partner at the law firm of Tunyan Law, APC. I am a fully qualified, adult resident of the State of California, and, if called as a witness herein, I would testify truthfully to the matters set forth herein. All of the matters set forth herein are within my personal knowledge, except those matters that are stated to be upon information and belief. As to such matters, I believe them to be true. I am one of the attorneys of record for Plaintiff URIEL OREGEL ("Plaintiff").

2. This Declaration is submitted in support of Plaintiff's Motion for Final Approval of Class and PAGA Representative Action Settlement.

BACKGROUND

3. On March 29, 2023, Plaintiff filed a putative Class Action alleging the following labelled causes of action: (1) failure to pay all wages (Lab. Code §§ 204, 246, 510, 1194, 1998); (2) failure to provide meal periods (Lab. Code §§ 226.7, 512 and Wage Order); (3) failure to provide rest periods (Lab. Code §§ 226.7 and Wage Order); (3); (4) failure to maintain and provide accurate itemized wage statements (Lab. Code §§ 226(a) and 1174); (5) failure to indemnify necessary business expenses (Lab. Code § 2802); (6) failure to timely pay all wages and final wages (Lab. Code §§ 201, 202, 203, 204 and 210); (7) Unfair Business Practices in violation of Bus. & Prof. Code § 17200 et seq. On June 2, 2023, Plaintiff filed his First Amended Complaint adding the eighth case of action for civil penalties under the Labor Code Private Attorneys General Act of 2004 [Lab. Code § 2699, et seq.] ("PAGA"). (The "Action.") In the Complaint, Plaintiff sought to represent all persons that worked for Defendant in California as an hourly-paid, non-exempt employee at any time during the period beginning four years before the filing of the initial complaint and ending when Notice to the Class is sent.

4. Plaintiff satisfied the administrative exhaustion requirement that is a prerequisite to filing a claim for Civil Penalties under the Labor Code Private Attorneys General Act of 2004 [Lab. Code § 2699, et seq.] ("PAGA"). On June 2, 2023, Plaintiff filed his First Amended Complaint adding the eighth case of action for civil penalties under the Labor Code Private Attorneys General Act of 2004 [Lab. Code

1 § 2699, et seq.] (“PAGA”).

2 5. The Parties have conducted formal and informal discovery and investigation of the facts
3 and law. Such discovery and investigation have included, inter alia, the exchange of data and
4 discoverable information in preparation for the mediation session. The Parties have analyzed payroll and
5 other data pertaining to Plaintiff and the Settlement Class during the relevant Settlement Period,
6 including but not limited to the numbers of former and current members of each purported subclass
7 within the Settlement Class, average workweeks, and average rate of hourly pay. In addition, Defendant
8 also provided documents reflecting their wage and hour policies and practices during the Settlement
9 Period.

10 6. After reviewing documents regarding Defendant’s wage and hour policies and practices
11 and other information obtained during the exchange of discovery, Class Counsel were able to evaluate
12 the probability of class certification, success on the merits, and the reasonably obtainable maximum
13 monetary exposure for all claims. Class Counsel reviewed these records and prepared a damage analysis
14 prior to mediation. Class Counsel also investigated the applicable law regarding the claims and defenses
15 asserted in the litigation.

16 7. On December 8, 2023, the Parties mediated before a mediator, Hon. Cecily Bond (Ret.),
17 who is a well-regarded mediator for wage and hour class action litigation. At the mediation, the Parties
18 discussed at length the burdens and risks of continuing with the litigation as well as the merits of the
19 claims and defenses. The Parties have been able to reach a settlement at the mediation with a gross
20 settlement amount (“GSA”) of \$220,000.00 in compromise of disputed claims asserted on behalf of the
21 below-defined Class consisting of approximately 720 members. The Parties have reached an agreement
22 regarding the substantive terms of a class-wide settlement, pending the Parties’ agreement on a long-
23 form class settlement agreement. The Parties then signed a long form settlement agreement. The Court
24 granted preliminary approval of that settlement on March 14, 2024.

25 8. The settlement approved by the Court on March 14, 2024 included an Escalator Clause
26 which stated that if it is later determined that, on the date of preliminary approval, the number of
27 workweeks in the Class Period is more than 10% greater than the estimated number of workweeks on
28 December 8, 2023 (9, 173 workweeks), Defendant can either have the Gross Settlement Amount

1 increased by 1% for each percent over the 10% threshold that the actual number of workweeks exceeds
2 the estimated number of workweeks, or have the Class Period end on the date that the estimated number
3 of workweeks exceed 10% threshold or 10,090 workweeks. During the process of mailing the class
4 notices, when Defendant provided the class data, it came to the Parties attention that the number of
5 employees and workweeks that was provided by Defendant at mediation was inaccurate and was
6 significantly higher than the class data provided at mediation (865 employees and 16,163 workweeks
7 instead of 720 employees and 9,173 workweeks). In lieu of seeking approval for the significantly
8 shortened Class Period from the Court, the Parties revised the Settlement Agreement and agreed to the
9 Gross Settlement Amount of \$255,000.00 with the class period to end on December 8, 2023. The court
10 approved the revised settlement agreement on August 22, 2024.

11 9. The revised Settlement Agreement included an Escalator Clause which stated that if it is
12 later determined that the number of workweeks in the Class Period is more than 10% greater than the
13 estimated number of workweeks on December 8, 2023 (16,163 workweeks), Defendant can either have
14 the Gross Settlement Amount increased by 1% for each percent over the 10% threshold that the actual
15 number of workweeks exceeds the estimated number of workweeks, or have the Class Period end on the
16 date that the estimated number of workweeks exceed 10% threshold or 17,780 workweeks. Upon
17 receipt of updated class data, the Parties have been informed that the Escalator Clause was triggered as
18 based on the updated class data provided by Defendant to the Settlement Administrator the number of
19 workweeks was 17,970.28 and the number of class members was 1,028 which exceeded 16,163 by
20 11.18%. Defendant has chosen to increase the Gross Settlement Amount from **\$255,000.00** to
21 **\$258,009.00** instead of cutting back the Class Period, and the class notices mailed to class members and
22 all calculations included the increased Gross Settlement Amount of \$258,009.00 for 1,028 class
23 members.

24 10. Plaintiff and Class Counsel are aware of the burdens of proof necessary to establish
25 liability for the claims asserted in the Action, both generally and in response to Defendant's defenses
26 thereto. Plaintiff and Class Counsel have also taken into account Defendant's agreement to enter into the
27 Settlement that confers substantial relief upon the Class. Based on the foregoing, Plaintiff and Class
28 Counsel have determined that the Settlement set forth in this Agreement is a fair, adequate, and

reasonable Settlement and is in the best interests of the Class. Solely for the purpose of settling this case, the parties agree that the requirements for establishing class action certification with respect to this class have been met and are met. If this Settlement is not approved by the Court for any reason, Defendant reserves its right to contest class certification. This Settlement, if approved by the Court, will result in the termination with prejudice of the litigation through the entry of the Judgment and the release of all Released Claims for all Class Members, including all within the class definition who have not elected to exclude themselves from the Settlement Class.

SUMMARY OF THE SETTLEMENT TERMS

11. Key provisions of the proposed settlement include the following:

- (a) Defendant agrees not to oppose certification of a Class for purposes of Settlement only (Settlement, ¶ 19);
- (b) **Settlement Amount:** Defendant will pay a maximum of **\$258,009.00**, referred to as the Gross Settlement Amount (or GSA herein) (Settlement, ¶ 26(c));
- (c) **Class Size:** approximately **1,028** individuals as of the date of mediation. (Tunyan Decl., ¶ 18.)
- (d) **Escalator Clause:** On December 8, 2023, Defendant represented that the number of workweeks worked in the Class Period for Class Members was approximately 16,163. If it is later determined that, the number of workweeks in the Class Period is more than 10% greater than the estimated number of workweeks on December 8, 2023, Defendant can either have the Gross Settlement Amount increased by 1% for each percent over the 10% threshold that the actual number of workweeks exceeds the estimated number of workweeks, i.e. exceeds 17,780 workweeks (if the number of workweeks increases by 11%, the Gross Settlement will increase 1%), or have the Class Period end on the date that the estimated number of workweeks exceed 10% threshold or 17,780 workweeks (the “Escalator Clause”). (Settlement, ¶ 26(d).) ***The Escalator Clause was triggered resulting in increase of GSA from***

1 **\$255,000.00 to \$258,009.00.**

- 2 (e) **Kullar/Munoz Analysis:** Plaintiff addresses the claims analysis herein, at Part
3 V.B.3, and in more detail the Declaration of Tunyan, at Paragraph 18;
- 4 (f) **No Reversion:** The Settlement is a non-reversionary settlement (Settlement, ¶
5 26(e));
- 6 (g) **Certification:** Plaintiff addresses certification requisites herein, at Part V.A., and
7 in the Declaration of Tunyan, at Paragraphs 34-40;
- 8 (h) **No Claim Form:** No claim form is required (Settlement., ¶ 26(f));
- 9 (i) **Class Release:** The Settlement will release specified wage-and-hour claims for
10 Class Members (those Class Members who do not opt out of the Settlement) as
11 defined by the First Amended Complaint (Settlement, ¶ 37);
- 12 (j) **PAGA Release:** The Class Members will release the PAGA Claims set forth in
13 this Action, that were identified in the Complaint and Plaintiff's LWDA Notice
14 Letter, regardless of whether they opt out of the class portion of the Settlement
15 (Settlement, ¶¶ 11, 14, 15 and 37(c)(3));
- 16 (k) **Release Effective Date:** The Release is not active until Defendant tenders all
17 payments required under the Settlement to the Settlement Administrator
18 (Settlement, ¶ 37(b));
- 19 (l) **Net Settlement Amount Available to the Class:** After deducting Class
20 Counsel's attorneys' fees and costs, service payment to Plaintiff, administration
21 costs, and the payment to the LWDA, the remainder will be available for
22 distribution to Class Members who do not opt out, with each Class Member
23 receiving a share based on the number of workweeks each Class Member worked
24 for a Defendant within the Class Period. The Net Settlement Amount is
25 estimated to be at least **\$127,266.73**, resulting in an average net payment per
26 Class Member of at least **\$123.8**, before any tax withholdings. (Settlement, ¶
27 26(g));
- 28 (m) **Tax Allocation:** The amounts distributed to Class Members will be characterized

as 20% alleged unpaid wages, 40% as unpaid penalties and 40% as unpaid interest, and PAGA Settlement Payments will be allocated as 100% penalties. (Settlement, ¶ 26(k));

(n) **Employer's Portion of Payroll Taxes Paid Separately:** Defendant's portion of payroll taxes (e.g., FICA, FUTA, etc.) owed on any settlement payments to Class Members that constitute wages will be paid separate and apart from the GSM (Settlement, ¶ 26(h));

(o) **Settlement Administrator:** The notice portion of the Settlement and distribution of funds will be administered by a third-party Administrator, Simpluris Inc., and the Parties estimated that the costs of administration should not reasonably exceed \$15,000.00. Simpluris Inc.'s low bid for settlement administration services in the amount of **\$8,000.00** was selected as the lowest bid from a competitive bidding process. (Settlement, ¶ 26(p));

(p) **Class Data for Administration:** The Settlement Administrator will receive the Class List within 15 calendar days of Preliminary Approval, use the NCOA database to update the Class List, and then use skip tracing on returned Notices (Settlement, ¶ 32(a));

(q) **Notice:** The Notice will issue within 14 days of receipt of the Class List (Settlement, ¶ 32(b)). The Notice describes how to dispute workweeks, submit and objection in writing, in person, or through an attorney, or request exclusion (Settlement, ¶ 26(s)).

(r) **Notice Language:** Notice will issue in English and Spanish (Settlement, ¶ 26(t));

(s) **Objections:** Objections can be submitted in person, through an attorney, or in writing to the Settlement Administrator, with no pre-requisite to being heard (Settlement, ¶ 26(x));

(t) **Exclusion Requests:** The procedure for exclusion requests, mailing a request to the Settlement Administrator, is the same as the procedure for submitting a writing objection (Settlement, ¶¶ 26(w) and 26(x));

- (u) **PAGA Allocation:** From the GSA, **\$30,000** will be allocated to settle claims brought pursuant to the California Private Attorneys General Act, Labor Code § 2699 et seq. (“PAGA”), and seventy-five percent (75%), or \$22,500, will be paid to the California Labor & Workforce Development Agency. (Settlement, ¶ 9.)
- (v) **Notice to LWDA:** Notice was provided prior to the filing of this Motion. Evidence is attached to Tunyan Declaration.
- (w) **Enhancement/Service Award to Plaintiff:** Defendant will not oppose the application for Class Representative Service Payment of **\$7,000.00** for Plaintiff, to be paid from the GSA (Settlement, ¶ 26(n));
- (x) **Fees and Costs:** Defendant will not oppose Class Counsel’s application for fees not to exceed 33 1/3% of the GSA (**\$85,000.00**), and actual costs, in an amount not to exceed **\$15,000**, to be paid out of the GSA (Settlement, ¶ 26(m)).
- (y) **Check Void Period:** Settlement checks will be valid for 180 days (Settlement, ¶ 34);
- (z) **Uncashed Checks:** Any settlement checks that are mailed to the Class Members and remain uncashed after 180 days of the date of issuance will be cancelled, and the moneys will be directed to the California State Controller’s Office for Unclaimed Property in the name of each Class Member who failed to cash their Settlement Payment (Settlement, ¶¶ 34-35);
- (aa) **Judgment Notice:** Judgment will be posted on the Settlement Administrator’s website after entry (Settlement, ¶ 30);
- (bb) **Confidentiality Provisions:** The Settlement permits Class Counsel to discuss the Settlement with Class Members (Settlement ¶ 58).

12. A true and correct copy of the AMENDED JOINT STIPULATION OF CLASS AND PAGA REPRESENTATIVE ACTION SETTLEMENT is attached hereto as Exhibit “1.”

THE SETTLEMENT IS FAIR, JUST AND REASONABLE

13. Plaintiff and counsel have diligently investigated the claims of the Class Members. Plaintiff and Class Counsel concluded, after taking into account the disputed factual and legal issues

involved in this Action, the substantial risks attending further prosecution, including risks related to the outcome of certification and possible summary judgment efforts, and the substantial benefits to be received pursuant to the compromise and settlement of the Action as set forth in the Settlement, that settlement on the terms agreed to are in the best interest of Plaintiff and the putative Class and are fair and reasonable. Plaintiff's counsel brought to bear a great deal of experience with class actions in negotiating the settlement of this case.

14. One fundamental purpose of the class action device is to promote efficiency. Resolution at this time will forestall the need for additional expensive and time-consuming litigation that could very well result in an outcome less satisfactory than that proposed under this settlement. But, before any other consideration, we have agreed to this settlement because it is objectively reasonable. The potential for resolution benefits the class members, since they do not have to wait additional years for a similar recovery. The efficiency of this litigation benefits the Court, the parties and their counsel. A class-wide resolution is the most realistic method for addressing the claims raised in this matter.

15. We have engaged in the necessary investigation in this case that made it possible for us to exercise informed judgment in those aspects of the settlement process in which we were involved. The exchange of time and wage data, wage and hour policy documents, and data about the composition of the Class, were sufficient to permit us counsel to adequately evaluate the settlement. We had more than enough information upon which to evaluate a fair and reasonable settlement amount.

16. We believe that the case was viable through to a trial. However, while Plaintiff asserts a belief that this is a viable case for trial, we realize that there are always significant risks associated with certification and trials, and those risks cannot be eliminated in this case. Continued litigation of this lawsuit presented Plaintiff and Defendant with substantial legal risks and costs that were (and continue to be) difficult to assess. The risks in this matter include:

- the risk that Plaintiff would be unable to establish liability for allegedly unpaid straight time or overtime wages, see *Duran v. US Bank Nat'l Ass'n*, 59 Cal. 4th 1, 39 & fn. 33 (2014) ("*Duran*"), citing *Dilts v. Penske Logistics, LLC* 2014 WL 205039 (S.D. Cal. 2014);
- the risk that Defendant's meal and rest period policies might not ultimately support class certification or a class-wide liability finding, see *Duran*, 59 Cal. 4th at 14, n. 28 (citing

1 Court of Appeal decisions favorable on class certification issue without expressing opinion
2 as to ultimate viability of proposition);

- 3 • the risk that uncertainties pertaining to the ultimate legality of Defendant's policies and
4 practices could preclude class-wide awards of statutory penalties under Labor Code §§ 203
5 and 226(e);
- 6 • the risk that individual differences between Class Members could be construed as
7 pertaining to liability and not solely to damages, see *Duran*, 59 Cal. 4th at 19;
- 8 • the risk that individual differences between Class Members could be construed as
9 pertaining to liability and not solely to damages, see *Duran*, 59 Cal. 4th at 19;
- 10 • the risk that any civil penalties award under the PAGA could be reduced by the Court in its
11 discretion, see Labor Code § 2699(e)(1);
- 12 • the risk that class treatment could be deemed improper as to one or more claims, except for
13 settlement purposes;
- 14 • the risk that lengthy appellate litigation could ensue.

15 These risks are non-exhaustive. While we remain confident that we possess credible strategies for
16 responding to the legal and factual risks facing them, those risks cannot be disregarded. We carefully
17 considered the risks created by all of these uncontrollable factors when evaluating the reasonableness of
18 this proposed settlement. This Settlement provides a benefit to the Class Members that is very
19 reasonable in light of these particular risks.

20 17. The Settlement is the product of arm's-length negotiations between the Parties occurring
21 throughout the litigation. In light of the uncertainties of protracted litigation and the state of the law
22 regarding the legal positions of the Parties, the settlement amount reflects the best feasible recovery for
23 the Class Members. The settlement amount is, of course, a compromise figure. By necessity it took into
24 account risks related to liability, damages, and the defenses asserted by Defendant. Moreover, each
25 Class Member has been given the opportunity to opt-out of the Settlement, allowing those who feel they
26 have claims that are greater than the benefits they can receive under this Settlement to pursue their own
27 claims.

28 18. To the best of my knowledge, there are no other like claims asserted or filed by Class

1 Members. To the best of my knowledge, no Class Member has refrained from bringing an action with
2 claims similar to those raised in the Action, whether in reliance on the Action or otherwise, and who thus
3 might be prejudiced by dismissal of the Action.

4 THE EXPERIENCE OF CLASS COUNSEL

5 19. I am a founding partner of Tunyan Law, APC and has been engaged in the practice of
6 employment and labor law for about five years and focused exclusively on plaintiffs' employment law
7 and wage-and-hour class actions and more than twenty-four years in practice of law in general. I have
8 handled hundreds of wage-related class actions.

9 20. Prior to establishing my own practice, I was an associate attorney at Moon & Yang, APC and
10 Mahoney Law Group, APC. Since I was admitted to the California Bar, my practice has focused mainly
11 on labor and employment class action lawsuits involving California and federal labor laws. Along with
12 those firm's other attorneys I have successfully settled more than 50 class action and PAGA matters
13 during that time span and was routinely appointed lead or co-lead class counsel in courts in California
14 including by way of motion for class certification.

15 21. I received my Juris Doctorate from the State Yerevan University and my LL.M. from
16 University of Minnesota Law School. Prior to moving to California and starting to practice law in
17 California I practiced law in Armenia for about twenty years as a licensed attorney. I have been general
18 counsel and head of legal department for big telecommunication and financial corporations in Armenia
19 for the last 12 years prior to moving to California. I managed corporate legal department and corporate
20 legal and regulatory affairs and handled complex litigation matters as well as complex transactions for
21 many years.

22 22. I am a current member of the California Employment Lawyers Association (CELA) and
23 the California Consumer Attorneys Association of Los Angeles (CAALA). I have been an active
24 member of the State Bar of California in good standing.

25 23. I am experienced in prosecuting employment matters, particularly class actions, and I focused
26 a substantial percentage of my practice on wage, hour, and working conditions violations. In addition to
27 the present case, I represented plaintiffs and the class members and have extensively worked on many
28 wage-and-hour class cases and have been appointed as class or PAGA counsel along with other counsel

and co-counsel for wage-and-hour class action lawsuits in various counties throughout California such as: *Camposeco v. Smarte Carte, Inc.*, Los Angeles Superior Court, Case N 23STCV07897; *Bazan v. Casa Martin, LLC, et al.*, Los Angeles Superior Court, Case N 23STCV04670; *Powers v. Mario's Place Inc.*, Riverside County Superior Court, Case N CVRI2301652; *Viveros v. D and T Restaurants, Inc., at al.*, Los Angeles Superior Court, Case N 23STCV10019; *Rodriguez, et al. v. Roy Miller Painting, Inc.*, Orange County Superior Court, Case N 30-2023-01314830-CU-OE-CXC; *Empy v. 24 Windward Ave LLC*, Los Angeles County Superior Court, Case N 23STCV18608; *De Martinez v. Facility Services Partners, Inc.*, Riverside County Superior Court, Case N CVRI2304625; *Hernandez v. Caliber Aerospace, LLC, et al.*, Los Angeles Superior Court, Case N 23STCV20323; *Mejia v. KF Casitas, LLC*, Los Angeles Superior Court, Case N 23STCV06090; *Athey v. Walker Evans Enterprises*, Riverside Country Superior Court, Case N CVRI2301534; *White v. SGB Ventures, LLC*, Tulare County Superior Court, Case N VCU296946; *Galvan v. Western Sky Dairy, LLC*, Kern Country Superior Court, Case N BCV-23-100992; *Rocke v. Pink Chicku LLC*, Santa Clara County Superior Court, Case N23CV41357; *Gonzalez v. RV Retailer San Diego, LLC, et al.*, Riverside County Superior Court, Case N CVRI2301403; *Evans, et al. v. Downtown Women's Center*, Los Angeles County Superior Court, Case N 22STCV06578 (class certification motion granted in part); *Sanchez v. Anodizing Industries, Inc.*, Los Angeles County Superior Court, Case N 21STCV30722; *Godoy v. Intertrade Industries, LTD*, Orange County Superior Court, Case No. 30-2020-01151921-CU-OE-CXC; *Fuentes v. Actron Manufacturing Inc.*, Los Angeles Superior Court, Case N 20STCV31099; *Gonzalez v. Community Health Systems, Inc.*, San Bernardino County Superior Court, Case N CIVDS2015678; *Rodriguez v. Progress Lighting, Inc. et al.*, San Bernardino County Superior Court, Case N CIVDS2023894; *Castillo v. Gibson Overseas, Inc.*, San Bernardino Superior Court, Case N CIVDS2022537; *Mumphrey v. People's Care Northern California, Inc. et al.*, San Joaquin County Superior Court, Case N STK-CV-UOE-2019-0016397; *Ochoa v. Orlando Spring Corp*, Los Angeles Superior Court, Case N 20STCV343129; *Findley v. USC, et al.*, Los Angeles Superior Court, Case N 20STCV47290; *Maldonado v. Techmer PM, LLC*, Los Angeles Superior Court, Case N 20STCV21918; *Huerta v. IRS*, Los Angeles Superior Court, Case N 20STCV09163; *Mata v. Marukai Corporation*; Los Angeles Superior Court, Case N 20STCV00959; *Tapia v. Home &Body*;

1 Orange County Superior Court, Case N 30-2020-01155185-CU-OE-CXC; *Ruvalcaba v. Quinn*
2 *Group, Inc.*, Los Angeles Superior Court, Case N 20STCV41323; *Bravo v. FIDM*, Los Angeles
3 Superior Court, Case N 19STCV25338; *Lomeli v. Plaskolite et al.*, Los Angeles Superior Court,
4 Case N 21STCV14611; *Alcantar v. Classic Salads LLC*, Santa Cruz County Superior Court, Case N
5 21CV002309; *Casas v. Freedom Solar Services, et al.*, Los Angeles Superior Court, Case N
6 21STCV20233; *Serrano v. Barstow Community Hospital*, San Bernardino Superior Court, Case N
7 CIVDS2006967; *Lopez v. Fairway Staffing Services, et al.*, Los Angeles Superior Court, Case N
8 21STCV26640; *Linden v. Marugame Udon USA, LLC*, Los Angeles Superior Court, Case No.
9 20STCV00728; *Salter v. U.S. Reports, et al.*, Los Angeles Superior Court, Case N 19STCV30384;
10 *Perez v. Torn & Glasser, Inc.*, Los Angeles Superior Court, Case N 21STCV43614; *Gomez v. Arya*
11 *Ice Cream Distributing Co., Inc*, Los Angeles Superior Court, Case N 21STCV31170; *Herrera v.*
12 *Coastal Construction & Lumber*, Santa Cruz County Superior Court, Case N 22CV394683; *Garcia*
13 *v. San Jose Water Company*, Santa Clara County Superior Court, Case No. 22CV396328; *Ramirez v.*
14 *Partners Personnel Management Services LLC*, Los Angeles Superior Court, Case N
15 21STCV31253; *Ramirez v. Merrill Gardens LLC*, Eastern District Court of California, Case N1:22-
16 cv-00542-DAD-SAB; *Garcia v. Tri-Valley Plastering, Inc.*, Fresno County Superior Court, Case N
17 22CECG00591; *Garcia v. South Valley Companies, Inc.*, Kern County Superior Court, Case N
18 BCV-22-100465; *Morales v. Wiseguys Custom Home Theater, LLC*, San Diego Superior Court, Case
19 N37-2019-00070151-CU-OE-CTL.

20 24. Artur Tunyan is another partner and attorney at Tunyan Law, APC. He received his Juris
21 Doctorate from the State Yerevan University and his LL.M. from the American University of Armenia
22 and University of Illinois Chicago, School of Law. Prior to moving to California and starting to practice
23 law in California he practiced law in Armenia for about twenty-five years. He oversaw international
24 donor-funded projects for the judiciary and managed public-private partnership initiatives in sectors such
25 as energy, banking, finance, and aviation. He managed complex transactions and litigation matters for
26 many years.

27 25. My current contingent billing rate is consistent with my practice area, legal market and
28 accepted hourly rates considering also that I practiced law in another country for additional 20 years

1 which brings a total of almost 25 years of experience practicing law. The 2023-2024 Adjusted Laffey
2 Matrix states that an attorney with 4 to 7 years experience can reasonably charge \$538 per hour. See
3 <http://www.laffeymatrix.com/see.html>.

4 REASONABLENESS OF THE REQUESTED FEE AWARD

5 26. When this case was taken on a contingent fee basis, with the firm agreeing to assume
6 responsibility for litigation costs, the ultimate result was far from certain. In the course of this litigation,
7 Tunyan Law, APC, paid filing fees, copy charges, Westlaw fees, and mailing, telephone and express
8 mail charges. There was never a guarantee that Tunyan Law, APC, would recoup those expenditures.
9 The firm took on this case, which necessarily required the firm to forego other opportunities, given finite
10 resources to devote to cases.

11 27. Because of the uncertainty of the outcome in this and other wage and hour litigation
12 undertaken by Tunyan Law, APC, we took this case with the expectation that a risk enhancement, either
13 in the form of a lodestar multiplier or a percentage of the fund award equivalent thereto, would be
14 available if we prevailed. This expectation stems from the fact that many cases we undertake as putative
15 class actions do not resolve successfully.

16 28. Class Counsel's experience in employment class actions was integral in evaluating the
17 strengths and weaknesses of the case against Defendant and the reasonableness of the settlement.
18 Practice in the narrow fields of wage and hour litigation requires skill and knowledge concerning the
19 rapidly evolving substantive law (state and federal), as well as the procedural law of class action
20 litigation.

21 29. In the past four years, I have settled many wage-and-hour class actions. Just as the
22 Court in *Chavez v. Netflix, Inc.*, 162 Cal. App. 4th 43, 66, n.11 (2008) observed, it has been my
23 experience, that attorney fee awards of one-third of a common settlement fund are the rule, rather than
24 the exception. Here, Class Counsel agrees that they will seek no more than one third of the settlement
25 amount in fees. This is consistent with common practice, consistent with Ninth Circuit practice,
26 consistent with California law approving the percentage of the fund method to award fees from a
27 common fund, *Laffitte v. Robert Half Intern. Inc.*, 1 Cal. 5th 480, 503 (2016), and not inappropriate in
28

light of the many hours expended by attorneys and paralegals performing work for Plaintiff before and after the filing of this matter. That work includes:

- (a) Numerous interviews with our client, Plaintiff, and review of documents provided by Plaintiff;
- (b) Legal research and investigation regarding the Defendant's practices at numerous points in the litigation;
- (c) Preparation of multiple drafts of the original class action complaint and finalization and filing of the original class action complaint;
- (d) Review of an amended complaint that added Plaintiff's PAGA claim, and finalization of that complaint;
- (e) Conducting formal discovery and responding to Defendant's more than 240 discovery requests and propounding discovery from Defendant;
- (f) Extensive "meet and confer" including preparing a detailed "meet and confer" letter regarding Defendant's discovery responses;
- (g) Extensive "meet and confer" efforts with Defendant's counsel regarding the sample size and to obtain relevant documents and information through informal discovery;
- (h) Analysis of the audit results and preparation of a damages model with the aid of a statistics expert;
- (i) Research and preparation of the mediation brief;
- (j) Attendance at mediation;
- (k) Drafting, negotiating, and reviewing multiple drafts of the Settlement and Amended Settlement and attachments;
- (l) Preparation of the initial motion for preliminary approval and multiple revisions and motion for preliminary approval of amended settlement approval thereafter;
- (m) Monitoring of the notice process, including review of data and mailing documents, as well as weekly status reports;

(n) Preparation of the initial motion for final approval and multiple revisions thereafter.

30. The actual lodestar incurred by Plaintiff's counsel is approximately **\$103,535.00** to date (and estimated to be **\$106,285.00** when all is done). The breakdown of work by attorney is as follows:

Attorney	Time	Rate	Total
Lilit Tunyan	182.6	\$550	\$100,430.00
Artur Tunyan	6.9	\$450	\$3,105.00
	189.5	Total:	\$103,535.00

31. I also anticipate that we will spend an additional 5 hours on this matter, appearing at the hearing of this Motion, working with the administrator to process the Settlement, and preparing final accounting filings after distribution of the Settlement, for an additional lodestar of \$2,750.00. The bottom line is that attorneys for Plaintiff invested substantial amounts of time pursuing discovery and evaluating data before and after the mediation in this matter. Those efforts led to this settlement.

32. The fee request is **\$85,000.00**, which is one third of the Gross Settlement Amount, as specified in the Settlement Agreement. As we are requesting a fee of **\$85,000.00**, this represents a **negative** multiplier of **1.25**, when compared to the recorded and estimated future lodestar of counsel, totaling **\$106,285.00** (\$103,535.00 + \$2,750.00) (using only the billed lodestar, and excluding estimated future work, **the negative** multiplier is **1.22**).

33. The Agreement also provides for the award of actual costs. Recoverable costs are capped at \$15,000.00 under the Settlement. Plaintiff's actual, out-of-pocket costs in taking on representation in this matter on a contingency basis are currently **\$8,242.27**, including future motion filing, proposed final approval order and judgment and final report filing fees, as set forth in **Exhibit "2."** The actual costs are significantly less than the capped costs. Therefore, Plaintiff requests an award of **\$8,242.27** to reimburse costs incurred in bringing this action.

**THE CONTRIBUTION OF PLAINTIFF AND THE REASONABLENESS OF THE REQUESTED
INCENTIVE AWARD**

34. Here, Plaintiff seeks an Enhancement Payment of up to **\$7,000.00**. This amount is very

1 reasonable given the risks undertaken by Plaintiff for involvement in the Action. Taking the risk of filing
2 a lawsuit against an employer deserves recognition, especially in light of the settlement achieved by
3 Plaintiff. Additionally, Plaintiff was actively involved in the litigation and settlement negotiations of this
4 Action, expending considerable effort in advancing the interests of the Class, *cooperated in responding*
5 *to formal discovery requests, verified the discovery responses and prepared and provided all documents*
6 *responsive to more than 240 discovery requests.* Plaintiff provided information to counsel before the
7 filing of this matter; assisted with the settlement process (which included conferring with counsel during
8 the preparation of Plaintiff's mediation brief); and, regularly conferred with counsel regarding the case
9 whenever questions arose. I estimate that Plaintiff contributed dozens of hours of time to the prosecution
10 of this matter. Plaintiff's Declaration also confirms that Plaintiff was an active participant in the filing
11 and settlement of this case. The enhancement also recognizes the considerable risks Plaintiff undertook
12 on behalf of the Class as well as the personal risk of facing intrusive discovery and potential disclosure to
13 future employers that Plaintiff sued a former employer, making future employment prospects uncertain
14 and that Plaintiff releases claims beyond wage-and-hour claims released by Class Members.

15 THE THIRD-PARTY ADMINISTRATOR

16 35. The parties have agreed that administration will be handled by a third-party administrator.
17 In counsel's experience as class counsel in similar wage-and-hour actions with a similar number of
18 employees, Simpluris Inc. is fully capable of administering the settlement at a competitive and
19 reasonable cost and should be approved by the Court to administer the settlement notice process.
20 Phoenix was selected because it submitted a low bid in the amount of **\$8,000.00** for administration
21 services. Simpluris Inc. has also provided a declaration confirming its experience and its implementation
22 of measures designed to protect Class Member data and Class Settlement funds.

23 DISTRIBUTION OF SETTLEMENT FUNDS IN TWO INSTALLMENT PAYMENTS

24 36. Given Defendant's cashflow issues Defendant agreed to fund the re-negotiated GSA in
25 two installment payments (\$223,009.00 (the increased GSA pursuant to the Escalator Clause of the
26 Agreement) to be distributed within fifteen days after final approval and the remaining \$35,000 within
27 five months after final approval). A settlement funding in two installment payments will not prejudice
28 Class Members and the State of California as Plaintiff, Class Members and the State of California will

1 receive their portion of the settlement funds from the first installment payment. The second installment
2 payment in the amount of \$35,000 will be directed to the payment of the remaining portion of the
3 attorneys' fees and the administration fees.

4 EXHIBITS

5 37. As noted above, a true and correct copy of the AMENDED JOINT STIPULATION OF
6 CLASS AND PAGA REPRESENTATIVE ACTION SETTLEMENT is attached hereto as **Exhibit "1."**
7 The Settlement includes Exhibit A (the "Notice").

8 38. Attached hereto as **Exhibit "2"** is a true and correct copy of Tunyan Law, APC's current
9 expense report for this matter.

10 39. Attached hereto as **Exhibit "3"** is a true and correct copy of the submission of the
11 settlement to the Department of Industrial Relations, through its online submission portal.

12 PAGA SETTLEMENT NOTIFICATION TO DIR

13 40. Counsel for Plaintiff provided notice of the requested approval of the PAGA settlement
14 through the online submission portal.

15 I declare under penalty of perjury, under the laws of the State of California, that the foregoing is
16 true and correct. Executed this 13th day of December 2024, at Glendale, California.

17 

18 _____
19 LILIT TUNYAN, "Declarant"

Exhibit “1”

Lilit Tunyan (SBN 329351)
ltunyan@tunyanlaw.com

Artur Tunyan (SBN 349174)
atunyan@tunyanlaw.com

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Attorneys for Defendant DIABLO RANGE FRAMING, INC.

SUPERIOR COURT OF THE STATE OF CALIFORNIA
COUNTY OF CONTRA COSTA

URIEL OREGEL, as an individual and on behalf
of all employees similarly situated,

Plaintiff,

v.

DIABLO RANGE FRAMING, INC., a
California Corporation; and DOES 1 through
50, inclusive,

Defendants.

Case No.: C23-00697

[Assigned for all purposes to Hon. Charles S
Treat, Dept. 12]

**JOINT STIPULATION OF AMENDED
CLASS AND PAGA REPRESENTATIVE
ACTION SETTLEMENT**

Action Filed: March 29, 2023
Trial: Not Set

**JOINT STIPULATION OF AMENDED CLASS AND PAGA REPRESENTATIVE ACTION
SETTLEMENT**

This Joint Stipulation of AMENDED Class and PAGA Representative Action Settlement (“Joint Stipulation of Settlement” or “Settlement” or “Agreement”) is made and entered into by and between Plaintiff URIEL OREGEL, individually, and on behalf of all others similarly situated, (“Plaintiff” or “Class Representatives”), and Defendant DIABLO RANGE FRAMING, INC. (“Defendant”). Plaintiff and Defendant are collectively referred to herein as “the Parties.”

THE PARTIES STIPULATE AND AGREE as follows:

DEFINITIONS

1. For purposes of this Settlement, “Complaint” refers to the operative complaint, which is the First Amended Complaint.
2. For purposes of this Settlement, this matter, entitled *Oregel v. Diablo Range Framing, Inc.*, Case No. C23-00697, is referred to herein as the “Action.”
3. For purposes of this Settlement, the “Class Period” is March 29, 2019 through December 8, 2023.
4. For purposes of this Settlement, the “Class” or “Class Members” consist of: All non-exempt employees of Defendant who worked in California during the Class Period. “Settlement Class Members” are those Class Members who do not submit timely exclusion requests to the Settlement Administrator. Defendant’s best estimate is that the Class included approximately 865 individuals on December 8, 2023.
5. For purposes of this Settlement, “Class Counsel” means TUNYAN LAW, APC.
6. For purposes of this Settlement, “Covered Workweeks” means the number of weeks a Class Member worked at Defendant’s locations in California during the Class Period.
7. For purposes of this Settlement, “Response Deadline” means the date sixty (60) days after the Settlement Administrator initially mails the Notice to Settlement Class Members and the last date on which Settlement Class Members may submit a request for exclusion or written objection to the Settlement. In the case of a re-mailed Notice, the Response Deadline will be the later of 60 calendar days

1 after initial mailing or 14 calendar days from re-mailing. The Response Deadline may be extended only as
2 expressly described herein.

3 8. For purposes of the Settlement, "Defendant's Counsel" means LEVANGIE LAW
4 GROUP.

5 9. For purposes of this Settlement, "PAGA Allocation" means the amount that the Parties
6 have agreed to allocate to resolution of the claim for violation of the Labor Code Private Attorneys
7 General Act of 2004 (Cal. Lab. Code §§ 2698, *et seq.*, "PAGA"). The Parties have agreed that the PAGA
8 Allocation will be \$30,000.00 from the Gross Settlement Amount. Pursuant to PAGA, Seventy Five
9 Percent (75%), or \$22,500.00, of the PAGA Allocation will be paid to the LWDA ("PAGA Penalty
10 Payment"), and Twenty Five Percent (25%), or \$7,500.00, of the PAGA Allocation will be included in the
11 Net Settlement Amount for PAGA Employees ("PAGA Settlement Payment").

12 10. For purposes of this Settlement, "PAGA Period" means the period between March 29, 2022
13 through December 8, 2023.

14 11. For purposes of this Settlement, "PAGA Employee" means all Class Members that worked
15 at any time during the PAGA Period. It is stipulated by the Parties that, for purposes of this Settlement, all
16 PAGA Employees are "aggrieved employees" as defined pursuant to PAGA. PAGA Employees cannot
17 opt out of the settlement of the PAGA claim.

18 12. For purposes of this Settlement, "PAGA Pay Periods" means the number of pay periods
19 each PAGA Employee worked during the PAGA Period.

20 13. For purposes of this Settlement, "PAGA Representatives" means Plaintiff.

21 14. For purposes of this Settlement, "Released PAGA Claims" means all claims asserted
22 through California Labor Code §§ 2698, *et seq.*, that were identified by the PAGA Representatives in the
23 Notice to the LWDA and are alleged in the Complaint. Plaintiff's Notice to the LWDA is attached hereto
24 as **Exhibit "A"**.

25 15. For purposes of this Settlement, "Released PAGA Claims Period" means the period
26 between March 29, 2022 through December 8, 2023.

27 16. For purposes of this Settlement, "Settlement Payments" means all of the payments to
28 Settlement Class Members (the "Settlement Class Payments") and all of the payments to the PAGA

Employees (the "PAGA Settlement Payment").

STIPULATED BACKGROUND

17. On March 29, 2023, Plaintiff filed a putative Class Action alleging the following labelled causes of action: (1) failure to pay all wages (Lab. Code §§ 204, 246, 510, 1194, 1998); (2) failure to provide meal periods (Lab. Code §§ 226.7, 512 and Wage Order); (3) failure to provide rest periods (Lab. Code §§ 226.7 and Wage Order); (3); (4) failure to maintain and provide accurate itemized wage statements (Lab. Code §§ 226(a) and 1174); (5) failure to indemnify necessary business expenses (Lab. Code § 2802); (6) failure to timely pay all wages and final wages (Lab. Code §§ 201, 202, 203, 204 and 210); (7) Unfair Business Practices in violation of Bus. & Prof. Code § 17200 et seq. On June 2, 2023, Plaintiff filed his First Amended Complaint adding the eighth case of action for civil penalties under the Labor Code Private Attorneys General Act of 2004 [Lab. Code § 2699, et seq.] ("PAGA"). (The "Action.") .

18. The parties agree that Plaintiff satisfied the administrative exhaustion requirement that is a prerequisite to filing a claim for Civil Penalties under the Labor Code Private Attorneys General Act of 2004 [Lab. Code § 2699, et seq.] ("PAGA") by submission of the notice to the LWDA and Defendant on March 28, 2023.

19. Solely for purposes of settling this case, the Parties and their respective counsel stipulate and agree that the requisites for establishing class certification with respect to the Class Members have been met and are met. More specifically, the Parties stipulate and agree that:

- (a) The Class is ascertainable and so numerous as to make it impracticable to join all Class Members.
- (b) There are common questions of law and fact including, but not limited to, the following:
 - 1) Whether or not Defendant paid proper wages to the Class;
 - 2) Whether or not Defendant provided meal periods to the Class;
 - 3) Whether or not Defendant provided rest periods to the Class;
 - 4) Whether or not Defendant paid compensation timely upon separation of employment to former Class Members;

- 5) Whether or not Defendant paid compensation timely throughout Class Members' employment;
- 6) Whether or not Defendant provided accurate itemized statements to the Class;
- 7) Whether or not waiting-time penalties are available to the Class for violation of California Labor Code § 203;
- 8) Whether or not Defendant maintained requisite records;
- 9) Whether or not Defendant paid proper meal period pay or rest period pay to the Class; and,
- 10) Whether or not Defendant engaged in unlawful or unfair business practices affecting the Class in violation of California Business and Professions Code §§ 17200-17208.

- (c) Plaintiff's claims are typical of the claims of the Class Members.
- (d) Plaintiff and Class Counsel will fairly and adequately protect the interests of the Class.
- (e) The prosecution of separate actions by individual members of the Class would create the risk of inconsistent or varying adjudications, which would establish incompatible standards of conduct.
- (f) With respect to the Class, questions of law and fact common to the members of the Class predominate over any questions affecting any individual member in such Class, and that a class action is superior to other available means for the fair and efficient adjudication of the controversy.

20. Should, for whatever reason, the Settlement not become effective, class certification as part of the Settlement shall have no bearing on and shall not be admissible in connection with whether the Class Members and/or the Class Claims should be certified in a non-Settlement context in this Action or in any other lawsuit. Defendant expressly reserves its right to oppose class certification in this or any other action should this Settlement not become effective.

21. Defendant denies any liability or wrongdoing of any kind whatsoever associated with the

1 claims alleged in the Complaint, and Defendant further denies that, for any purpose other than settling this
2 lawsuit, the action is appropriate for class or representative treatment. With respect to Plaintiff's claims,
3 Defendant contends, among other things, that Plaintiff and the Class Members have been paid proper
4 wages, have been provided meal periods, have been provided rest periods, have been paid timely wages
5 upon separation of employment, and have been provided with accurate itemized wage statements.
6 Defendant contends, among other things, that it has complied at all times with the California Labor Code
7 and the applicable Wage Orders of the Industrial Welfare Commission. Furthermore, with respect to all
8 claims, Defendant contends that it has complied at all times with the California Business and Professions
9 Code.

10 22. It is the desire of the Parties to fully, finally, and forever settle, compromise, and discharge
11 all disputes and claims arising from or related to the Complaint.

12 23. Class Counsel has conducted a thorough investigation into the facts of this Action,
13 including an extensive review of relevant documents, and has diligently pursued an investigation of the
14 claims of the Class and PAGA claims against Defendant. Based on its own independent investigation and
15 evaluation, Class Counsel is of the opinion that the Settlement with Defendant for the consideration and on
16 the terms set forth in this Joint Stipulation of Settlement is fair, reasonable, and adequate and is in the best
17 interest of the Class and PAGA employees in light of all known facts and circumstances, including the risk
18 of significant delay, the risk the Class will not be certified by the Court, defenses asserted by Defendant,
19 and numerous potential appellate issues. Defendant and Defendant's Counsel also agree that the
20 Settlement is fair and in the best interest of the Class.

21 24. The Parties agree to cooperate and take all steps necessary and appropriate to obtain
22 preliminary and final approval of this Settlement.

23 25. The Parties agree to stay all proceedings in the Action, except such proceedings necessary
24 to implement and complete the Settlement, pending the Final Approval hearing to be conducted by the
25 Court.

26 **PRIMARY TERMS OF SETTLEMENT**

27 26. NOW THEREFORE, in consideration of the mutual covenants, promises and agreements
28 set forth herein, the Parties agree, subject to the Court's approval, as follows:

1 (a) It is agreed by and among the Settlement Class, PAGA Employees, and Defendant
2 that this case and any claims, damages, or causes of action arising out of the
3 disputes which are the subject of this case, be settled and compromised as between
4 the Settlement Class, PAGA Employees, and Defendant, subject to the terms and
5 conditions set forth in this Settlement and the approval of the Court.

6 (b) Effective Date: The "Effective Date" of the Settlement means the date by
7 when both of the following have occurred: (a) the Court enters a Judgment on
8 its Order Granting Final Approval of the Settlement; and (b) the Judgment is
9 final. The Judgment is final as of the latest of the following occurrences: (a) if
10 no Class Member objects to the Settlement, the day the Court enters Judgment;
11 (b) if one or more Class Members objects to the Settlement, the day after the
12 deadline for filing a notice of appeal from the Judgment; or if a timely appeal
13 from the Judgment is filed, the day after the appellate court affirms the
14 Judgment and issues a remittitur.

15 (c) Gross Settlement Amount: Defendant's maximum total payment under the
16 Settlement, including all attorney's fees and costs, the Service Payment to the
17 named Plaintiff, the costs of settlement administration, the PAGA Allocation, and
18 any other payments provided by this Settlement, is Two Hundred Fifty-Five
19 Thousand Dollars (\$255,000.00) ("Gross Settlement Amount"), subject to the
20 Escalator Clause and except that, to the extent that any portions of the Class
21 Members' Settlement Payments constitute wages, Defendant will be separately
22 responsible for any employer payroll taxes required by law, including the employer
23 FICA, FUTA, and SDI contributions.

24 (d) Escalator Clause: On December 8, 2023, Defendant represented that the number of
25 workweeks worked in the Class Period for Class Members was approximately 16,
26 163. If it is later determined that, the number of workweeks in the Class Period is
27 more than 10% greater than the estimated number of workweeks on December 8,
28 2023, Defendant can either have the Gross Settlement Amount increased by 1% for

1 each percent over the 10% threshold that the actual number of workweeks exceeds
2 the estimated number of workweeks, i.e. exceeds 17,780 workweeks (if the number
3 of workweeks increases by 11%, the Gross Settlement will increase 1%), or have
4 the Class Period end on the date that the estimated number of workweeks exceed
5 10% threshold or 17,780 workweeks (the "Escalator Clause").

6 (e) Non-reversionary Settlement: No portion of the Gross Settlement Amount will
7 revert to Defendant.

8 (f) No Claims Required: Class Members will not be required to submit a claim to
9 receive their Settlement payment.

10 (g) Net Settlement Amount: The Net Settlement Amount shall be calculated by
11 deducting from the Gross Settlement Amount (\$255,000.00) the following sums,
12 subject to approval by the Court: (1) attorney's fees (not to exceed 33 and 1/3% of
13 the Gross Settlement Amount, or \$85,000.00); (2) reasonable litigation costs (not to
14 exceed \$15,000.00); (3) the Service Payment to Plaintiff in the amount of
15 \$7,000.00; (4) the PAGA Penalty Payment in the amount of \$22,500.00 (which is
16 75% of the PAGA Allocation); and (5) costs of settlement administration
17 (estimated not to exceed \$20,000). Settlement Payments to the Class Members and
18 PAGA Employees will be calculated by the Settlement Administrator and paid out
19 of the Net Settlement Amount as set forth below.

20 (h) Payroll Taxes and Required Withholdings: To the extent that any portions of the
21 Settlement Class Members' Settlement Payments constitute wages, Defendant will
22 be separately responsible for any **employer** payroll taxes required by law,
23 including the employer FICA, FUTA, and SDI contributions. Except for any
24 employer payroll taxes, it is understood and agreed that Defendant's maximum
25 total liability under this Settlement shall not exceed the Gross Settlement Amount.
26 The Settlement Administrator will calculate and submit the Defendant's employer
27 share of payroll taxes after advising Defendant of the total amount owed, in
28 aggregate, as employer-side payroll taxes and receiving a lump sum payment from

1 Defendant in that amount when the Gross Settlement Amount is delivered to the
2 Settlement Administrator.

3 (i) Settlement Class Payments (Excludes PAGA Payments): Settlement Class
4 Payments will be paid out of the Net Settlement Amount. Each Settlement Class
5 Member (i.e., those Class Members who do not opt out of the Class Settlement, as
6 defined above) will be paid a pro-rata share of the Net Settlement Amount, less the
7 PAGA Settlement Payments totalling \$7,500.00, as calculated by the Settlement
8 Administrator. The pro-rata share will be determined by comparing the individual
9 Settlement Class Member's Covered Workweeks employed during the Class
10 Period in California to the total Covered Workweeks of all the Settlement Class
11 Members during the Class Period as follows: [Workweeks worked by a Settlement
12 Class Member] ÷ [Sum of all Covered Workweeks worked by all Settlement Class
13 Members] × [Net Settlement Amount – all PAGA Settlement Payments] =
14 individual Settlement Payment for a Settlement Class Member. Settlement Class
15 Payments in the appropriate amounts will be distributed by the Settlement
16 Administrator by mail to the Settlement Class Members. Uncashed, unclaimed or
17 abandoned checks, shall be transmitted to the California Controller's Office, as set
18 forth below.

19 (j) PAGA Payments: PAGA Settlement Payments will be paid out of the Net
20 Settlement Amount. Each PAGA Employee will be paid a pro-rata share of the
21 PAGA Employees' PAGA Settlement Payment, as calculated by the Settlement
22 Administrator. Class Members will not be permitted to exclude themselves from
23 this portion of the Settlement. The pro-rata share will be determined by comparing
24 the individual PAGA Employees' PAGA Pay Periods during the PAGA Period to
25 the total PAGA Pay Periods of all the PAGA Employees during the PAGA Period
26 as follows: [PAGA Pay Periods worked by a PAGA Employee] ÷ [Sum of all
27 PAGA Pay Periods worked by all PAGA Employees] × [PAGA Settlement
28 Payment to Employees, i.e. \$7,500.00] = individual PAGA Employee's portion of

1 the PAGA Settlement Payment. PAGA Settlement Payments to PAGA
2 Employees in the appropriate amounts will be distributed by the Settlement
3 Administrator by mail to the PAGA Employees at the same time Settlement Class
4 Payments issue to the Settlement Class. Uncashed, unclaimed or abandoned
5 checks, shall be transmitted to the California Controller's Office, as set forth
6 below. The LWDA's PAGA Penalty Payment will issue to the LWDA at the same
7 time Settlement Payments issue to the Settlement Class.

8 (k) Allocation of Settlement Payments: The Parties have agreed that Settlement Class
9 Payments will be allocated as follows: 20% to wages, 40% to penalties and 40% to
10 interest. The PAGA Settlement Payment shares to PAGA Employees will be
11 entirely allocated to penalties. Appropriate federal, state and local withholding
12 taxes will be taken out of the wage allocations, and each Class Member will
13 receive an IRS Form W-2 with respect to this portion of the Settlement Payment.
14 The employer's share of payroll taxes and other required withholdings will be paid
15 as set forth above, including but not limited to the Defendant's FICA and FUTA
16 contributions, based on the payment of claims to the Class Members. IRS Forms
17 1099 will be issued to each Class Member reflecting the payments for penalties and
18 interest. Class Members are responsible to pay appropriate taxes due on the
19 Settlement Payments they receive. To the extent required by law, IRS Forms 1099
20 and W-2 will be issued to each Class Member with respect to such payments. All
21 PAGA Settlement Payments will be allocated as 100% penalties.

22 (l) Settlement Payments Do Not Give Rise to Additional Benefits: All Settlement
23 Payments to individual Class Members shall be deemed to be paid to such Class
24 Member solely in the year in which such payments actually are received by the
25 Class Member. It is expressly understood and agreed that the receipt of such
26 Settlement Payments will not entitle any Class Member to additional compensation
27 or benefits under any company bonus, contest or other compensation or benefit
28 plan or agreement in place during the period covered by the Settlement, nor will it

1 entitle any Class Member to any increased retirement, 401(k) benefits or matching
2 benefits or deferred compensation benefits. It is the intent that the Settlement
3 Payments provided for in this Settlement are the sole payments to be made by
4 Defendant to the Class Members, and that the Class Members are not entitled to
5 any new or additional compensation or benefits as a result of having received the
6 Settlement Payments (notwithstanding any contrary language or agreement in any
7 benefit or compensation plan document that might have been in effect during the
8 period covered by this Settlement).

9 (m) Attorney's Fees and Costs: Subject to approval by the Court, Defendant will not
10 object to Class Counsel's application for attorney's fees not to exceed 33 and 1/3%
11 of the Gross Settlement Amount (\$85,000.00) and reimbursement of litigation
12 costs and expenses not to exceed \$15,000.00. Approved attorney's fees and
13 litigation costs shall be paid at the same time Settlement Payments issue to the
14 Settlement Class.

15 (n) Service Payment: Subject to Court approval, and in exchange for a general release,
16 Defendant will not object to Class Counsel's application for a payment of
17 \$7,000.00 to Plaintiff for service as a Class Representative ("Service Payment"). It
18 is understood that the Service Payment is in addition to the individual Settlement
19 Payment to which a Class Representative is entitled to along with the other Class
20 Members. In exchange, Plaintiff have agreed to release all claims, demands,
21 rights, liabilities and causes of action of every nature and description
22 whatsoever, known or unknown, asserted or that might have been asserted,
23 whether in tort, contract, or for violation of any state or federal statute, rule or
24 regulation arising out of, relating to, or in connection with any act or omission
25 by or on the part of any of the Released Parties committed or omitted prior to
26 the execution hereof ("Plaintiff's Released Claims"). Plaintiff and Defendant
27 both stipulate and agree that each of them have expressly waived and
28 relinquished, to the fullest extent permitted by law, the provisions, rights and

benefits of Section 1542 of the California Civil Code, or any other provision under federal or state law, which provides:

A general release does not extend to claims which the creditor or releasing party does not know or suspect to exist in his or her favor at the time of executing the release, which if known by him or her must have materially affected his or her settlement with the debtor or released party.

The Parties understand that the General Release does not release any claims that they cannot lawfully release. It is also understood and agreed by Defendant that by this release Plaintiff is not waiving unemployment and/or any state disability insurance benefits pursuant to the terms of applicable state law, workers' compensation claims, any rights which are not subject to waiver as a matter of law.

(o) Defendant or the Settlement Administrator will issue an IRS Form 1099 for the Service Payment to the Plaintiff. The Plaintiff will be individually responsible for correctly characterizing this compensation on personal income tax returns for tax purposes and for paying any taxes on the amounts received. Plaintiff agrees not to opt out or object to the Service Payment as the Class Representative.

(p) Settlement Administrator: The Settlement Administrator will be Simpluris, Inc. Settlement Administration Costs are estimated not to exceed \$20,000.

(q) Funding of Settlement Account: Defendant will fund the settlement account and distribute Gross Settlement Amount in two installments. The first installment in the amount of \$220,000.00 will be funded by Defendant withing fifteen (15) calendar days of the Effective Date ("First Installment"). The second installment in the amount of \$35,000.00 will be funded by Defendant no later than five (5) months from the Effective Date ("Second Installment"). Defendant shall also fund the amounts necessary to fully pay Defendant's share of payroll taxes by transmitting the funds to the Settlement Administrator with each installment payment.

- 1
- 2 (r) Distribution and Mailing of Settlement Payments: The Administrator
- 3 shall mail checks from the First Installment no later than fourteen (14)
- 4 calendar days after receipt of the First Installment, in the following order
- 5 of priority from the First Installment: (i) full payment of the Service
- 6 Payment to Class Representative; (ii) full payment of LWDA PAGA
- 7 Payment; (iii) full payment of all Individual PAGA Payments; (iv) full
- 8 payment of all Individual Class Payments; (v) partial payment in the
- 9 amount of one half (50%) of the Administration Expenses Payment; (vi)
- 10 full payment of the Class Counsel costs, and (vii) partial payment in the
- 11 amount of the remainder of the First Installment after deduction of the
- 12 payments provided in subclauses (i)-(vii) to the Class Counsel Fees
- 13 Payment. The Administrator shall distribute funds from the Second
- 14 Installment no later than fourteen (14) calendar days after Defendant
- 15 funds the Second Installment, in the following order of priority from the
- 16 Second Installment: (i) the amount of the remaining half (50%) of the
- 17 Administration Expenses Payment, (ii) the amount of the remainder the
- 18 Class Counsel Fees Payment after deduction of the partial payment of
- 19 Class Counsel Fees received from the First Installment.
- 20 (s) Notice of Settlement: Each Class Member will be mailed a notice setting forth the
- 21 material terms of the proposed Settlement, along with instructions about how to
- 22 object or request exclusion from the proposed class action Settlement ("Notice").
- 23 For each Class Member, there will be pre-printed information on the mailed
- 24 Notice, based on Defendant's records, stating the Class Member's Covered
- 25 Workweeks during the Class Period and the estimated total Settlement Payment
- 26 under the Settlement, including the Settlement Class Payment and the PAGA
- 27 Settlement Payment that will be distributed irrespective of any exclusion request.
- 28 The pre-printed information based on Defendant's records shall be presumed to be

correct. A Class Member may dispute the pre-printed information on the Notice as to his or her Covered Workweeks during the Class Period. Class Members must submit any dispute regarding the information on the Notice as to his or her Covered Workweeks within the Response Deadline.

(t) Settlement Notice Language: The Notice will issue in English and Spanish.

(u) Class Members Cannot Exclude Themselves from the Released PAGA Claims: Class Members submitting a request for exclusion will nevertheless receive their pro-rata share of the PAGA Settlement Payment. If the Court approves the compromise of the PAGA Claim, all Class Members are bound by the Court's resolution of the PAGA Claim. Plaintiff shall serve a notice of settlement on the California Labor and Workforce Development Agency at or before the time Plaintiff files the motion for preliminary approval.

(v) Resolution of Workweek Disputes: If a Class Member disputes the accuracy of Defendant's records used to calculate Covered Workweeks, the Parties' counsel and the Settlement Administrator will review Defendant's records and any information or documents submitted by the Class Member in an attempt to resolve the dispute informally. If the dispute cannot be resolved informally by the Parties' counsel and the Settlement Administrator, the dispute, and all documents pertaining to the dispute, will be submitted to the Court for final resolution. The Class Member must submit information or documents supporting his or her position to the Settlement Administrator prior to the expiration of the Response Deadline. Information or documents submitted after the expiration of the Response Deadline will not be considered by the Settlement Administrator, unless otherwise agreed to by the Parties.

(w) Right of Class Member to Request Exclusion from the Settlement: Any Class Member may request to be excluded from the Class by returning a request for exclusion to the Settlement Administrator within the Response Deadline. A request for exclusion must clearly and unequivocally state a desire to be excluded from the

1 Class, with a statement comparable to the following:

2 "I WANT TO BE EXCLUDED FROM THE CLASS IN THE
3 OREGEL V. DIABLO RANGE FRAMING, INC. CLASS
4 ACTION LA WSUIT, PENDING IN CONTRA COSTA
5 COUNTY SUPERIOR COURT CASE NO. C23-00697."

6 No specific wording is required to state a request for exclusion, so long as it is clear
7 and unequivocal. Any request for exclusion must include the name, address,
8 telephone number, the last four digits of the Class Member's Social Security
9 Number or Employee ID (to confirm your identity and make certain that only
10 persons requesting exclusion are removed from the settlement) and your signature.
11 If a Class Member does not have a social security number and does not know his
12 Employee ID, he can contact the Settlement Administrator to arrange for an
13 alternate method of confirming his identity. Any such request must be made in
14 accordance with the terms of the Notice, and the Notice will advise Class Members
15 of these requirements. Any Class Member who timely requests exclusion in
16 compliance with these requirements (i) shall not have any rights under this
17 Settlement other than a right to receive a pro-rata share of the portion of the PAGA
18 payment allocated to the Class Members if the Class Member is also PAGA
19 Employee; (ii) shall not be entitled to receive any Settlement Payments under this
20 Settlement other than as stated in (i) in this paragraph; and (iii) shall not be bound
21 by this Settlement or the Court's Order and Final Judgment other than as it applies
22 to the PAGA Claim.

23 (x) Right of Settlement Class Member to Object to The Settlement: Any Class
24 Member may object to the Settlement. To object, the Class Member may (1)
25 appear in person (including through an audio or video call appearance as allowed
26 by the Court) at the Final Approval Hearing to explain any objection, (2) have an
27 attorney object for the Class Member, or (3) submit a simple written brief or
28 statement of objection to the Settlement Administrator. If any Class Member
chooses to submit a written objection, the written objection should contain

1 sufficient information to confirm the identity of the objector and the basis of the
2 objection, including (1) the full name of the Class Member; (2) the signature of the
3 Class Member; (3) the grounds for the objection; and (4) the case and number, and
4 (5) be postmarked within the Response Deadline to permit adequate time for
5 processing and review by the Parties of the written statement or objection. Class
6 Counsel shall ensure that any written objections are transmitted to the Court for the
7 Court's review (either by Class Counsel or as an attachment to declaration from the
8 Settlement Administrator). Regardless of the form, an objection alone will not
9 satisfy the requirement that a Settlement Class Member must either make a timely
10 complaint in intervention before final judgment or by file a motion to set aside and
11 vacate the class judgment under Code of Civil Procedure § 663 to have standing to
12 appeal entry of judgment approving this Settlement, as is required under the
13 California Supreme Court decision of *Hernandez v. Restoration Hardware*, 4 Cal.
14 5th 260 (2018). A Class Member who does not object prior to or at the Final
15 Approval Hearing, will be deemed to have waived any objections and will be
16 foreclosed from making any objections (whether at the Final Approval Hearing, by
17 appeal, or otherwise) to the Settlement. If the objecting Class Member does not
18 formally intervene in the action or move to set aside any judgment and/or the Court
19 rejects the Class Member's objection, the Class Member will still be bound by the
20 terms of this Agreement. Class Counsel and Defendant's Counsel may, at least
21 five (5) calendar days (or some other number of days as the Court shall specify)
22 before the final approval hearing, file responses to any written objections submitted
23 to the Court.

24 (y) Opt-in to Release Under Fair Labor Standards Act: Settlement Class Members will
25 be advised that they will opt-in to a settlement of claims for unpaid compensation
26 under the Fair Labor Standards Act ("FLSA") by cashing or otherwise depositing
27 the check for their Settlement Class Payment. This will be set forth in the Notice.
28

1 **THE SETTLEMENT ADMINISTRATOR'S PRIMARY DUTIES**

2 27. Subject to the Court's approval, and subject to reconsideration by the Parties after a
3 competitive bidding process, the Parties have agreed to the appointment of Simpluris Inc. to perform the
4 customary duties of Settlement Administrator. The Settlement Administrator will mail the Notice, both in
5 English and Spanish, to the Class Members.

6 28. The Settlement Administrator will independently review the Covered Workweeks
7 attributed to each Class Member and will calculate the estimated amounts due to each Class Member and
8 the actual amounts due to each Settlement Class Member in accordance with this Settlement. The
9 Settlement Administrator shall report, in summary or narrative form, the substance of its findings. The
10 Settlement Administrator shall be granted reasonable access to Defendant's records in order to perform its
11 duties.

12 29. In accordance with the terms of this Settlement, and within fourteen (14) calendar days of
13 receipt of the Gross Settlement Amount from Defendant, the Settlement Administrator will issue and send
14 out the Settlement Payment checks to the Class Members. Tax treatment of the Settlement Payments will
15 be as set forth herein, and in accordance with state and federal tax laws. All disputes relating to the
16 Settlement Administrator's performance of its duties shall be referred to the Court, if necessary, which will
17 have continuing jurisdiction over the terms and conditions of this Settlement until all payments and
18 obligations contemplated by this Settlement have been fully carried out. Within fourteen (14) calendar
19 days of receipt of the Gross Settlement Amount from Defendant the Settlement Administrator will also
20 distribute the Service Payment to Plaintiff, attorney's fees and costs to Class counsel, PAGA penalty
21 payment to LWDA and the Settlement Administrator's fees.

22 30. The Settlement Administrator will post the First Amended Complaint, the Settlement
23 Agreement, the court orders granting preliminary and final approval of the Settlement and final judgment
24 approving the Settlement on the Settlement Administrator's website for a period of not less than 90
25 calendar days after the final judgment is entered. The address of that website will be included in the
26 Notice.

27 **ATTORNEY'S FEES AND COSTS**

28 31. In consideration for resolving this matter and in exchange for the release of all claims by

1 the Class Members, including Plaintiff, and subject to approval by the Court, Defendant will not object to
2 Class Counsel's application for attorney's fees not to exceed 33 and 1/3% of the Gross Settlement Amount
3 (\$85,000.00 of \$255,000.00) and litigation costs not to exceed \$15,000.00. The amounts set forth above
4 will cover all work performed and all fees and costs incurred to date, and all work to be performed and all
5 fees and costs to be incurred in connection with the approval by the Court of this Settlement and
6 administration of the Settlement. Should the Court approve a lesser amount(s) of attorney's fees and/or
7 attorneys' costs, the difference between the lesser amount(s) and the maximum amount set forth above
8 shall be added to the Net Settlement Amount.

9 THE NOTICE PROCESS

10 32. A Notice in approximately the form attached hereto as **Exhibit "B"**, and as approved by
11 the Court, shall be sent by the Settlement Administrator to the Class Members by first class mail. The
12 Notice packet shall be translated into Spanish so that Spanish and English language versions of the Notice
13 packet are included in the mailing. Any returned envelopes from this mailing with forwarding addresses
14 will be utilized by the Settlement Administrator to forward the Notices to the Class.

- 15 (a) Within 15 calendar days from the date of preliminary approval of this Settlement
16 by the Court, Defendant shall provide to the Settlement Administrator a class
17 database containing the following information for each Class Member: (1) name;
18 (2) last known address; (3) social security number; and (4) dates of employment at
19 Defendant's location in California. This database shall be based on Defendant's
20 payroll and other business records and shall be provided in a format acceptable to
21 the Settlement Administrator. Defendant agrees to consult with the Settlement
22 Administrator prior to the production date to ensure that the format will be
23 acceptable to the Settlement Administrator. The Settlement Administrator will run
24 a check of the Class Members' addresses against those on file with the U.S. Postal
25 Service's National Change of Address List; this check will be performed only once
26 per Class Member by the Settlement Administrator. Absent mutual written
27 agreement of counsel for the Parties or Court order, the Settlement Administrator
28 will keep this database confidential and secure and use it only for the purposes

1 described herein, and will return this database to Defendant upon final approval of
2 the settlement or destroy electronic records containing the database after the
3 Settlement is final and all payments are distributed as required under this
4 Agreement. However, Plaintiff's Counsel shall be entitled to review anonymized
5 data showing the workweeks worked by each Class Member, with Class Member
6 identity concealed through use of an employee number or number assigned by the
7 Settlement Administrator.

8 (b) Within 14 calendar days after the Class database is provided to the Settlement
9 Administrator, the Settlement Administrator will mail the Notices to the Class
10 Members by First Class United States mail.

11 (c) Notices returned to the Settlement Administrator as non-deliverable on or before
12 the initial Response Deadline shall be resent to the forwarding address, if any, on
13 the returned envelope. A returned Notice will be forwarded by the Settlement
14 Administrator any time that a forwarding address is provided with the returned
15 mail. If there is no forwarding address, the Settlement Administrator will do a
16 computer search for a new address using the Class Member's social security
17 number or other information. In any instance where a Notice is re-mailed, that
18 Class Member will have until the extended Response Deadline as described above.
19 A letter prepared by the Settlement Administrator will be included in the re-mailed
20 Notice in that instance, stating the extended Response Deadline if different than the
21 original Response Deadline. Upon completion of these steps by the Settlement
22 Administrator, Defendant and the Settlement Administrator shall be deemed to
23 have satisfied their obligations to provide the Notice to the affected Class Member.
24 The affected Class Member shall remain a member of the Settlement Class and
25 shall be bound by all the terms of the Settlement and the Court's Order and Final
26 Judgment.

27 (d) Class Counsel shall provide to the Court, at least five calendar days prior to the
28 final approval hearing, or such other date as set by the Court, a declaration by the

1 Settlement Administrator of due diligence and confirming mailing of the Notices.

2 **DISPOSITION OF SETTLEMENT PAYMENTS AND UNCASHED CHECKS**

3 33. As set forth above, each Class Member will have until the expiration of the applicable
4 Response Deadline to submit to the Settlement Administrator any challenge or dispute to the Class
5 Member's Covered Workweek information on the Notice. No disputes will be honored if they are
6 submitted after the Response Deadline, unless the Parties mutually agree to accept the untimely dispute.
7 Each Class Member is responsible to maintain a copy of any documents sent to the Settlement
8 Administrator and a record of proof of mailing.

9 34. The Settlement Administrator shall cause the Settlement Payments to be mailed to the
10 Settlement Class Members and PAGA Employees as provided herein. Settlement Class Payments and
11 PAGA Payments may be combined into one check. Settlement Payment checks shall remain valid and
12 negotiable for 180 calendar days from the date of their issuance. Settlement Payment checks will
13 automatically be cancelled by the Settlement Administrator if they are not cashed by the Class Member
14 within that time, and the Class Member's relevant claims will remain released by the Settlement.
15 Settlement Payment checks which have expired will not be reissued.

16 35. Funds from uncashed or abandoned Settlement Payment checks, based on a 180-day void
17 date, shall be transmitted to the California State Controller's Office for Unclaimed Property in the name of
18 each Class Member who failed to cash their Settlement Payment check prior to the void date.

19 36. Upon completion of its calculation of Settlement Payments, the Settlement Administrator
20 shall provide Class Counsel and Defendant's Counsel with a report listing the amounts of all payments to
21 be made to Class Members (to be identified anonymously by employee number or other identifier). A
22 Declaration attesting to completion of all payment obligations will be provided to Class Counsel and
23 Defendant's Counsel and filed with the Court by Class Counsel.

24 **RELEASE BY THE CLASS**

25 37. Upon the final approval by the Court of this Settlement and Defendant's payment of all
26 sums due pursuant to this Settlement, and except as to such rights or claims as may be created by this
27 Settlement, the Class Representatives, the Class and each Class Member who has not submitted a valid
28 and timely request for exclusion as to claims other than the PAGA claim, will release claims as follows:

- 1 (a) **Identity of Released Parties.** The released parties are Defendant and any parent,
2 subsidiary, affiliate, predecessor or successor, and all agents, employees (current
3 and former), officers, directors, insurers and attorneys (collectively “Releasees”).
- 4 (b) **Date Release Becomes Effective.** The Released Claims will be released upon the
5 later of (1) the Settlement’s Effective Date, or (2) the satisfaction of Defendant’s
6 obligation to provide to the Settlement Administrator a sum in the amount required
7 to satisfy all required payments and distributions pursuant to this Settlement and
8 the Order and Judgment of final approval. Class Members will not release the
9 Released Claims or Released PAGA Claims until both the Effective Date of the
10 Settlement has occurred, and Defendant has paid all amounts owing under the
11 Settlement.
- 12 (c) **Claims Released by Settlement Class Members.** Each and every Class Member,
13 himself and each of their heirs, assigns and successors, unless he or she has
14 submitted a timely and valid Request for Exclusion (which will not effectuate an
15 opt-out from the release of Released PAGA Claims), hereby releases Releasees
16 from the following claims for the entire Class Period:
- 17 1) any and all claims stated in the Plaintiff’s First Amended Complaint, or
18 that could have been stated based on the facts alleged in the First
19 Amended Complaint, including but not limited to state wage and hour
20 claims (including all claims under the California Labor Code and
21 Industrial Welfare Commission Wage Orders) for unpaid wages,
22 minimum wage, overtime, meal periods, rest periods, wage statement
23 violations, interest, penalties, and attorney’s fees, waiting time penalties,
24 withholding from wages and the related provisions of the California
25 Labor Code and violations of California Unfair Competition Law (Cal.
26 Bus. & Prof. Code §§ 17200, et seq.) (“Released Claims”),
- 27 2) as to any Class Member who cashes their Settlement Payment, the signing
28 and negotiation of that check shall serve as the Class Member’s consent to

1 join the action for purposes of releasing claims arising under the Fair Labor
2 Standards Act that are related to the claims stated in the Complaint,
3 implicitly or explicitly; and,

- 4 3) in addition, as to *all* Class Members employed during the Released PAGA
5 Claims Period, whether requesting exclusion from the Settlement or not,
6 claims arising under the Private Attorneys General Act of 2004, Labor
7 Code § 2698 et seq., to the extent asserted in Plaintiff's administrative
8 exhaustion letter submitted to the LWDA (**Exhibit A**) and the First
9 Amended Complaint in this matter (i.e., the Released PAGA Claims).

10 **DUTIES OF THE PARTIES PRIOR TO COURT APPROVAL**

11 38. The Parties shall submit this Joint Stipulation of Class Action Settlement to the Court in
12 support of Plaintiff's unopposed motion for preliminary approval for determination by the Court as to its
13 fairness, adequacy, and reasonableness. Upon execution of this Joint Stipulation of Class and PAGA
14 Representative Action Settlement, the Parties shall apply to the Court for the entry of an order:

- 15 (a) Scheduling a final approval and fairness hearing on the question of whether the
16 proposed Settlement, including payment of attorney's fees and costs, and the Class
17 Representative's service payment, should be finally approved as fair, reasonable,
18 and adequate as to the members of the Class;
- 19 (b) Certifying a Class;
- 20 (c) Approving as to form and content the proposed Notice;
- 21 (d) Directing the mailing of the Notice;
- 22 (e) Preliminarily approving the Settlement, including Class and PAGA claims, subject
23 only to the objections of Class Members as to the Class Settlement and final review
24 by the Court;
- 25 (f) Conditionally appointing Plaintiff and Class Counsel as representatives of the
26 proposed Class Members; and,
- 27 (g) Appointing Simpluris Inc. as the Settlement Administrator, and order the
28 Settlement Administrator to issue Notices as outlined above.

39. Defendant and its counsel agree to cooperate to obtain approval of the Settlement, pursuant to the terms set forth herein.

DUTIES OF THE PARTIES FOLLOWING FINAL COURT APPROVAL

40. In conjunction with the hearing of a motion for final approval by the Court of the Settlement provided for in this Joint Stipulation of Settlement, Class Counsel will provide to Defendant's Counsel for review and approval and then submit to the Court a proposed final order and judgment containing provisions sufficient to accomplish the following:

- (a) Approving the Settlement, adjudging the terms thereof to be fair, reasonable and adequate, and directing consummation of its terms and provisions;
- (b) Approving Class Counsel's application for an award of attorney's fees and costs;
- (c) Approving the Service Payment to the Class Representative;
- (d) Adjudging the Settlement Administrator has fulfilled its initial notice and reporting duties under the Settlement.
- (e) Adjudging Plaintiff and Class Counsel may adequately represent the Final Settlement Class for the purpose of entering into and implementing the Agreement;
- (f) Entering a final judgment in the action as to all PAGA and Class Claims and related issues;
- (g) Adjudging that notwithstanding the submission of a timely request for exclusion, Class Members are still bound by the settlement and release of the Released PAGA Claims or remedies under the Judgment pursuant to *Arias v. Superior Court*, 46 Cal. 4th 969 (2009), as requests to be excluded from the Settlement do not apply to the Released PAGA Claims, and further affirms that the State's claims for civil penalties pursuant to PAGA are also extinguished;
- (h) Directing the posting of the settlement documents provided in Paragraph 30 and final judgment on a website maintained by the Settlement Administrator for a period of not less than 90 calendar days after entry of final judgment.

Any revised final judgments will also be provided to Defendant's Counsel for review and approval before they are submitted to the Court.

NULLIFICATION AND TERMINATION

41. This Settlement will be null and void if any of the following occur: (a) the Court should for any reason fail to certify a class for settlement purposes; (b) the Court should for any reason fail to preliminarily or finally approve of this Settlement in the form agreed to by the Parties, other than adjustments made to the attorney's fees and costs or granting of Service Payment or settlement money distribution terms; (c) the Court should for any reason fail to enter the final judgment; (d) the final judgment is reversed, modified, or declared or rendered void; or (e) the Settlement does not become final for any other reason.

42. If 40% or more of the Class Members opt out of this Settlement, then Defendant in its sole discretion may terminate, nullify and void this Settlement. The Settlement Administrator shall provide Defendant's Counsel with the information necessary to effectuate this provision on a regular basis, but no less frequently than on a monthly basis. To terminate this Settlement under this paragraph, Defendant's Counsel must give Plaintiff's Counsel written notice, by facsimile, e-mail, or mail, no later than five (5) days prior to the date of the Final Approval Hearing. If this option is exercised by Defendant, Defendant shall be solely responsible for the costs incurred by the Settlement Administrator for the settlement administration.

43. In the event this Settlement is nullified or terminated as provided above: (i) this Settlement shall be considered null and void, (ii) neither this Settlement nor any of the related negotiations or proceedings shall have any force or effect and no party shall be bound by any of its terms, and (iii) all Parties to this Settlement shall stand in the same position, without prejudice, as if the Settlement had been neither entered into nor filed with the Court.

PARTIES' AUTHORITY

44. The signatories hereto hereby represent that they are fully authorized to enter into this Settlement and bind the Parties hereto to the terms and conditions thereof.

MUTUAL FULL COOPERATION

45. The Parties agree to fully cooperate with each other to accomplish the terms of this Settlement including, but not limited to, execution of such documents and taking such other action as reasonably may be necessary to implement the terms of this Settlement. The Parties to this Settlement

1 shall use their best efforts, including all efforts contemplated by this Settlement and any other efforts that
2 may become necessary by order of the Court, or otherwise, to effectuate this Settlement and the terms set
3 forth herein. As soon as practicable after execution of this Settlement, Class Counsel shall, with the
4 assistance and cooperation of Defendant and Defendant's Counsel, take all necessary steps to secure the
5 Court's preliminary and final approval of this Settlement.

6 **NO PRIOR ASSIGNMENTS**

7 46. The Parties and their respective counsel represent, covenant, and warrant that they have not
8 directly or indirectly assigned, transferred, encumbered, or purported to assign, transfer, or encumber to
9 any person or entity any portion of any liability, claim, demand, action, cause of action or rights herein
10 released and discharged except as set forth herein.

11 **NO ADMISSION OF LIABILITY**

12 47. Nothing contained herein, nor the consummation of this Settlement, is to be construed or
13 deemed an admission of liability, culpability, negligence, or wrongdoing on the part of Defendant.
14 Defendant denies all the claims and contentions alleged by the Plaintiff in this case. The Defendant has
15 entered into this Settlement solely with the intention to avoid further disputes and litigation with the
16 attendant inconvenience and expenses.

17 **ENFORCEMENT ACTIONS**

18 48. The Parties agree that following entry of the Final Approval Order and Judgment, this
19 Agreement shall be enforceable by the Court and the Court shall retain exclusive and continuing
20 jurisdiction of the Action over all parties and the Class Members to interpret and enforce the terms,
21 conditions, and obligations of the Agreement pursuant to California Code of Civil Procedure section
22 664.6. In the event that one or more of the Parties to this Settlement institutes any legal action or other
23 proceeding against any other party or parties to enforce the provisions of this Settlement or to declare
24 rights and/or obligations under this Settlement, the successful party or parties shall be entitled to recover
25 from the unsuccessful party or parties reasonable attorney's fees and costs, including expert witness fees
26 incurred in connection with any enforcement actions.

27 **NOTICES**

28 49. Unless otherwise specifically provided herein, all notices, demands or other

communications given hereunder shall be in writing and shall be deemed to have been duly given as of the third business day after mailing by United States registered or certified mail, return receipt requested, addressed as follows:

Class Counsel:

Lilit Tunyan
ltunyan@tunyanlaw.com
 Artur Tunyan
atunyan@tunyanlaw.com
TUNYAN LAW, APC
 535 N. Brand Blvd., Suite 285
 Glendale, California 91203
 Telephone: (323) 410-5050

Counsel for Defendant:

Jeffery C. Long
jeffery.long@llg-law.com
 Teresa M. Boyd
teresa.boyd@llg-law.com
 Shawn C. Loorz
shawn.loorz@llg-law.com
LEVANGIE LAW GROUP
 2969 Prospect Park Drive, Suite 125
 Rancho Cordova, California 95670
 Telephone: (916) 443-4849
 Facsimile: (916) 443-4855

CONSTRUCTION

50. The Parties hereto agree that the terms and conditions of this Settlement are the result of lengthy, intensive arms-length negotiations between the Parties, and this Settlement shall not be construed in favor of or against any party by reason of the extent to which any party or his, her or its counsel participated in the drafting of this Settlement.

CAPTIONS AND INTERPRETATIONS

51. Paragraph titles or captions contained herein are inserted as a matter of convenience and for reference, and in no way define, limit, extend, or describe the scope of this Settlement or any provision hereof. Each term of this Settlement is contractual and not merely a recital.

MODIFICATION

52. This Settlement may not be changed, altered, or modified, except in writing and signed by the Parties hereto, and approved by the Court. This Settlement may not be discharged except by performance in accordance with its terms or by a writing signed by the Parties hereto.

INTEGRATION CLAUSE

53. This Settlement contains the entire agreement between the Parties relating to the Settlement and transaction contemplated hereby, and all prior or contemporaneous agreements,

1 understandings, representations, and statements, whether oral or written and whether by a party or such
2 party's legal counsel, are merged herein. No rights hereunder may be waived except in writing.

3 **WAIVER OF APPEALS**

4 54. The Parties agree to waive appeals and to stipulate to class certification for purposes of
5 implementing this Settlement only, with the exception that Class Counsel retains the right to appeal the
6 amount awarded as attorney's fees.

7 **BINDING ON ASSIGNS**

8 55. This Settlement shall be binding upon and inure to the benefit of the Parties hereto and
9 their respective heirs, trustees, executors, administrators, successors and assigns.

10 **CLASS COUNSEL SIGNATORIES**

11 56. It is agreed that because the members of the Class are so numerous, it is impossible or
12 impractical to have each member of the Class execute this Settlement. The Notice will advise all Class
13 Members of the binding nature of the Released Claims and Released PAGA Claims, and the release shall
14 have the same force and effect as if this Settlement were executed by each member of the Class.

15 **COUNTERPARTS**

16 57. This Settlement may be executed in counterparts and by electronic or facsimile signatures,
17 and when each party has signed and delivered at least one such counterpart, each counterpart shall be
18 deemed an original, and, when taken together with other signed counterparts, shall constitute one
19 Settlement, which shall be binding upon and effective as to all Parties.

20 **CONFIDENTIALITY & PUBLIC COMMENT**

21 58. The Class Representative and Class Counsel shall only disclose matters of public record
22 other than to Class Members, who may receive information about the Settlement that is not in the public
23 record after the Court has preliminarily approved the Settlement. Other than as to Class Members or as
24 expressly allowed below, the Parties and attorneys will keep the settlement confidential until the filing of
25 the motion for preliminary approval of the class settlement. Thereafter, the Parties agree to make no
26 comments to the media or otherwise publicize the terms of the Settlement, other than in court filings. Prior
27 to preliminary approval, the Class Representative is prohibited from discussing the terms or the fact of the
28 settlement with third parties other than (1) a spouse, (2) accountants or lawyers as necessary for tax

purposes, or (3) Class Members.

FINAL JUDGMENT

59. The Parties agree that, upon final approval of the Settlement, final judgment of this Action will be made and entered in its entirety. The final judgment may be included in the Order granting Final Approval of the Settlement.

IN WITNESS WHEREOF, the Parties hereto knowingly and voluntarily executed this Joint Stipulation of Class Action Settlement between Plaintiff and Defendant as set forth below:

IT IS SO STIPULATED.

Plaintiff & Class Representatives:

Dated: 6/6/2024 | 4:19 PM PDT

By: _____

DocuSigned by:

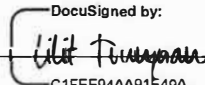
 2011623FE583434
URIEL OREGEL

Plaintiff's Counsel:

Dated: 6/6/2024 | 4:21 PM PDT

By: _____

TUNYAN LAW, APC

DocuSigned by:

 C1FEE94AA91E49A...

Lilit Tunyan
 Artur Tunyan

Attorneys for Plaintiff URIEL OREGEL

Defendant:

Dated: _____

DIABLO RANGE FRAMING, INC.

By: _____

Print Name

Signature

Title

1 purposes, or (3) Class Members.

2 **FINAL JUDGMENT**

3 59. The Parties agree that, upon final approval of the Settlement, final judgment of this Action
4 will be made and entered in its entirety. The final judgment may be included in the Order granting Final
5 Approval of the Settlement.

6 IN WITNESS WHEREOF, the Parties hereto knowingly and voluntarily executed this Joint
7 Stipulation of Class Action Settlement between Plaintiff and Defendant as set forth below:

8 IT IS SO STIPULATED.

9
10 **Plaintiff & Class Representatives:**

11 Dated: By: _____
12 **URIEL OREGEL**

13 **Plaintiff's Counsel:**

14 Dated: **TUNYAN LAW, APC**
15 By: _____
16 Lilit Tunyan
17 Artur Tunyan
18 Attorneys for Plaintiff **URIEL OREGEL**

19 **Defendant:**

20 Dated: 6/6/2024 **DIABLO RANGE FRAMING, INC.**

21
22 By: matt ellison
23 Print Name
24 *matt ellison*
25 Signature
26 owner
27 Title
28

1 Defendant's Counsel:

2 Dated: 6/6/24

LEVANGIE LAW GROUP

3
4 Jeffery C. Long
Shawn C. Looz

5 Attorneys for Defendant
6 DIABLO RANGE FRAMING, INC.
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Exhibit “A”



TUNYAN LAW

Lilit Tunyan, Esq.
1336 Rossmoyne Avenue,
Glendale, CA 91207
Tel: (323) 410-5050
ltunyan@tunyanlaw.com

March 28, 2023

VIA ONLINE SUBMISSION

Labor & Workforce Development Agency
Attn. PAGA Administrator
1515 Clay Street, Ste. 801
Oakland, CA 94612
PAGAFilings@dir.ca.gov

VIA CERTIFIED MAIL

Return Receipt Requested

Agent for Service of Process for
Diablo Range Framing, Inc.
Matthew Ellison
160 B Guthrie Lane Suite 13
Brentwood, CA 94513

**NOTICE OF LABOR CODE VIOLATIONS PURSUANT TO
LABOR CODE SECTION § 2698 ET SEQ.**

Re: *Uriel Oregel v. Diablo Range Framing, Inc.*

To Whom It May Concern:

Please be advised that my office has been retained by Uriel Oregel ("Plaintiff") to pursue a Labor Code Private Attorney General Act (PAGA) representative action (Cal. Lab. Code §§ 2699, *et seq.*) against his former employer Diablo Range Framing, Inc. ("Defendant"). The purpose of this letter is to comply with PAGA and set forth the facts and theories of California Labor Code violations which Plaintiff alleges Defendant engaged in with respect to Plaintiff and all of Defendant's aggrieved employees.

Plaintiff wishes to pursue a PAGA representative action on behalf of himself as an aggrieved employee, on behalf of the State of California, and on behalf of all other current and former aggrieved employees who worked for Defendant in California as an hourly paid, non-exempt

employee at any time within the applicable statutory period (hereafter, the “Aggrieved Employees”).

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

Factual Background Regarding Plaintiff's Employment with Defendant

Defendant owns and operates an industry, business, and establishment within the State of California, including Contra Costa County. As such, Defendant is subject to the California Labor Code and the Wage Orders issued by the Industrial Welfare Commission (“IWC”).

Plaintiff worked for Defendant as a laborer from approximately 2013 to December 22, 2022, primarily in Contra Costa County. Defendant classified Plaintiff as non-exempt from overtime. During the time period that Plaintiff was employed by Defendant, Plaintiff typically worked 5 days per week, and between 8 to 10 hours each workday.

Throughout Plaintiff's employment, Defendant committed numerous labor code violations under state law. As discussed below, Plaintiff's experience working for Defendant was typical and illustrative.

Failure to Pay for All Hours Worked, Including Overtime

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

In addition, Labor Code § 510 provides that employees in California shall not be employed more than eight (8) hours in any workday or forty (40) hours in a workweek unless they receive additional compensation beyond their regular wages in amounts specified by law.

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

In *Oliver v. Konica Minolta Business Solutions U.S.A., Inc.* (2020) 51 Cal.App.5th, the California Court of Appeal held that service technicians who used their personal vehicles to carry supplies and tools to and from customer locations "may" be entitled to compensation for their time driving from home to their first customer site in the morning and back to their home from their last customer site in the afternoon/evening, as well as mileage reimbursement.

Throughout the time period involved in this case, Defendant maintained a policy and practice of failing to pay Plaintiff and the Aggrieved Employees for all hours worked (including minimum wages, straight time wages and overtime wages). Defendant regularly used a system of time rounding in a manner that resulted, over a period of time, in failing to compensate Plaintiff and the Aggrieved Employees properly for all the time they have actually worked, even though the realities of Defendant's operations are such that it is possible, practical, and feasible to count and pay for work time to the minute. Accordingly, Defendant frequently paid Plaintiff and the Aggrieved Employees less than all their work time. Some of this unpaid work also should have been paid at the overtime rate. Throughout the statutory period, Defendant failed to maintain accurate time records and falsified Plaintiff's and the Aggrieved Employees' time records. Plaintiff and the Aggrieved employees were only required to input their scheduled start time on a handwritten paper timesheet. Plaintiff's and the Aggrieved Employees' scheduled shift end time as well as meal period scheduled start and end times were inputted by Plaintiff's and the Aggrieved Employees' supervisors or Defendant's secretary, as opposed to Plaintiff and the Aggrieved Employees clocking in and out electronically or recording their actual time on a handwritten timesheet. Defendant refused to permit Plaintiff and the Aggrieved Employees to personally record their actual time, and while recording Plaintiff's and the Aggrieved Employees time, falsified the time records by inputting not more than scheduled 8 hours in a single day, despite the fact that Plaintiff and the Aggrieved Employees regularly worked in excess of 8 hours per day, depriving Plaintiff and the Aggrieved Employees of wages, including overtime wages. In doing so, Defendant also failed to maintain accurate records of the hours Plaintiff and the Aggrieved Employees worked. Throughout the statutory period, Defendant also maintained a policy and practice of requiring Plaintiff and the Aggrieved Employees to perform work "off-the-clock". Approximately from April 2020 to May 2022 Defendant required Plaintiff and the Aggrieved Employees to arrive earlier than their scheduled shift to undergo COVID pre-screening and to sanitize their hands prior to clocking in to work but refused to pay for that time. Additionally, Defendant failed to reimburse Plaintiff and the Aggrieved Employees for the commute time to their jobsites as Plaintiff and the Aggrieved Employees were required to take the tools or materials necessary for their work home and take them back to the jobsite next day, and they were required to carry these tools and materials in their vehicles and were prevented from using the commute for their own purposes. Defendant also failed to compensate Plaintiff and the Aggrieved Employees for the commute to the jobsites which were longer than their normal commute. In maintaining a practice of not paying all wages owed, Defendant failed to maintain accurate records of the hours Plaintiff and the Aggrieved Employees worked.

As a result, Defendant is liable to Plaintiff and the Aggrieved Employees for the civil penalties provided for in Labor Code §§ 210, 558, 1197.1, and 2699(f)(2) for failing to pay for all hours worked, including overtime.

Failure to Provide Meal Periods

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

Despite these legal requirements, Defendant wrongfully failed to provide Plaintiff and the Aggrieved Employees with legally compliant meal periods. Defendant regularly required Plaintiff and the Aggrieved Employees to work in excess of five consecutive hours a day without providing a 30-minute, continuous and uninterrupted, duty-free meal period for every five hours of work, or without compensating Plaintiff and the Aggrieved Employees for meal periods that were not provided by the end of the fifth hour of work or tenth hour of work. Defendant did not adequately inform Plaintiff and the Aggrieved Employees of their right to take a meal period by the end of the fifth hour of work, or, for shifts greater than 10 hours, by the end of the tenth hour of work. Moreover, Defendant did not have adequate written policies or practices providing meal periods for Plaintiffs and the Aggrieved Employees, nor did Defendant have adequate policies or practices regarding the timing of meal periods. Plaintiffs and the Aggrieved Employees would often times miss their meal periods, have interrupted or short meal periods. In those occasions when Plaintiffs and the Aggrieved Employees had an opportunity to take their first meal periods, Defendant wrongfully required Plaintiffs and the Aggrieved employees to combine their 30-minute first meal periods with their first rest periods and have one 45- minute combined meal and rest break instead of taking separate meal periods and separate rest periods. Accordingly, Defendant's policy and practice was to not provide meal periods to Plaintiffs and the Aggrieved Employees in compliance with California law.

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

As a result, Defendant is liable to Plaintiff and the Aggrieved Employees for the civil penalties provided for in Labor Code §§ 210, 558, and 2699(f)(2) for failing to provide meal periods and pay meal period premium wages.

Failure to Authorize and Permit Rest Periods

Employers are required by California law to authorize and permit breaks of 10 uninterrupted minutes for each four hours of work or major fraction of four hours (i.e. more than two hours). Thus, for example, if an employee's work time is 6 hours and ten minutes, the employee is

entitled to two rest breaks. Each failure to authorize rest breaks as so required is itself a violation of California's rest break laws.

Defendant, however, wrongfully failed to authorize and permit Plaintiff and the Aggrieved Employees to take timely and duty-free rest periods. Defendant regularly required Plaintiff and the Aggrieved Employees to work in excess of four consecutive hours a day without Defendant authorizing and permitting them to take a 10 minute, continuous and uninterrupted, rest period for every four hours of work (or major fraction of four hours), or without compensating Plaintiff and the Aggrieved Employees for rest periods that were not authorized or permitted. Defendant did not adequately inform Plaintiff and the Aggrieved Employees of their right to take a rest period. Moreover, Defendant did not have adequate policies or practices permitting or authorizing rest periods for Plaintiffs and the Aggrieved Employees, nor did Defendant have adequate policies or practices regarding the timing of rest periods. Defendant did not schedule rest periods every 4 hours or a major fraction. Instead, Defendant wrongfully required Plaintiffs and the Aggrieved employees to combine their 30-minute first meal periods with their first rest periods and to take combined one 45-minute first meal and rest break instead of taking separate meal periods and separate rest periods. Plaintiffs and the Aggrieved Employees have never been authorized and taken their second and third rest periods. Accordingly, Defendant's policy and practice was for Plaintiffs and the Aggrieved Employees to work through rest periods and to not authorize or permit them to take any rest periods.

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

As a result, Defendant is liable to Plaintiff and the Aggrieved Employees for the civil penalties provided for in Labor Code §§ 210, 558, and 2699(f)(2) for failing to authorize and permit rest periods and pay rest period premium wages.

Failure to Maintain Accurate Records of Hours Worked

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

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

Throughout the statutory period, Defendant failed to maintain accurate time records and falsified Plaintiff's and the Aggrieved Employees' time records. Plaintiff and the Aggrieved employees were only required to input their scheduled start time on a handwritten paper timesheet. Plaintiff's and the Aggrieved Employees' scheduled shift end time as well as meal period scheduled start and end times were inputted by Plaintiff's and the Aggrieved Employees' supervisors or Defendant's secretary, as opposed to Plaintiff and the Aggrieved Employees clocking in and out electronically or recording their actual time on a handwritten timesheet. Defendant refused to permit Plaintiff and the Aggrieved Employees to personally record their actual time, and while recording Plaintiff's and the Aggrieved Employees time falsified the time records by inputting not more than scheduled 8 hours in a single day, despite the fact that Plaintiff and the Aggrieved Employees regularly worked in excess of 8 hours per day, depriving Plaintiff and the Aggrieved Employees of wages, including overtime wages.

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

As a result, Defendant is liable to Plaintiff and the Aggrieved Employees for the civil penalties provided for in Labor Code § 1174.5 for failing to maintain accurate records of hours worked and meal periods.

Failure to Reimburse and Indemnify Expenses

California Labor Code § 2802 requires employers to reimburse employees for their necessary expenditures and losses incurred in direct consequence of the discharge of their duties or of their obedience to directions of the employer.

Throughout the statutory period, Defendant wrongfully required Plaintiff and the Aggrieved Employees to pay expenses that they incurred in direct discharge of their duties for Defendant without reimbursement. Defendant required Plaintiff and the Aggrieved Employees to purchase

tools and materials necessary to perform their work but failed to reimburse for those tools. In those occasions when Defendant provided those tools to Plaintiff and the Aggrieved Employees, Defendant wrongfully deducted the costs of those tools and materials from Plaintiff's wages. Plaintiff also failed to reimburse Plaintiff and the Aggrieved Employees for personal cell phone usage as Plaintiff and the Aggrieved Employees used their personal cell phones to call and receive work related calls and text messages from their supervisors and Defendant's secretary regarding work assignments. Additionally, Defendant failed to reimburse Plaintiff and the Aggrieved Employees for the mileage when they used their personal vehicles to drive to the jobsites as Plaintiff and the Aggrieved Employees were required to take the tools or materials necessary for their work home and take them back to the jobsite next day, and they were required to carry these tools and materials in their vehicles and were prevented from using the commute for their own purposes.

incurred these substantial expenses as a direct result of performing their job duties for Defendant, and Defendant have failed to indemnify Plaintiff and the Aggrieved Employees for these employment-related expenses.

Failure to Timely Pay All Wages at Termination

Labor Code §§ 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 that if an employee voluntarily leaves his or her employment, his or her wages shall become due and payable not later than seventy-two (72) hours thereafter, unless the employee has given seventy-two (72) hours previous 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.

Within the applicable statute of limitations, the employment of Plaintiff and many other Aggrieved Employees ended, i.e. was terminated by quitting or discharge, and the employment of others will be. However, during the relevant time period, Defendant failed, and continues to fail to pay Plaintiff and terminated Aggrieved Employees, without abatement, all wages required to be paid by Labor Code sections 201 and 202 either at the time of discharge, or within seventy-two (72) hours of their leaving Defendant's employ. These unpaid wages include wages for unpaid work time (including minimum and straight time wages), missed meal periods, and missed rest periods.

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

Accordingly, Plaintiff and the Aggrieved Employees are entitled to recover from Defendant their additionally accruing wages for each day they were not paid, at their regular hourly rate of pay, up to 30 days maximum pursuant to Labor Code § 203.

Moreover, Defendant is liable to Plaintiff and the Aggrieved Employees for the civil penalties provided for in Labor Code § 2699(f)(2) for failing to timely pay all wages at termination.

Failure to Furnish Accurate Itemized Wage Statements

Labor Code § 226(a) provides that every employer shall furnish each of his or her employees an accurate itemized wage statement in writing showing nine pieces of information, including: (1) gross wages earned, (2) total hours worked by the employee, (3) the number of piece-rate units earned and any applicable piece rate if the employee is paid on a piece-rate basis, (4) all deductions, provided that all deductions made on written orders of the employee may be aggregated and shown as one item, (5) net wages earned, (6) the inclusive dates of the period for which the employee is paid, (7) the name of the employee and the last four digits of his or her social security number or an employee identification number other than a social security number, (8) the name and address of the legal entity that is the employer, and (9) all applicable hourly rates in effect during the pay period and the corresponding number of hours worked at each hourly rate by the employee. An employee is presumed to suffer an injury if this information is missing. Lab. Code § 226(e)(2)(B)(iii).

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

Defendant intentionally and willfully failed to provide employees with complete and accurate wage statements. The deficiencies include, among other things, the failure to state the pay period beginning date, failure to correctly identify hourly rates, the failure to correctly list gross wages earned, and the failure to list the true net wages earned, including wages for meal periods that were not provided in accordance with California law, wages for rest periods that were not authorized and permitted to take in accordance with California law, and correct wages earned for all hours worked. Moreover, during some pay periods Defendant failed to state the hourly rate, the total hours worked, the pay period beginning and end date in the wage statements at all.

As a result of Defendant violating Labor Code § 226, Plaintiff and similarly Aggrieved Employees suffered injury and damage to their statutorily protected rights.

Accordingly, Plaintiff and similarly Aggrieved Employees are entitled to recover from Defendant the greater of their actual damages caused by Defendant's failure to comply with Labor Code § 226(a), or an aggregate penalty not exceeding \$4,000 dollars per employee.

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

Failure to Pay All Earned Wages Twice Per Month

Based on its failure to pay Plaintiff and the Aggrieved Employees for all wages as discussed above, Defendants also violated Labor Code § 204.

Labor Code § 204 requires employers to pay employees all earned wages two times per 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 the 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. Lab. Code § 204(a). The requirements of this section shall be deemed satisfied by the payment of wages for weekly, biweekly, or semimonthly payroll if the wages are paid not more than seven calendar days following the close of the payroll period. Lab. Code § 204(d).

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

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

Failure to Provide Paid Sick Leave and Written Notice of Available Paid Sick Leave

Labor Code § 246 (a) an employee who, on or after July 1, 2015, works in California for the same employer for 30 or more days within a year from the commencement of employment is entitled to paid sick days.

Labor Code § 246 (i) requires employers to provide an employee with written notice that sets forth the amount of paid sick leave available.

During the statutory period, Defendant maintained a policy and practice of failing to provide Plaintiff and the Aggrieved Employees with the paid sick leave as well as to provide a written notice of accrued paid sick leave. On information and belief, Defendants' failure to provide an employee with written notice that sets forth the amount of paid sick leave available was not a single, isolated incident, but was instead part of Defendant's policy and practice that applied to the Aggrieved Employees.

As a result, Defendant is liable to Plaintiff and the Aggrieved Employees for the civil penalties provided for in Labor Code § 2699(f)(2) for failing to provide any information on accrued sick leave.

Action for Civil Penalties Under PAGA

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

1. Labor Code § 204, 510, 1194, 1197, and 1198 by failing to pay for all hours worked, including minimum wages, straight time wages and overtime wages;
2. Labor Code § 226.7, 512 and applicable Wage Orders by failing to provide meal periods;
3. Labor Code § 226.7 and applicable Wage Orders by failing to authorize and permit rest periods;
4. Labor Code § 1174.5 and applicable Wage Orders by failing to maintain accurate records of hours worked and meal periods taken or missed;
5. Labor Code § 2802 by failing to reimburse and indemnify employees for expenses and losses in the direct consequence and discharge of their duties;
6. Labor Code §§ 201 to 203 by willfully failing to pay all wages owed at termination;
7. Labor Code § 226 by failing to provide accurate itemized wage statements; and
8. Labor Code § 204 by failing to pay all earned wages two times per month.
9. Labor Code § 246 by failing to provide paid sick leave and written notice of available paid sick leave.

Therefore, on behalf of all Aggrieved Employees, Plaintiff seeks applicable penalties related to the violations alleged above pursuant to the PAGA. These include, but are not limited to, penalties under Labor Code §§ 210, 226.3, 558, 1174.5, 1197.1, 2802, and 2699(f)(2).

Plaintiff has placed Defendant on notice by mailing a certified copy of this correspondence to its corporate address and address of the agent for service, as indicated on the first page.

The facts and claims contained herein are based on the information available at the time of this writing. Therefore, if through discovery and/or expert review, Plaintiff becomes aware of additional compensation owed or losses incurred by Plaintiff or by any other aggrieved employee of Defendant or any additional facts, Plaintiff expressly reserves the right to revise these facts and/or add any new claims by amending the claim letter or by adding applicable causes of action to the complaint which will relate back to the date of this letter.

Thank you for your attention to this matter. If you have any questions, please do not hesitate to contact me.

Sincerely,

A handwritten signature in cursive script, appearing to read "L. Tunyan".

Lilit Tunyan, Esq.
Partner
TUNYAN LAW, APC

Exhibit “B”

NOTICE OF PROPOSED CLASS AND PAGA REPRESENTATIVE ACTION SETTLEMENT

Oregel v. Diablo Range Framing, Inc.
 Contra Costa County Superior Court Case No. C23-00697

A court authorized this Notice. This is not a solicitation by a lawyer. You are not being sued.

IF YOU ARE OR WERE A NON-EXEMPT EMPLOYEE OF DIABLO RANGE FRAMING, INC. ("DEFENDANT") WHO WORKED IN CALIFORNIA AT ANY TIME BETWEEN MARCH 29, 2019 AND -
 ----- (THE "CLASS PERIOD"), THIS PROPOSED CLASS AND PAGA REPRESENTATIVE ACTION SETTLEMENT MAY AFFECT YOUR RIGHTS.

Why should you read this Notice?

A proposed settlement (the "Settlement") has been reached in a class and PAGA action lawsuit entitled *Oregel v. Diablo Range Framing, Inc.*, Contra Costa County Superior Court Case No. C23-00697 (the "Action"). The purpose of this Notice of Proposed Class and Private Attorneys General Act of 2004 ("PAGA") Representative Action Settlement ("Notice") is to briefly describe the Action and to inform you of your rights and options in connection with the Action and the proposed Settlement. The proposed Settlement will resolve all claims in the Complaint.

YOUR ESTIMATED PAYMENT FROM THIS SETTLEMENT: Your estimated Individual Settlement Payment is <<Estimated Payment>>, which includes your payment from the Class settlement in the estimated amount of <<Estimated Individual Settlement Class Payment>> and, because you [ARE/ARE NOT] also a member of the PAGA Employee group, your payment from the PAGA settlement in the estimated amount of <<Estimated Individual PAGA Settlement Payment>>.

A hearing concerning final approval of the proposed Settlement will be held before Hon. Charles S Treat on <<FA DATE>>, at <<FA TIME>>, in Department 12 of Contra Costa County Superior Court, 725 Court Street, Martinez, California 94553, to determine whether the Settlement is fair, adequate and reasonable. As a Settlement Class Member, you are eligible to receive an individual Settlement Payment under the Settlement and will be bound by the release of claims described in this Notice and the Settlement Agreement filed with the Court, unless you timely request to be excluded from the Settlement.

YOUR LEGAL RIGHTS AND OPTIONS IN THIS SETTLEMENT:	
DO NOTHING – GET MONEY	If you do nothing, you will be considered a "Settlement Class Member" in the Settlement and will receive settlement benefits as explained more fully below. You will also give up rights to pursue a separate legal action against Defendant for the Released Claims asserted in the Action as explained more fully below.
EXCLUDE YOURSELF FROM THE SETTLEMENT. DEADLINE TO EXCLUDE YOURSELF: <<RESPONSE DEADLINE>>	You have the option to pursue separate legal action against Defendant about the claims in the Action. If you choose to do so, you must exclude yourself, in writing, from the Settlement by completing and submitting the request to be excluded. As a result, you will not receive any benefits under the Settlement (other than based on the PAGA Claim). Request for Exclusion forms must be submitted by <<RESPONSE DEADLINE>>.
OBJECT TO THE SETTLEMENT. DEADLINE TO SUBMIT WRITTEN OBJECTIONS: <<RESPONSE DEADLINE>>	To object to the Settlement, you may mail a written explanation of why you don't like the Settlement to the Settlement Administrator by submitting the objection in writing, appear at the Final Approval Hearing, or hire an attorney at your expense to object for you. This option is available only if you do <u>not</u> exclude yourself from the Settlement. Do <u>not</u> submit a request for exclusion if you wish to object. <i>Written</i> objections must be submitted by <<RESPONSE DEADLINE>>.

Who is affected by this proposed Settlement?

The Court has certified, for settlement purposes only, the following class (the “Class”):

All non-exempt employees of Defendant who worked in California during the Class Period. The “Class Period” is March 29, 2019 through December 8, 2023.

According to Defendant’s records, you are a member of the settlement class (“Class Member”). PAGA Employees will automatically receive their *pro rata* share of the \$7,500 allocated from the PAGA Allocation to PAGA Employees, cannot opt-out of the release of PAGA Claims, and will be bound by the release of the PAGA Claims even if they opt-out of the Settlement. Defendant’s records indicate you [ARE/ARE NOT] also a PAGA Employee who worked in the State of California at any time during the PAGA Period of March 29, 2022 through December 8, 2023.

What is this case about?

In the Action, Plaintiff Uriel Oregel (“Plaintiff”) alleges on behalf of himself and the Class that Defendant: (1) failed to pay all wages; (2) failed to provide meal periods; (3) failed to authorize and permit rest periods; (4) failed to timely pay all wages at termination; (5) failed to furnish accurate itemized wage statements; (6) violated California’s Unfair Competition Law, California Business and Professions Code § 17200 *et seq.*; and (7) violated provisions of the Labor Code giving rise to civil penalties under the Labor Code Private Attorneys General Act of 2004 [Lab. Code § 2699, *et seq.*]. Plaintiff seeks unpaid wages, actual, consequential and incidental losses and damages, special damages, liquidated damages, injunctive relief, declaratory relief, statutory penalties, civil penalties under PAGA, restitution, interest, attorneys’ fees, and costs.

Defendant denies all liability and is confident that it has strong legal and factual defenses to these claims, but it recognizes the risks, distractions, and costs associated with litigation. Defendant contends that its conduct is and has been lawful at all times relevant and that Plaintiff’s claims do not meet the requirements for class certification.

This Settlement is a compromise reached after good faith, arm’s length negotiations between Plaintiff and Defendant (the “Parties”), through their attorneys, and is not an admission of liability on the part of Defendant. Both sides agree that this Settlement is fair, adequate and reasonable. Plaintiff also believes this Settlement is in the best interests of all Class Members.

The Court has not ruled on the merits of Plaintiff’s claims or Defendant’s defenses.

Who are the attorneys representing the Parties?

The attorneys representing the Parties in the Action are:

Class Counsel

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Artur Tunyan

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Facsimile: (916) 443-4855

What are the Settlement terms?

Subject to final Court approval, Defendant will pay \$255,000 (the “Gross Settlement Amount”) for: (a) Individual Settlement Payments to Settlement Class Members; (b) the Court-approved Class Representative Service Payment to Plaintiff in the amount of \$7,000; (c) the Court-approved attorney’s fees and costs to Class Counsel (“Class Counsel’s Fees and Expenses”) (\$85,000.00 in fees and up to \$15,000.00 in costs to be requested); (d) payment to the Labor and Workforce Development Agency (“LWDA”) for alleged PAGA penalties (the “PAGA Penalty Payment”) (\$22,500 of a total of \$30,000.00 allocated to the PAGA settlement); and (e) payment to the

Settlement Administrator for settlement administration services (“Administrative Expenses”) (estimated to be no more than \$8,000).

Individual Settlement Payments. Class Members who do not timely and properly request to be excluded from the Settlement (the “Settlement Class Members”) will receive a share of the Net Settlement Amount, and Class Members who are also PAGA Employees will receive a share of the \$7,500 from the PAGA Settlement allocated to PAGA Employees (the “PAGA Settlement Payment”), regardless of whether the request exclusion from the Settlement (the total payment to a Class Member is their “Individual Settlement Payment”).

The “Net Settlement Amount” will be calculated by deducting from the Gross Settlement Amount the Class Counsel’s Fees and Expenses, the Class Representative’s Service Payment, the PAGA Penalty Payment, and the Administrative Expenses. Payments by Defendant from the Net Settlement Amount will be included in the Settlement Payments to each Settlement Class Member (the “Settlement Class Payments”) and each PAGA Employee (the “PAGA Settlement Payments”).

The Settlement Class Payment shall be divided among all Settlement Class Members on a *pro rata* basis based upon the total number of work weeks worked by each Settlement Class Member during the Class Period. The portion of the Net Settlement Amount paid to a Settlement Class Member = Net Settlement Amount (minus \$7,500 set aside for all PAGA Settlement Payment) × the work weeks worked by a Settlement Class Member ÷ the work weeks worked by all Settlement Class Members.

The PAGA Settlement Payment shall be divided among all PAGA Employees on a *pro rata* basis based upon the total number of pay periods worked by each PAGA Employee during the PAGA Period. The portion of the PAGA Settlement Payment paid to a PAGA Employee = \$7,500 × the pay periods worked by a PAGA Employee (during the PAGA Period) ÷ the pay periods worked by all PAGA Employees (during the PAGA Period).

Your estimated Individual Settlement Payment is <<Estimated Settlement Payment>> and the number of work weeks you worked during the Class Period based on your hire and/or termination dates is <<Work Weeks>>. You may seek to dispute the number of your workweeks. Such challenges must: (i) be in writing; (ii) state your full name; (iii) include a statement that you are seeking to challenge your estimated Individual Settlement Payment set forth in this Class Notice; (iv) state the number of work weeks you believe you have worked during the Class Period; and (v) be mailed to the Settlement Administrator with a postmark date on or before <<RESPONSE DEADLINE>> (the “Response Deadline”) at:

You must produce documentary evidence supporting your contention. Defendant’s records will be presumed correct unless you prove otherwise by credible evidence. The Settlement Administrator and the Parties will attempt to resolve all work week disputes with you informally. If they cannot resolve your work week dispute with you informally, the dispute will be submitted by the Parties to the Court for final resolution. **REMINDER:** If you believe your estimated Settlement Payment is incorrect because your work weeks (the number of weeks you worked within the Class Period) are wrong, your deadline to dispute this is <<RESPONSE DEADLINE>>.

For tax reporting purposes, the payments to Class Members will be allocated 20 as wages, 40% as penalties and 40% as interest. All PAGA Settlement Payments will be allocated as 100% penalties. The wage portion of the Individual Settlement Payments shall be subject to the withholding of applicable local, state, and federal taxes, and the Settlement Administrator shall deduct applicable employee-side payroll taxes from the wage portion of the Individual Settlement Payments. The portion of the Individual Settlement Payments allocated as civil penalties and interest shall be classified as other miscellaneous income and reported on IRS Form 1099-MISC if required by governing tax laws. Any taxes owed on that other miscellaneous income will be the responsibility of Class Members receiving those payments. The employer’s share of any payroll taxes will be separately paid by Defendant.

All checks for Individual Settlement Payments paid to Class Members will remain valid and negotiable for one hundred eighty (180) days from the date of the checks’ issuance and shall thereafter automatically be void if not claimed or negotiated by a Class Member within that time. Any Individual Settlement Payment that is not claimed or negotiated by a Class Member within one hundred eighty (180) days of issuance shall be transmitted to the California State Controller’s Office to be held as unclaimed property in the name of each check recipient who is the payee of the check. In such event, the Settlement Class Members and PAGA Employees shall nevertheless remain bound by the Settlement.

The "Effective Date" of the Settlement means the date by when both of the following have occurred: (a) the Court enters a Judgment on its Order Granting Final Approval of the Settlement; and (b) the Judgment is final. The Judgment is final as of the latest of the following occurrences: (a) if no Class Member objects to the Settlement, the day the Court enters Judgment; (b) if one or more Class Members objects to the Settlement, the day after the deadline for filing a notice of appeal from the Judgment; or if a timely appeal from the Judgment is filed, the day after the appellate court affirms the Judgment and issues a remittitur.

Defendant will fund the Gross Settlement Amount in two installment payments. Payments to Settlement Class Members and PAGA Employees will issue AFTER the payment by Defendant of the first installment payment of the Gross Settlement Amount which is scheduled to be received from Defendant within 15 days after the Effective Date.

PLEASE BE PATIENT AND UPDATE THE SETTLEMENT ADMINISTRATOR WITH YOUR NEW ADDRESS IF YOU MOVE AFTER RECEIVING THIS NOTICE OR YOU RECEIVED THIS NOTICE AS FORWARDED MAIL.

None of the Parties or their attorneys make any representations concerning the tax consequences of this Settlement or your participation in it. Class Members should consult with their own tax advisors concerning the tax consequences of the Settlement. Class Counsel is unable to offer advice concerning the state or federal tax consequences of payments to any Class Member.

Class Counsel's Fees and Expenses, the Class Representative Service Payment, Administrative Expenses, the PAGA LWDA Payment. Class Counsel will ask the Court to award attorney's fees up to \$85,000.000 (one third) of the Gross Settlement Amount and reimbursement of reasonable costs incurred in the Action not to exceed \$15,000. In addition, Class Counsel will ask the Court to authorize Class Representative Service Payment made to Plaintiff in the amount of \$7,000, for his efforts in bringing the Action on behalf of the Class and general release of his all claims. The Parties estimate the cost of administering the Settlement will not exceed \$8,000.00. The PAGA Penalty Payment in the amount of \$22,500 will also be made to the L WDA for PAGA penalties, which represents 75% of the \$30,000 PAGA Allocation.

What claims are being released by the proposed Settlement?

Upon the final approval by the Court of this Settlement and Defendant's payment of all sums due pursuant to this Settlement, and except as to such rights or claims as may be created by this Settlement, the Class Representative, the Class and each Class Member who has not submitted a valid and timely request for exclusion as to claims other than the PAGA claim, will release claims as follows:

(a) Identity of Released Parties. The released parties are Defendant and any parent, subsidiary, affiliate, predecessor or successor, and all agents, employees (current and former), officers, directors, insurers and attorneys (collectively "Releasees").

(b) Date Release Becomes Effective. The Released Claims will be released upon the later of (1) the Settlement's Effective Date, or (2) the satisfaction of Defendant's obligation to provide to the Settlement Administrator a sum in the amount required to satisfy all required payments and distributions pursuant to this Settlement and the Order and Judgment of final approval. Class Members will not release the Released Claims or Released PAGA Claims until both the Effective Date of the Settlement has occurred, and Defendant has paid all amounts owing under the Settlement.

(c) Claims Released by Settlement Class Members. Each and every Class Member, on behalf of himself and each of their heirs, assigns and successors, unless he or she has submitted a timely and valid Request for Exclusion (which will not effectuate an opt-out from the release of Released PAGA Claims), hereby releases Releasees from the following claims for the entire Class Period:

1) any and all claims stated in the Plaintiff's First Amended Complaint, or that could have been stated based on the facts alleged in the First Amended Complaint, including but not limited to state wage and hour claims (including all claims under the California Labor Code and Industrial Welfare Commission Wage Orders) for unpaid wages, minimum wage, overtime, meal periods, rest periods, wage statement violations, interest, penalties, and attorney's fees, waiting time penalties, withholding from wages and the related provisions of the California Labor Code and violations of California Unfair Competition Law (Cal. Bus. & Prof. Code §§ 17200, et seq.) ("Released Claims");

2) as to any Class Member who cashes their Settlement Payment, the signing and negotiation of that check shall serve as the Class Member's consent to join the action for purposes of releasing claims arising under the Fair Labor Standards Act that are related to the claims stated in the Complaint, implicitly or explicitly; and,

3) in addition, as to all Class Members employed during the Released PAGA Claims Period, whether requesting exclusion from the Settlement or not, claims arising under the Private Attorneys General Act of 2004, Labor Code § 2698 et seq., to the extent asserted in Plaintiff's administrative exhaustion letter submitted to the LWDA (Settlement Exhibit A) and the First Amended Complaint in this matter (i.e., the Released PAGA Claims).

No Class Member employed during the Released PAGA Claims Period can request exclusion from the settlement of the PAGA Claim. If you are a Class Member, and this Settlement is approved, you will release the PAGA Claim even if you timely and properly submit a Request for Exclusion form. The PAGA Employees are bound by the release of the PAGA Claims regardless of whether they cash their PAGA Payment Check.

What are my options in this matter?

You have two options under this Settlement, each of which is further discussed below. You may: (A) remain in the Class and receive an Individual Settlement Payment; or (B) exclude yourself from the Settlement. If you choose option (A), you may also object to the Settlement, as explained below.

If you remain in the Class, you will be represented at no cost by Class Counsel. Class Counsel, however, will not represent you for purposes of making objections to the Settlement. If you do not exclude yourself from the Settlement, you will be subject to any Judgment that will be entered in the Action, including the release of the Released Claims as described above.

OPTION A. Remain in the Class. If you wish to remain in the Class and be eligible to receive an Individual Settlement Payment, **you do not need to take any action.** By remaining in the Class and receiving settlement monies to resolve your class claims, you consent to the release of the Released Claims as described above.

Any amount paid to Settlement Class Members will not count or be counted for determination of eligibility for, or calculation of, any employee benefits (for example, vacations, holiday pay, retirement plans, non-qualified deferred compensation plans, etc.), or otherwise modify any eligibility criteria under any employee pension benefit plan or employee welfare plan sponsored by Defendant, unless otherwise required by law.

Objecting to the Settlement: If you believe the proposed Settlement is not fair, reasonable, or adequate in any way and you have selected to remain in the Class, you can ask the Court to deny approval of the Settlement by submitting an objection. You can't object to the release of the PAGA Claim or object to the PAGA Settlement Payment. You can't ask the Court to order a larger settlement; the Court can only approve or deny the settlement. If the Court denies approval, no additional settlement payments will be sent out and the Action will continue. If that is what you want to happen, you must object.

You may object to the Settlement in writing or by appearing at the Final Approval Hearing, either in-person or through your attorney. If you appear through your own attorney, you are responsible for paying that attorney. You may appear and orally object regardless of whether you submitted a written objection. Written objections should be sent to the Settlement Administrator at -----, ----- . The written objection in any form should contain sufficient information to confirm your identity and the basis of the objection, including: (1) your full name; (2) the grounds for the objection; (3) your signature; (4) the case and number (*Oregel v. Diablo Range Framing, Inc.*, Contra Costa County Superior Court Case No. C23-00697); and (5) be postmarked on or before <<RESPONSE DEADLINE>> and submitted to the Settlement Administrator at the address listed above. You can also hire an attorney at your own expense to represent you in your objection. The Parties shall file responses to any written objections before the Final Approval Hearing. Regardless of whether you object in writing, the Court may, in its sole discretion, permit you to state any objections you may have at the Final Approval Hearing. **Even if you submit an objection, you will be bound by the terms of the Settlement, including the release of Released Claims as set forth above, unless the Settlement is not finally approved by the Court.** If you submit a written objection and then request exclusion from, and opt out of, the Class Settlement, you would be deemed to have waived your objection.

If you wish to attend the Final Approval Hearing telephonically, schedule a telephonic appearance via CourtCall, call 1-888-882-6878 or appear at the hearing remotely via Zoom using the Zoom link provided in the court's website at <https://www.cc-courts.org/calendars/court-calendars.aspx>. You will need to use the Case Number for this case (C23-00697) and the Court Department and name of the Judge (Department 12, Hon. Charles S Treat).

If you wish to attend the Final Approval Hearing in person, you can attend it at Contra County Superior Court, 725 Court Street, Martinez, California 94553.

Regardless of the form, an objection, alone will not satisfy the requirement that a Class Member must formally intervene and become a party of record in the action to appeal a Judgment entered following an Order finally approving this Settlement, as is required under the California Supreme Court decision of *Hernandez v. Restoration Hardware*, 4 Cal. 5th 260 (2018).

OPTION B. Request to Be Excluded from the Class and Receive No Money from the Class Action Portion of the Settlement (PAGA Employees Still Will Receive Their Share of the PAGA Employee Payment). You may not seek exclusion from the PAGA portion of this Settlement. However, if you do not want to be part of the Class Settlement, you must complete and return the request for exclusion form to the Settlement Administrator at ----- In order to be valid, your request for exclusion form must be signed and include your name, address, telephone number, the last four digits of your social security number or Employee ID (to confirm your identity and make certain that only persons requesting exclusion are removed from the settlement). If you do not have a social security number and do not know your Employee ID, please contact the Settlement Administrator to arrange for an alternate method of confirming your identity.

Your Request for Exclusion form (to remove you from the Class Settlement) must postmarked on or before <<RESPONSE DEADLINE>>. If you do not submit a Request for Exclusion form on time (as evidenced by the postmark), your request to be excluded from the Settlement will be rejected, you will be deemed a Settlement Class Member, and you will be bound by the release of Released Claims as described above and all other terms of the Settlement. If you submit a Request for Exclusion form by the deadline to request exclusion, you will have no further role in the Action as it relates to the Class claims. You will not be able to complain to the Court about any aspect of the Class Settlement and any written objection to the Class Settlement would not be considered valid. **You will not be entitled to any benefit, including money,** as a result of the Action and Settlement, except for any payment you may be receive from the PAGA portion of this Settlement.

IMPORTANT: DO NOT SUBMIT A REQUEST FOR EXCLUSION FORM IF YOU WISH TO BE INCLUDED IN THE CLASS SETTLEMENT AND RECEIVE YOUR SHARE OF THE MONEY AVAILABLE TO YOU AS PART OF THE SETTLEMENT.

What is the next step in the approval of the Settlement?

The Court will hold a Final Approval Hearing regarding the fairness, reasonableness and adequacy of the proposed Settlement, the plan of distribution, Class Counsel's Fees and Expenses, the Class Representative Service Payment, the Administrative Expenses, and the PAGA Allocation on <<FINAL APPROVAL HEARING DATE & TIME>>, in Department 12 of the Contra Costa County Superior Court, 725 Court Street, Martinez, California 94553. As described above, if you wish to attend the Final Approval Hearing telephonically, schedule a telephonic appearance via CourtCall, call 1-888-882-6878 or appear at the hearing remotely via Zoom using the Zoom link provided in the court's website at <https://www.cc-courts.org/calendars/court-calendars.aspx>. You will need to use the Case Number for this case (C23-00697) and the Court Department and name of the Judge (Department 12, Hon. Charles S Treat). If you wish to attend the Final Approval Hearing in person, you can attend it at Contra County Superior Court, 725 Court Street, Martinez, California 94553. You are not required to attend the Final Approval Hearing to receive an Individual Settlement Payment.

If the Court grants Final Approval of the Settlement, the Order granting Final Approval and entering a Judgment, the First Amended Complaint, the Settlement Agreement will be posted on a website by the Settlement Administrator for a period of at least 90 days following the entry of that Order in the Court record. That website is: <<website>>.

How can I get additional information?

This Notice summarizes the Action and the basic terms of the Settlement. More details are in the Joint Stipulation of Class and PAGA Representative Action Settlement attached to the Declaration of Lilit Tunyan in Support of Plaintiff's Motion for Preliminary Approval. The Joint Stipulation of Class and PAGA Representative Action Settlement and all other records relating to the lawsuit are available for inspection and/or copying at the Civil Records Office of the Contra Costa County Superior Court. Class Members may be required to make an appointment with the Court to view documents. You may also request a copy of the Settlement Agreement from Class Counsel by using the contact information in this notice.

You may also view documents filed in this case, including the complete Settlement and case documents, on the Court's website at: <https://odyportal.cc-courts.org/Portal/Home/Dashboard/29>. You may need the case number to access and view case documents (C23-00697) NOTE: If you choose to access documents online, the Court will charge you a fee for access. Class Counsel can provide you with copies of the settlement documents at no charge.

PLEASE DO NOT CONTACT THE COURT FOR INFORMATION REGARDING THIS SETTLEMENT.

Exhibit “2”

Date	Description	Rate (\$)
3/28/2023	PAGA letter mailing costs to Defendant	9.24
3/29/2023	PAGA notice submission fee to LWDA	75
3/29/2023	Complaint filing and complex designation court filing fee	1534.99
4/11/2023	PAGA letter mailing costs to Defendant's counsel	10.92
4/12/2023	Complaint filing charge by process server	82.36
4/13/2023	NAR of Complaint and Summons court filing fee	17.04
6/9/2023	First Amended Complaint court filing fee	15.7
7/14/2023	CMC statement court filing fee	15.7
7/18/2023	Notie of jury deposit posting fees	171.62
7/25/2023	Notice court filing fee	17.04
11/16/2023	Mediation fee	3975
1/30/2024	Preliminary approval motion court filing fee	81.02
2/8/2024	Notice of preliminary approval motion filing fee	19.1
3/5/2024	Econiomc damages expert fee	1960
3/13/2024	Case Management Conference Statement court filing fee	19.1
3/14/2024	Proposed Order court filing fee	19.1
6/12/2024	Amended preliminary approval motion court filing fee	81.02
8/27/2024	Proposed Order court filing fee	19.1
	Final approval motion court filing fee	81.02
	Final Approval proposed order and Judgment court filing fee	19.1
	Final declaration court filing fee	19.1
Total costs		8242.27

Exhibit “3”

1 **PROOF OF SERVICE**

2 STATE OF CALIFORNIA)
3) ss
4 COUNTY OF LOS ANGELES)

5 I am employed in the county of Los Angeles, State of California. I am over the age of 18
6 and not a party to the within action; my business address is 535 N Brand Blvd. Suite 285
7 Glendale, CA 91203.

8 On the date indicated below, I served the document described as: **DECLARATION OF LILIT
9 TUNYAN IN SUPPORT OF PLAINTIFF'S MOTION FOR FINAL APPROVAL OF CLASS
10 AND PAGA REPRESENTATIVE ACTION SETTLEMENT** on the interested parties in this
11 action by sending a true copy thereof to interested parties as follows and as stated on the attached
12 service list:

13 Jeffery C. Long
14 Jeffery.Long@llg-law.com

15 Shawn C. Looz
16 shawn.loorz@llg-law.com
17 sciteam@llg-law.com

18 Tara Looz
19 legal.assistant@llg-law.com

20 **LEVANGIE LONG LOORZ**
21 2969 Prospect Park Drive, Suite 125
22 Rancho Cordova, CA 95670
23 Telephone: (916) 443-4849

24 *Attorneys for Defendant DIABLO RANGE FRAMING, INC.*

25 [✓] **BY E-MAIL:** I hereby certify that this document was served from Glendale,
26 California, by e-mail delivery on the parties listed herein at their most recent known e-
27 mail address or e-mail of record in this action.

28 [✓] **BY ELECTRONIC SERVICE:** Based on an agreement of the parties to accept electronic
service, I caused the documents to be sent to the persons at the electronic service addresses
listed above via electronic mail. I did not receive an error message.

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

Executed on December 13, 2024, at Glendale, California.

Lilit Tunyan
Name



Signature