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**SUPERIOR COURT OF CALIFORNIA FOR THE COUNTY OF
SAN BERNARDINO**

THOMAS GOMEZ on behalf of himself and on
behalf of all others similarly situated,

PLAINTIFFS,

vs.

LASSONDE PAPPAS AND COMPANY
INC., a California Corporation; and DOES 1 to
50 inclusive,

DEFENDANTS.

Case No.: CIVSB2407087

*[Assigned for all purposes to the Hon. Stephanie
Tanada, Dept S33 - SBJC]*

**MEMORANDUM OF POINTS AND
AUTHORITIES IN SUPPORT OF
MOTION FOR PRELIMINARY
APPROVAL OF CLASS ACTION AND
PAGA SETTLEMENT**

Date: February 9, 2026

Time: 8:30 AM

Location: Department S33 – SBJC

Filed Concurrently:

1. Notice of Motion and Motion
2. Memorandum of Points and Authorities
3. Declaration of Saul Acherman
4. Declaration of David V. Jafari
5. Proposed Order

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1 **MEMORANDUM OF POINTS AND AUTHORITIES**

2 **I. INTRODUCTION**

3 Plaintiff respectfully moves the Court for preliminary approval of the proposed class and
4 PAGA action settlement with Defendant Lassonde Pappas and Company Inc. (hereinafter “Defendant”
5 or “Lassonde”). This Motion seeks entry of an order that: (1) preliminarily approves the proposed
6 class and PAGA settlement; (2) approves the proposed form and method of notice and directs that
7 notice be provided to members of the Settlement Class; (3) preliminarily certifies the Settlement Class
8 for settlement purposes only; and (4) sets a hearing date for final approval.

9 Plaintiff filed this action on April 4, 2024, and shortly thereafter filed the First Amended
10 Complaint (“FAC”) on June 6, 2024, alleging the following wage and hour violations under the
11 California Labor Code and Business and Professions Code: failure to pay overtime wages, failure to
12 pay wages when due, failure to pay all wages upon separation, failure to provide accurate and itemized
13 wage statements, failure to provide meal periods, failure to authorize and permit rest breaks, failure to
14 reimburse necessary business expenses, unlawful business practices under Business & Professions
15 Code section 17200, and civil penalties under the Private Attorneys General Act of 2004 (“PAGA”),
16 Labor Code §§ 2698 et seq. The FAC was later revised to clarify Plaintiff’s claims for failure to pay
17 all overtime and double time wages.

18 On April 14, 2025, the Parties participated in a private mediation session before experienced
19 class and PAGA action mediator Steve Pearl, Esq., during which they reached a settlement-in-
20 principle. The terms of the agreement were subsequently finalized and are memorialized in the
21 proposed Settlement Agreement executed in October 2025, for which Plaintiff now seeks preliminary
22 approval.

23 As consideration for the settlement, Defendant has agreed to pay a Gross Settlement Amount
24 of \$750,000.00. This amount includes payments to participating Class Members, attorneys’ fees and
25 costs subject to Court approval, settlement administration costs, a service payment to the Class
26 Representative, claims administration costs, and PAGA payments to the Labor and Workforce
27 Development Agency (LWDA) and to the aggrieved employees. Defendant will separately pay all
28 employer-side payroll taxes on the portion of individual class payments that are allocated to wages.

1 After estimated deductions for: (i) attorneys' fees of up to 33.33% (\$250,000); (ii) litigation
2 costs of up to \$20,000; (iii) settlement administration costs of up to \$6,000; (iv) a service payment of
3 up to \$10,000 to the Class Representative; and (v) a \$75,000 PAGA payment (estimated \$56,250 to
4 the LWDA and estimated to be \$18,750.00 to the aggrieved employees), the Net Settlement Amount
5 is approximately \$389,000.

6 The Settlement provides for pro rata distribution to approximately 150 Class Members based
7 on compensable workweeks, and a separate allocation to 109 aggrieved employees for PAGA
8 penalties. Based on these figures, the average recovery for participating Class Members is estimated
9 to be approximately \$2,527, though individual amounts will vary depending on workweek counts and
10 whether the individual is also receiving a share of the PAGA allocation.

11 Plaintiff believes the proposed settlement is fair, reasonable, and adequate in light of the legal
12 risks, potential exposure, and the strengths and weaknesses of the claims, and respectfully requests
13 that the Court grant preliminary approval.

14 **II. SUMMARY OF LITIGATION**

15 **A. The Parties**

16 Plaintiff Thomas Gomez (Mr. Gomez) is a former employee of Defendant Lassonde Pappas
17 and Company Inc., a U.S.-based juice manufacturer operating a facility in Ontario, California.
18 Lassonde produces juice blends, including cranberry-based drinks in the United States, with seven
19 other facilities in the country that supply both private label and branded products.

20 Mr. Gomez was hired as a batcher for Lassonde and worked there from on or around July 5,
21 2022 to May 14, 2023, as a non-exempt employee with a starting hourly rate of \$23.00.

22 Defendant estimates that there were approximately 150 non-exempt hourly employees in
23 California during the class period at the time of mediation.

24 **B. The LWDA Letter**

25 On October 12, 2023, Plaintiff filed a Notice pursuant to California Labor Code section
26 2699.3 with the LWDA. (Declaration of Saul Acherman ("Acherman Decl.") ¶ 4). Plaintiff alleged
27 Defendant violated the Labor Code, as follows: (1) failure to provide meal and rest breaks as
28 required by the applicable Wage Order and Labor Code sections 226.7 and 512; (2) failure to pay

1 minimum wages in violation of Labor Code sections 1197 and 1197.1; (3) failure to pay overtime
2 wages and failure to pay all wages in violation of Labor Code sections 510, 1194, and the
3 applicable Wage Order; (4) failure to timely pay wages during employment and upon separation
4 under Labor Code sections 201-203; (5) failure to furnish accurate wage statements in violation
5 of Labor Code section 226 and the applicable Wage Order; (6) failure to maintain records in
6 violation of Labor Code section 1174; (7) failure to reimburse business expenses in violation of
7 Labor Code section 2802; (8) failure to pay accrued vacation in violation of Labor Code section
8 227.3; and (9) failure to provide suitable seats in violation of Wage Order section 14. *Id.*

9 **C. The Complaint and Allegations**

10 On April 4, 2024, Plaintiff filed the current action on behalf of current and former non-
11 exempt employees in California from four years prior to the filing of the complaint through the
12 present. Plaintiff filed a First Amended Complaint on June 6, 2024. Plaintiff's Complaint alleged:
13 (1) Failure to Pay Overtime Wages in Violation of Labor Code Sections 1194, 1194.2, and 1197;
14 (2) Failure to Pay Wages When Due; (3) Failure to Pay All Wages Upon Separation of
15 Employment; (4) Failure to Provide Accurate and Itemized Wage Statements in Violation of
16 Labor Code Section 226; (5) Failure to Provide Legally Complaint Meal Periods; (6) Failure to
17 Provide Legally Complaint Rest Periods; (7) Failure to Reimburse Necessary Business Expenses;
18 8) Unlawful Business Practices in Violation of Business and Professions Code Section 17200, et
19 seq.; and (9) Penalties under the Private Attorneys General Act of 2004 ("PAGA"), Labor Code
20 §§ 2698 et seq. The First Amended Complaint was later revised to clarify Plaintiff's claim for
21 failure to pay all overtime and double time wages. (Acherma Decl. ¶ 4). A copy of the operative
22 complaint has been submitted to the LWDA as well. (Acherma Decl. ¶ 5).

23 Defendant denied the allegations and contended that it complied with all applicable laws
24 at the times relevant. Defendant further claimed that Plaintiff and other putative class members
25 did not suffer any alleged violation of the California Labor Code during their employment and
26 termination of employment from Defendant.

27 ///

1 **D. The Mediation, Exchange of Directly Relevant Informal Discovery, and Legal**
2 **Analysis By Parties' Counsel**

3 The Parties have conducted significant investigation of the facts and law during the pendency
4 of this action. (Acherman Decl. ¶ 6). After the case was filed, the Parties agreed to attend private
5 mediation. Prior to mediation, the Parties exchanged extensive data, documents, and information
6 concerning Plaintiff's allegations, including Plaintiff's personnel file, Defendant's Employee
7 Handbook and California supplement, overtime policies, meal and rest period policies, waivers,
8 payroll data provided in Microsoft Excel format, timecards provided in Microsoft Excel format, an
9 exemplar arbitration agreement signed by some putative class members, and a sampling of wage
10 statements, along with other Class Member information, including the number of employees and
11 workweeks and pay periods worked by employees during the class and PAGA period respectively. *Id.*
12 Plaintiff reviewed the documents, data, and information and conducted an analysis of the timecard
13 data for alleged meal period violations. (Acherman Decl. ¶ 7).

14 On April 14, 2025, the Parties participated in a mediation session before Steve Pearl, Esq., an
15 experienced class action mediator. (Acherman Decl. ¶ 8). The mediator actively assisted in settlement
16 discussions, and the Parties reached an agreement in principle to settle. *Id.* The Settlement was reached
17 after extensive informal discovery and negotiations through an experienced mediator, culminating in
18 the basic terms of settlement later finalized in the Settlement Agreement that was fully executed in
19 October 2025, for which Plaintiff now seeks preliminary approval. (Acherman Decl. ¶ 8, **Exhibit 1:**
20 **Settlement Agreement ("Ex. 1")**).

21 Class Counsel have thoroughly investigated the facts and claims, researched applicable law
22 and defenses, and reviewed relevant documents including Defendant's time records, policy
23 documents, and average hourly rates of non-exempt employees. Plaintiff and Class Counsel
24 concluded, considering the sharply disputed factual and legal issues, the risks of further prosecution,
25 and the benefits of compromise and settlement, that the settlement is in the best interests of the
26 representative Plaintiff and Class Members and is fair and reasonable. (Acherman Decl. ¶ 9).

27 Defendant has denied and continue to deny all claims asserted in the LWDA notice and the
28 operative Complaint. However, due to the interruption and time and expense of litigation, Defendant

has agreed to enter into a settlement of all claims asserted in the LWDA notices and the operative Complaint pursuant to the terms of the Settlement Agreement.

III. SUMMARY OF SETTLEMENT

A. Terms of Settlement

Subject to Court approval pursuant to Section 382 of the California Code of Civil Procedure and Rule 3.769 et seq. of the California Rules of Court, the Parties have agreed to settle the Lawsuit by agreement upon the terms and conditions and for the consideration set forth in the Settlement Agreement (Acherman Decl. ¶ 2; **Ex. 1**). This Settlement resolves Plaintiff's and the Proposed Class Member's claims against Lassonde. The basic terms of the Settlement are:

B. Gross Settlement Amount

The parties have agreed to a total gross settlement amount of \$750,000, fully resolving all class and representative claims against Lassonde Pappas and Company Inc. This settlement covers all claims pled or which could have been pled in the operative Complaint and all claims asserted in the LWDA notice. (Acherman Decl. ¶ 10; **Ex. 1** § 3.1).

C. Class Definition and Class Period; Aggrieved Employees and PAGA Period

The putative class includes: "all current and former non-exempt employees employed by Defendant in California and classified as non-exempt, hourly-paid employees who worked for Defendant during the Class Period." (**Ex. 1** § 1.7). The class period begins on June 6, 2020 and runs through April 14, 2025, the date on which the Parties attended mediation. (Acherman Decl. ¶ 11; **Ex. 1** § 3.1).

For PAGA purposes, an aggrieved employee is a "person employed by Defendant in California and classified as non-exempt, hourly paid employee who worked for Defendant during the PAGA period." The PAGA period begins on October 12, 2022 and runs through April 14, 2025, the date on which the Parties attended mediation. (Acherman Decl. ¶ 11; **Ex. 1** § 1.30).

D. Attorneys' Fees, Costs, Named Plaintiff's Service Payment

Plaintiffs' counsel will seek an award of attorney's fees equal to one-third (33 1/3%) of the gross settlement amount, totaling \$250,000, consistent with fees in comparable wage and hour class and PAGA litigation cases. (Acherman Decl. ¶ 12; **Ex. 1** § 3.2.2). Additionally, counsel is seeking

1 reimbursement for actual litigation costs incurred to date not to exceed more than \$20,000. *Id.*
2 Moreover, Plaintiff Thomas Gomez requests, and Defendant has agreed not to oppose, payment from
3 the Class Settlement Amount of \$10,000 to Mr. Gomez as a service payment. (Acherman Decl. ¶ 21;
4 **Ex. 1 § 3.2.1**).

5 **E. Settlement Administrator and Administration Costs**

6 The parties have retained ILYM Group, Inc. as the Settlement Administrator. ILYM Group,
7 Inc. is an experienced and qualified class action claims administrator that provides comprehensive
8 administrative services in complex class, collective, and representative actions. (Acherman Decl. ¶ 13;
9 **Ex. 1 § 7.1**). The Administrator will manage all aspects of settlement administration, including class
10 notice dissemination, claims processing, and fund distribution. The Administration Expenses Payment
11 to the Administrator is capped at \$6,000, unless the Court finds good cause to increase this amount. If
12 actual administration expenses are less than \$6,000 or the Court approves a lower amount, the
13 difference will be returned to the Net Settlement Fund for distribution to Class Members. Any
14 approved excess over \$6,000 will be paid from the Gross Settlement Amount. (*Id.*; **Ex. 1 § 3.2.3**).

15 **F. PAGA¹ Allocation**

16 \$75,000 of the gross settlement amount is allocated to resolve PAGA penalties. Of this amount,
17 75% (\$56,250) will be paid to the California Labor and Workforce Development Agency (LWDA),
18 and 25% (\$18,750) will be distributed on a pro rata basis to approximately 109 allegedly aggrieved
19 employees identified as having worked for Defendant during the PAGA period from October 12, 2022,
20 through April 14, 2025 based on the number of pay periods each allegedly aggrieved employee worked
21 during the PAGA period. This allocation represents a reasonable compromise given April 14, 2025,
22 mediation brief's estimated PAGA exposure that ranged from \$1.4 million to \$7.2 million. (Acherman
23 Decl. ¶ 14; ; **Ex. 1 § 3.2.4**).

24 **G. Net Settlement Fund**

25 After all deductions - \$250,000 in attorney's fees (33 1/3%), up to \$6,000 in administration
26 expenses, estimated litigation cost (\$20,000), a \$10,000 service payment to Plaintiff, and \$75,000
27

28 ¹ Because Plaintiff filed his PAGA notice on October 12, 2023, Plaintiff's PAGA claim was governed by California Labor Code section 2699, *et seq.*, effective June 27, 2016 to June 30, 2024 (the "old PAGA").

1 allocated for PAGA - \$389,000 remains in the Net Settlement Fund to pay the class. (Acherman Decl.
2 ¶ 15; **Ex. 1** § 3.2.2).

3 This fund will be distributed pro rata to Participating Class Members according to the number
4 of workweeks worked by putative class members during the class period according to the allocation
5 process below (Acherman Decl. ¶ 16; **Ex. 1** § 3.2.5):

6 Allocation Process:

- 7 1. **Numerator:** The Participating Class Member's number of workweeks during the Class
8 Period.
- 9 2. **Denominator:** The total workweeks worked by all Participating Class Members.
- 10 3. **Pro Rata Share:** Individual share = Net Settlement Fund x (Participating Class Members'
11 workweeks worked during the Class Period ÷ The total workweeks worked by all
12 Participating Class Members during the Class Period).

13 Exact values will be computed by ILYM Group, Inc., using the Court-approved method and
14 supporting payroll/time records. (Acherman Decl. ¶ 17).

15 Defendant will not be required to pay more than the agreed Gross Settlement Amount under
16 any circumstances.

17 **H. The Releases and Waiver of Claims by Plaintiff and Class Members**

18 The Settlement includes a General Release by Plaintiff, a Release by Participating Class
19 Members, and a PAGA Release by Aggrieved Employees. (**Ex. 1** § 5).

20 **I. Plaintiff's General Release.**

21 Plaintiff Thomas Gomez and his respective former and present spouses, representatives,
22 agents, attorneys (including Class Counsel), heirs, administrators, successors and assigns
23 generally release and discharge Released Parties from all claims, claims, demands, actions,
24 causes of action, suits, damages, penalties, losses, and expenses, of any and every nature
25 whatsoever, known or unknown, as a result of actions or omissions by Released Parties,
26 including, without limitation all claims arising out of or relating to Plaintiff's employment with
27 Defendant or separation thereof, any claims made in the Operative Complaint, all claims for
28 unpaid wages, unlawful discrimination, harassment, or failure to accommodate and any other

claims related to the terms and conditions of employment including under Title VII of the Civil Rights Act of 1964, the Americans with Disabilities Act, the Fair Labor Standards Act, the National Labor Relations Act, the California Fair Employment and Housing Act, the Age Discrimination in Employment Act (ADEA), the California Labor Code, the California Wage and Hour Laws and the California Private Attorneys' General Act and any amendments to the foregoing, or any other federal, state or local statute, rule, ordinance, or regulation, as well as any claims in equity or under common law for tort, contract or wrongful discharge ("Plaintiff's Release"). Plaintiff's Release does not extend to (i) any claims or actions to enforce this Agreement, (ii) claims for unemployment benefits, disability benefits, social security benefits, or workers' compensation benefits or (iii) claims which, by law, cannot be released. All other claims are hereby released by Plaintiff. Plaintiff acknowledges that Plaintiff may discover facts or law different from, or in addition to, the facts or law that Plaintiff now knows or believes to be true but agrees, nonetheless that Plaintiff's General Release shall be and remain effective in all respects, notwithstanding such different or additional facts or Plaintiff's discovery of them. Plaintiff further acknowledges that to the extent that he claims that he is owed any wages, interest or penalties, Defendant denies such claims, and thus there is a bona fide dispute between Defendant and Plaintiff as to whether Plaintiff is owed any wages, interest or penalties. Plaintiff understands that his general release herein includes a release of any and all claims for allegedly unpaid wages, interest or penalties." (Ex. 1 § 5.1).

This release also includes a 1542 waiver, but only on behalf of Plaintiff and not Class members. (Ex. 1 § 5.2).

J. Release by Participating Class Members.

All Participating Class Members, on behalf of themselves and their respective former and present representatives, agents, attorneys, heirs, administrators, successors, and assigns, release Released Parties from all claims pled or which could have been pled in the Action and all claims asserted in the LWDA notice, whether known or unknown, for violations of the California Labor Code and Business and Professions Code, or are reasonably related to the allegations made at any time in this Action during the Class Period, including any claims for a

violation of the California Wage Orders and California Labor Code, including but not limited to, California Labor Code sections 201-204, 210, 218, 218.5, 225.5, 226, 226.2, 226.3, 226.7, 227.3, 246, 510, 512, 558, 1102.5, 1174, 1194, 1197, 1197.1, 1198, 1199, 2698-2699.6, and 2802, California Civil Code section 3336, and Business and Professions Code sections 17200, et seq. (**Ex. 1 § 5.3**).

K. Release by Aggrieved Employees.

All Aggrieved Employees are deemed to release, on behalf of themselves and their respective former and present representatives, agents, attorneys, heirs, administrators, successors and assigns, the Released Parties from all claims for PAGA penalties during the PAGA Period that were alleged or reasonably could have been alleged, based on the facts stated in the Action and the LWDA Notice, whether known or unknown, for violations of the California Labor Code or which are reasonably related to the allegations made at any time in this Action during the PAGA Period, including any claims for a violation of the California Wage Orders and California Labor Code, including but not limited to, California Labor Code sections 201-204, 210, 218, 218.5, 225.5, 226, 226.2, 226.3, 226.7, 227.3, 246, 510, 512, 558, 1102.5, 1174, 1194, 1197, 1197.1, 1198, 1199, 2698-2699.6. (**Ex. 1 § 5.4**).

L. Release Date

The Effective release date in the settlement agreement is defined to mean the date by when both of the following have occurred: (a) the Court issues an Order Approving the Settlement (“Final Approval Order”) and (b) the Court enters a Judgment on its Order Approving the Settlement. The Judgment is final on the day the Court enters such Judgment. (**Ex. 1 § 1.19**).

IV. SETTLEMENT ADMINISTRATION AND NOTICE PROCEDURES

ILYM Group, Inc. will manage all settlement administration tasks, including mailing class notices, processing opt-outs and objections, and distributing settlement payments. Notices will explain class members’ rights, the claims released by the settlement, the timing and method for submitting claims, and instructions for contesting the settlement if desired. (Acherman Decl. ¶ 17; **Ex. 1 § 7.1**).

A. Proposed Form of Notice to the Class

Notice of Settlement: Within thirty (30) days after the Effective Date, Defendant will

1 provide the Settlement Administrator with the Class Members' names, last-known mailing address,
2 Social Security Number, and the number of workweeks that the Class Member worked during the
3 Class Period and the number of pay periods each Aggrieved Employee worked during the PAGA
4 period. No later than fourteen (14) days of receipt of the Class Data, the Settlement Administrator shall
5 mail the Notice Packet to the Class Members, in English and Spanish via first class regular U.S. mail
6 (Ex. 1 § 4).

7 The proposed notice of settlement is intended to effectively reach the class based on their
8 contact information provided to Defendant during their employment and by way of returned Notice
9 Packets or of a "skip trace." (Ex. 1 § 1.6). No later than seven (7) days after the Administrator's receipt
10 of any Class Notice returned by USPS as undelivered, the Administrator shall re-mail the Class Notice
11 using any forwarding address provided by the USPS. If the USPS does not provide a forwarding
12 address, the Administrator shall conduct a Class Member Address Search, and re-mail the Class Notice
13 to the most current address obtained. The Administrator has no obligation to make further attempts to
14 locate or send Class Notice to Class Members whose Class Notice is returned by the USPS a second
15 time. (Ex. 1 § 4.5). The deadlines for Class Members' written objections, Challenges to Workweeks
16 and/or PAGA Pay Periods, and Requests for Exclusion will be extended an additional fourteen (14)
17 days beyond the forty-five (45) days otherwise provided in the Class Notice for all Class Members
18 whose notice is re-mailed. The Administrator will inform the Class Member of the extended deadline
19 with the re-mailed Class Notice. Aggrieved Employees do not have the option to opt-out of the PAGA
20 Settlement. (See also Ex. 1 § 7.4).

21 The proposed notice of settlement will be sent in plain language and explain the nature of the
22 Litigation, a summary of the substance of the Settlement, the Class definition, the formula to calculate
23 a Class Member's Individual Settlement Payment, the deadline to submit an objection to the Class
24 Settlement or a request for exclusion from the class portion of the Settlement and/or to dispute the
25 basis for a Class Member's estimated Individual Class Settlement Payment, and the date, time and
26 place for the Final Approval Hearing. (Acherman Decl. ¶ 18; Ex. 1 § 7.4)

27 Request for Exclusion: Class Members who wish to exclude themselves (opt-out) from the
28 Class Settlement must send the Administrator, by fax, or mail, a signed written Request for Exclusion

not later than forty-five (45) days after the Administrator initially mails the Class Notice (plus an additional fourteen (14) days for Class Members whose Class Notice is re-mailed). A Request for Exclusion is a letter from a Class Member or his/her representative that reasonably communicates the Class Member's election to be excluded from the Settlement and includes the Class Member's name, address and telephone number. To be valid, a Request for Exclusion must be timely faxed, or postmarked by the Response Deadline. (**Ex. 1 § 7.5**)

Objections: Any Class Member wishing to object to the approval of this settlement shall inform the Settlement Administrator in writing of his or her intent to object within 45 days of mailing of the class notice (**Ex. 1 § 7.7**). Class members may object to the proposed settlement in writing or object orally at the Final Approval Hearing, provided they notify the Court of their intention to appear. All written objections, supporting papers, and/or notices of intent to appear at the Final Approval Hearing must (a) clearly identify the case name and number, (b) be either mailed to the court clerk or filed in-person, (c) be mailed to the law firms identified (d) be filed and postmarked at least 30 days before the Final Approval Hearing. (**Ex. 1 § 7.7**). Non-Participating Class Members have no right to object to any of the class action components of the Settlement.

V. TAX CONSEQUENCES OF SETTLEMENT PAYMENTS²

For purposes of final approval, it is important that the Court understand the tax treatment of each component of the Settlement Fund and ensure class members receive the necessary information to comply with federal and state tax obligations.

For Participating Class Members, thirty percent (30%) of each individual settlement payment will be allocated to the settlement of wage claims and seventy percent (70%) will be allocated to the settlement of claims for non-wages, interest and penalties.

Amounts allocated for alleged unpaid wages, meal and rest-period premiums, overtime compensation, and unreimbursed business expenses are treated as wages under federal law. These payments are subject to federal income tax withholding and FICA (Social Security and Medicare) contributions and will be reported to recipients on IRS Form W-2. Class members should anticipate that these portions of their awards will be reduced by standard employee side payroll tax withholding

² See Exhibit A of the Settlement Agreement included with the Declaration of Saul Acherman in Support of this Motion.

1 before distribution.

2 Non-wage statutory penalties—such as those for alleged missed meal or rest breaks,
3 inaccuracies in wage statements, and waiting time penalties—along with any interest component, will
4 be distributed as non-wage income. These amounts are taxable to recipients but are not subject to
5 payroll tax withholding. Such distributions will be reported on IRS Form 1099-MISC, while any
6 interest paid as part of the settlement will be separately reported on IRS Form 1099-INT. Recipients
7 are responsible for including these amounts on their individual income tax returns.

8 With respect to PAGA penalties, 75 percent of the total civil penalties are remitted to the
9 California Labor and Workforce Development Agency and are not distributed to class members. The
10 remaining 25 percent, paid directly to aggrieved employees, likewise constitutes non-wage income.
11 These payments will be reported on IRS Form 1099-MISC and are subject to income tax but not to
12 FICA withholding.

13 The service award to Named Plaintiff Thomas Gomez is similarly taxable as non-wage income.
14 That award will be reported on IRS Form 1099-MISC, with Mr. Gomez responsible for reporting and
15 remitting any tax due. No payroll tax withholding will apply to this award.

16 Finally, attorney fees and litigation costs awarded to Jafari Law Group, Inc. will be paid
17 directly from the Settlement Fund to counsel and do not flow through to class members. As such, these
18 disbursements have no tax impact on individual recipients. Counsel will comply with all IRS reporting
19 requirements for any reimbursed costs or fee awards, issuing Forms 1099-MISC or equivalent as
20 appropriate. (Acherman Decl. ¶ 19).

21 Each class member will receive a personalized tax-reporting statement that clearly delineates
22 wage versus non-wage components of their settlement share. This statement will enable accurate
23 reporting on both federal and state tax returns and help ensure compliance with all applicable tax rules.
24 (Acherman Decl. ¶ 20).

25 **VI. ENHANCEMENT/SERVICE AWARD**

26 Plaintiff and Class Counsel will request, and Defendant agrees not to oppose, payment from
27 the Class Settlement Amount of \$10,000 to Plaintiff as a service payment (Acherman Decl. ¶ 21). The
28 named Plaintiff is entitled to an enhancement award for his service as Class Representative and the

1 risks assumed in that role. Enhancement awards in wage and hour class and PAGA cases typically
2 range from \$5,000 to \$40,000, and sometimes higher for multiple representatives (see, e.g., *Munoz v.*
3 *BCI Coca-Cola Bottling Co.*, (2010) 186 Cal.App.4th 399.412). Here, the requested \$10,000 award
4 represents approximately 1.33% of the gross settlement, a modest and reasonable enhancement given
5 Plaintiff's substantial contributions: retaining counsel, providing detailed factual support, participating
6 in strategy meetings, aiding in data analysis, helping identify witnesses that were interviewed,
7 participating in mediation, and approving the settlement on behalf of the entire class. (Acherman Decl.
8 ¶ 21).

9 **VII. ARGUMENT IN FAVOR OF PRELIMINARY APPROVAL**

10 **A. The Proposed Settlement Meets the Standards for Preliminary Approval**

11 Rule 3.769 of the California Rules of Court requires court approval for class and PAGA
12 action settlements. "Before final approval, the court must conduct an inquiry into the fairness of
13 the proposed settlement." (Cal. Rules of Court, rule 3.769(g).) Courts act within their discretion
14 in approving settlements which are fair, not collusive, and take into account "all the normal perils
15 of litigation as well as the additional uncertainties inherent in complex class actions" (*In re Beef*
16 *Industry Antitrust Litigation* (5th Cir. 1979) 607 F.2d 167, 179, *cert. den. sub. Nom. Iowa Beef*
17 *Processors, Inc v. Meat Price Investigators Ass'n* (1981) 452 U.S. 9).

18 The purpose of the preliminary evaluation of class action settlements is to determine only
19 whether the proposed settlement is within the *range of reasonableness* and, therefore, whether
20 notice to the class and the scheduling of a formal fairness hearing are warranted (*Wershba v.*
21 *Apple Computer, Inc.*, (2001) 91 Cal.App.4th 224, 234-35; Newberg on Class Actions (4th Ed.)
22 §11:25.) Courts have broad powers to determine whether a proposed settlement is fair under the
23 circumstances of the case. (*Wershba*, 91 Cal.App.4th at 234-35; *Mallick v. Superior Court* (1979)
24 89 Cal.App.3d 434, 438). In evaluating preliminary approval, courts must consider several
25 relevant factors, including "the strength of the Plaintiff's case, the risk, expense, complexity and
26 likely duration of further litigation, the risk of maintaining class action status through trial, the
27 amount offered in settlement, the extent of discovery completed and the stage of the proceedings,
28 [and] the experience and views of counsel..." (*Dunk v. Ford Motor Co.*, (1996) 48 Cal.App.4th

1 1794, 1801.) “The list of factors is not exclusive and the court is free to engage in a balancing
2 and weighing of the factors depending on the circumstances of each case.” (*Wershba*, 91
3 Cal.App.4th at 245.) Furthermore, courts must give “proper deference to the private consensual
4 decision of the parties” because “the court’s intrusion upon what is otherwise a private consensual
5 agreement negotiated between the parties to a lawsuit must be limited to the extent necessary to
6 reach a reasoned judgment that the agreement is not the product of fraud or overreaching by, or
7 collusion between, the negotiating parties, and that the settlement, taken as a whole, is fair,
8 reasonable and adequate to all concerned.” (*Hanlon v. Chrysler Corp.*, (9th Cir. 1998) 150 F.3d
9 1011, 1027.)

10 A proposed class action settlement is presumed fair under the following circumstances:
11 (1) the parties reached settlement after arms-length negotiations; (2) investigation and discovery
12 were sufficient to allow counsel and the court to act intelligently; (3) counsel is experienced in
13 similar litigation, and (4) the percentage of objections is small. (*Dunk v. Ford Motor Co.*, 48 Cal.
14 App.4th at 1802.) The Declaration of Saul Acherman demonstrates that the proposed settlement
15 was the product of serious, informed, and non-collusive negotiations and demonstrates counsel’s
16 extensive experience in both employment law as well as class action litigation.

17 **B. The settlement is the result of serious, informed, and non-collusive negotiations.**

18 The proposed settlement was reached as a result of arm’s-length negotiations facilitated
19 by an experienced mediator following significant investigation of the facts and law during and in
20 preparation for mediation. (Acherman Decl. ¶ 23). The settlement negotiations were at all times
21 adversarial and non-collusive in nature. *Id.* Indeed, continued good-faith but occasionally
22 contentious negotiations were required to ultimately reach an agreement following a successful
23 full-day mediation with respected class action mediator Steve Pearl, Esq. *Id.*

24 While Plaintiff and Class Counsel believe in the merits of his case, they also recognizes
25 the inherent risks of litigation and understand the benefit of the Class receiving settlement funds
26 immediately as opposed to delaying payment or risking: an unfavorable decision on summary
27 adjudication/judgment, motion for class certification, at trial, or the damages actually awarded,
28 or appeal; all of which have potential to eliminate relief for class members.

1 **C. The extent of the information provided through informal discovery and the**
2 **stage of the proceedings support the settlement.**

3 As described above, the Parties thoroughly investigated and evaluated the factual strengths
4 and weaknesses of this case before reaching the proposed settlement and engaged in sufficient
5 investigation and discovery as referenced above, to support the settlement. (Acherman Decl. ¶
6 24). Each side agreed to the informal production of discovery and production of relevant
7 declarations to fully inform the parties of potential liability and strength of Plaintiff's claims. *Id.*
8 Such discovery and investigation in this included investigation and research of relevant legal
9 principles for liability and certification and production and analysis of the documents and data
10 produced. *Id.* There have also been conferences and communications between the representatives
11 of the Parties related to this primary issue. *Id.* Counsel for the Parties have investigated the law
12 as applied to the facts regarding the alleged claims and potential defenses thereto, and the
13 potential damages claimed, including the review of class information produced by Defendant to
14 Class Counsel for the purposes of litigation and mediation. *Id.*

15 The settlement came only after the case was fully investigated by counsel, as set forth
16 above. This litigation, therefore, had reached the stage where "the Parties certainly have a clearer
17 view of the strengths and weaknesses of their cases" sufficient to support the Settlement. (*Boyd*
18 *v. Bechtel Corp.* (N.D. Cal. 1979) 485 F. Supp. 610, 617.).

19 **D. Plaintiff's counsel is experienced in similar litigation.**

20 Experienced counsel, operating at arms-length, have weighed the strengths of the case and
21 examined all of the issues and risks of litigation and endorse the proposed settlement. The view
22 of the attorneys actively conducting the litigation "is entitled to significant weight" in deciding
23 whether to approve the settlement. (*Fisher Bros. v. Cambridge Lee Industries, Inc.* (E.D. Pa.
24 1985) 630 F. Supp. 482,488; *Ellis v. Naval Air Rework Facility* (N.D. Cal. 1980) 87 F.R.D. 15,
25 18, *affd.* 661 F. 2d 939 (9th Cir. 1981); *Boyd*, 485 F. Supp. At 617.).

26 The Plaintiff's and Defendant's counsel are experienced in employment, wage and hour
27 and class action matters. Jafari Law Group, Inc. is well regarded as a firm that handles
28 employment matters - both individual and class. (Acherman Decl. ¶ 3; see also Declaration of David

Jafari “Jafari Decl.” ¶¶ 3 – 6). Jafari Law Group, Inc. has been approved as class counsel in numerous actions. *Id.* Duane Morris LLP is also well-regarded as a firm that defends employment matters (both individual and class). Jafari Decl. ¶ 7. In short, Class Counsel are experienced and qualified to evaluate the class claims and to evaluate settlement versus trial on a fully informed basis, and to evaluate the visibility of the defenses. Based on the data and documents exchanged between the Parties, this is a fair and reasonable settlement in light of the complexities of the case, the state of the law and uncertainties of litigation and trial, and the benefit the settlement confers on the class. Given the risks inherent in litigation, in class certification proceedings, and in the defenses asserted, this settlement is fair, adequate, and reasonable and in the best interests of the class. (Acherman Decl. ¶ 25; Jafari Decl. ¶ 2 - 11).

E. The settlement is fair and reasonable based on the strengths of Plaintiff’s case and the risks and costs of further litigation.

Plaintiff and his counsel have concluded it was reasonable to enter into the proposed Settlement. Defendant has have contested and continue to contest liability for the claims asserted in the action. In the interests of litigation costs savings and to avoid further disruption caused by this litigation, Defendant agreed to the proposed settlement. (Acherman Decl. ¶ 25).

There are significant legal uncertainties associated with cases such as this as they can be factually complex and require protracted litigation to resolve. A settlement is not judged solely against what might have been recovered had plaintiff prevailed at trial, nor does the settlement have to provide 100% of the damages sought to be fair and reasonable. (*Linney v. Cellular Alaska Partnership* (9th Cir. 1998) 151 F.3d 1234, 1242; *Wershba*, 91 Cal.App.4th at 246-250; *Rebney v. Wells Fargo Bank* (1990) 220 Cal. App. 3d 1117, 1139.) Instead, “[c]ompromise is inherent and necessary in the settlement process...even if the relief afforded by the proposed settlement is substantially narrower than it would be if the suits were to be successfully litigated, this is no bar to a class settlement because the public interest may indeed be served by a voluntary settlement in which each side gives ground in the interest of avoiding litigation” (*Wershba*, 91 Cal.App.4th at 250.)

1 **VIII. THE PROPOSED SETTLEMENT IS A REASONABLE COMPROMISE OF**
2 **CLAIMS.**

3 To evaluate a settlement, the trial court must receive “basic information about the nature
4 and magnitude of the claims in question and the basis for concluding that the consideration being
5 paid for the release of those claims represents a reasonable compromise” (*Kullar v. Foot Locker*
6 *Retail, Inc.* (2008) 168 Cal.App.4th 116, 133.) However, the record need not contain an explicit
7 statement of the maximum theoretical recovery:

8 “Greenwell misunderstands *Kullar*, apparently interpreting it to require the record in all
9 cases to contain evidence in the form of an explicit statement of the maximum amount the
10 plaintiff class could recover if it prevailed on all its claims – a number which appears
11 nowhere in the record of this case. But *Kullar* does not, as Greenwall claims, require any
12 such explicit statement of value; it requires a record which allows “an understanding of
13 the amount that is in controversy and the realistic ranges of outcomes of the litigation.”
14 (*Munoz v. BCI Coca-Cola Bottling Co. of Los Angeles*. 186 Cal.App.4th at 409.)

15 To assist the Court with determining if the proposed settlement is within a range that is
16 fair, reasonable, and adequate, Plaintiff’s counsel analyzed the value of pleaded class allegations.
17 As stated above, the settlement was reached only after exchanging discovery prior to mediation
18 and conducting legal analyses of both Plaintiff and Defendant’s theories (Acherman Decl. ¶ 26):

19 Meal Period Violations: Plaintiff alleged that Defendant failed to provide second meal
20 periods for 12+ hour shifts and failed to provide compliant first meal periods (e.g., breaks under
21 30 minutes, or after the 5th hour). Plaintiff estimated approximately \$668,959.74 in missed
22 second meals and \$165,911.26 in shortened first meals, with total meal premiums at \$833,871.00.

23 Defendant claimed that company policies provided for proper meal breaks so if an
24 employee took it late or failed to take a meal break, it was their choice and they had waived the
25 right to take either a timely meal or a meal break at all. Defendant argued that it had a policy of
26 paying employees meal break premium wages if an employee could not take a break due to
27 reasons which were not the employees' choice. (Acherman Decl. ¶ 26a).

28 Rest Break Violations: Plaintiff alleges that Defendant did not authorize or permit rest
breaks during shifts over 3.5, 6, or 10 hours, and failed to provide third rest breaks for 12-hour
shifts. No policy was in place for rest break premiums. Plaintiff estimated approximately \$668,

1 959.74 in missed rest break premiums and \$271,870.40 for wages for rest time worked, totaling
2 \$940,830.14 in total rest break damages.

3 Defendant claimed that company policies provided for proper rest breaks so if an
4 employee took it late or failed to take a rest break, it was their choice and they had waived the
5 right to take either a timely rest or a rest break at all. Defendant argued that it had a policy of
6 paying employees rest break premium wages if an employee could not take a break due to reasons
7 that were not the employees' choice. (Acherman Decl. ¶ 26b).

8 Inaccurate Wage Statements (Labor Code §226): Plaintiff alleges that wage statements
9 were inaccurate due to missing meal/rest premiums and other wage violations. Plaintiff estimated
10 \$305,450.00 in penalties (based on actual shifts with violations; capped at \$4,000 per employee).

11 Because this claim was derivative, it was subject to the defenses to the claims alleged
12 above. In addition, Defendant also argued that Plaintiff could not demonstrate that the Defendant
13 knowingly and intentionally provided employees with inaccurate wage statements. (Acherman
14 Decl. ¶ 26c).

15 Waiting Time Penalties (Labor Code §203): Plaintiff alleged that Defendant failed to
16 timely pay all final wages to former employees who were not provided with lawful meal/rest
17 breaks. Plaintiff estimated (based on known terminations during the “Provided Period” only)
18 \$183,723.00 in penalties. Defendant asserted Plaintiff could not show Defendant willfully
19 withheld owed wages in the manner intended to be protected by the Labor Code. (Acherman Decl.
20 ¶ 26d).

21 Overtime: Plaintiff alleged that Defendant failed to pay all overtime wages due; however,
22 the data showed payroll data that included check numbers, gross pay, take home pay, regular
23 hours worked, overtime hours worked, double-time hours worked, total hours worked, regular
24 pay, overtime pay, tax withholdings and other deductions, and rate of pay (that was discernable
25 from the data). Accordingly, there appeared to be insufficient evidence supporting a failure to pay
26 overtime, and this Plaintiff did not allocate a nominal value to this claim. (Acherman Decl. ¶ 26e).

27 Regular Rate: Plaintiff alleged that Defendant did not pay overtime, double time, meal and
28 rest break premiums, and other wages based on the regular rate of pay. After review of the data,

1 Plaintiff was unable to identify any non-discretionary bonuses earned in the same pay period as
2 overtime, and/or a meal or rest break premium payment, that were not included in the regular rate
3 of pay and thus Plaintiff has attributed no value to this claim. (Acherman Decl. ¶ 26f).

4 Reimbursement: Plaintiff alleged that Defendant failed to reimburse him and putative class
5 members for laundering of work clothes, gas, car maintenance, and the use of their personal cell
6 phones for business use. After investigation, Plaintiff discovered that Defendant contracts with a
7 third-party vendor, Cintas, to provide laundering of employees' uniforms cost-free to employees
8 and that Defendant's non-exempt manufacturing employees also are not required to travel for
9 business and therefore would not need to expend gas costs or be reimbursed for car maintenance.
10 Defendant also argued that it had a policy set forth in its Good Manufacturing Practices
11 (GMPs).that employees are prohibited from using their personal cell phone for work use. Thus,
12 Plaintiff has attributed no value to this claim. (Acherman Decl. ¶ 26g).

13 Arbitration Agreements: Defendant further argued that most of its employees, including
14 all newly hired employees, signed an arbitration agreement with a class action waiver which,
15 Defendant contends, would significantly limit the size of the any certifiable class, if any claims
16 could be certified. (Acherman Decl. ¶ 26h).

17 As such, Defendant's maximum potential exposure—excluding PAGA—was
18 approximately \$2,263,874.14. The case settled for \$750,000, which represents approximately
19 33.13% of the potential recovery for class-wide damages alone. Including PAGA penalties,
20 exposure increases to over \$4.5 million, and the \$750,000 settlement represents approximately
21 16.33% of the combined class and PAGA exposure. (Acherman Decl. ¶ 27).

22 However, had Plaintiff continued litigating this matter, Class Members potentially could
23 have received essentially nothing if the Court had favored Defendant's arguments—particularly
24 given the risks and volatility inherent in wage and hour litigation, the existence of arbitration
25 agreements, the evolving case law on meal and rest break policies, and Defendant's asserted
26 defenses. In light of these risks, Plaintiff's decision to resolve the action at this juncture was made
27 in the best interest of the Class Members. The Class Settlement Amount is reasonable given the
28 procedural posture of the case, the legal uncertainties at issue, and the factual disputes regarding

Defendant's policies and compliance.

Plaintiffs' Counsel is convinced that the proposed settlement is in the best interest of the Class based on the data exchanged during informal discovery, the evidentiary record developed to date, and counsel's detailed understanding of the legal and factual issues in the case. The risks associated with class certification, a potential motion for summary adjudication, trial, and appeal—all of which could substantially delay or impair recovery—were carefully weighed in reaching the proposed settlement. In addition, the affirmative defenses asserted by Defendant, the prospect of a potential adverse summary adjudication ruling, uncertainty on certification issues, the difficulties of complex litigation, the lengthy process of establishing specific damages and various possible delays and appeals, were also carefully considered by Class Counsel in agreeing to the proposed settlement. (Acherman Decl. ¶¶ 23 – 27).

The proposed settlement delivers meaningful value to Class Members. If the Court approves the proposed deductions for attorneys' fees and costs, the LWDA allocation, the service award, and administration costs, Plaintiffs estimate that Class Members will receive an average payment of approximately \$2,527. This is a fair and reasonable result. (Acherman Decl. ¶ 28).

Based on the nature of wage and hour cases, the actual unpaid wages are substantial for each individual class member. The settlement is fair and reasonable and will allow the employees, many of them current employees, to receive a portion of their unpaid wages without risk of retaliation or having to file their own action, find an attorney, participate in the action, or incur the risk of costs if the action is unsuccessful. (Acherman Decl. ¶ 29).

IX. THE COURT SHOULD CERTIFY THE CLASS FOR SETTLEMENT PURPOSES

The Court is authorized to certify a provisional settlement class following a preliminary approval hearing. (Cal. Rules of Court, Rule 3.769(d).). For settlement purposes, courts apply a more flexible standard for class certification than they would in a litigation context. (*Global Minerals & Metals Corp. v. Superior Court* (2003) 113 Cal.App.4th 836, 859.) This is because a trial is not anticipated and the procedural concerns that might otherwise defeat certification – such as manageability – are less significant. (See also *7-Eleven Owners for Fair Franchising v.*

1 *Southland Corp.*, (2000) 85 Cal.App.4th 1135, 1161-1162.) Accordingly, Plaintiff respectfully
2 requests that the Court provisionally certify the Settlement Class for settlement purposes only.

3 The requirements under California Code of Civil Procedure Section 382 are all met for the
4 purposes of certifying this case for settlement purposes (Acherman Decl. ¶ 31):

5 **A. The Class is Ascertainable and Sufficiently Numerous**

6 • **Numerosity:** The Settlement Class consists of approximately 150 non-exempt
7 hourly employees who worked for Lassonde Pappas at its Ontario, California facility during the
8 Class Period. Joinder of all class members into a single action would be impracticable and
9 inefficient. (Acherman Decl. ¶ 31a).

10 • **Ascertainability:** The Settlement Class is readily identifiable based on
11 Defendant's payroll and timekeeping records. These records include data regarding clock-
12 in/clock-out times, length of shifts, compensation, and wage statement history. (Acherman Decl.
13 ¶ 31b).

14 • **Typicality:** Plaintiff Thomas Gomez's claims are typical of those of the proposed
15 class. Like other class members, Plaintiff routinely worked shifts exceeding 8 and 12 hours
16 without being provided with lawful second meal periods or full rest breaks, was not properly
17 reimbursed for expenses, and received inaccurate wage statements. His claims arise from the
18 same alleged policies and practices that impacted the class as a whole. (Acherman Decl. ¶ 31c).

19 • **Adequacy:** Plaintiff has diligently participated in the litigation, understands his
20 obligations to the class, and has no conflicts with other class members. Proposed class counsel
21 are experienced wage-and-hour litigators who have actively investigated the claims, conducted
22 data analysis, and advocated for a fair resolution. (Acherman Decl. ¶ 31d).

23 **B. A Community of Interest Exists Among Settlement Class Members**

24 **1. Common Questions of Law and Fact Predominate**

25 The case presents predominant common questions of law and fact, including:

- 26 1. Whether Defendant paid all wages, including minimum and overtime to employees;
27 2. Whether Defendant paid all wages at the proper rates;
28 3. Whether Defendant provided a first meal break at or before the employee's fifth hour

1 of work;

2 4. Whether Defendant failed to provide lawful second meal breaks for employees
3 working shifts over 10 or 12 hours;

4 5. Whether Defendant failed to authorize and permit rest breaks;

5 6. Whether Defendant failed to issue accurate itemized wage statements;

6 7. Whether Defendant timely paid wages during employment and upon termination;

7 8. Whether Defendant failed to reimburse business expenses allegedly incurred by
8 employees in connection with their employment with Defendant;

9 9. Whether such conduct violated applicable provisions of the California Labor Code and
10 gave rise to civil penalties under PAGA;

11 10. Whether employees are entitled to restitution, penalties, and interest.

12 (Acherman Decl. ¶ 32).

13 As documented in Plaintiffs' analysis, employees collectively worked approximately
14 6,548 pay periods during the PAGA period alone (October 12, 2022, through April 14, 2025),
15 and a significant majority of these shifts involved alleged violations of meal and rest break laws
16 and wage statement requirements, according to Plaintiff's analysis of the data. (Acherman Decl.
17 ¶ 33).

18 **C. Plaintiff's Claims are Typical of the Class Claims**

19 Plaintiff Thomas Gomez's claims are typical of those of the proposed class. Like other
20 class members, Plaintiff alleges that he routinely worked shifts exceeding 8 and 12 hours without
21 being provided with lawful second meal periods or full rest breaks, was not properly reimbursed
22 for expenses, received inaccurate wage statements, and was not timely paid wages, among other
23 violations as alleged in his LWDA Notice and operative Complaint. His claims arise from the
24 same alleged policies and practices that impacted the class as a whole. (Acherman Decl. ¶ 34).

25 **D. Plaintiff and Counsel Will Adequately Represent the Class**

26 Plaintiff has diligently participated in the litigation, understands his obligations to the
27 class, and has no conflicts with other class members. Proposed class counsel are experienced
28 wage-and hour litigators who have actively investigated the claims, conducted extensive data

analysis, and advocated for a fair resolution. (Acherman Decl. ¶¶ 3, 7, 9, 22, 24 – 28).

E. This Class Action is a Superior Method of Adjudication

Class treatment is a superior method for resolving these claims. Many class members are low-wage hourly employees who would be unlikely to pursue individual actions. (Acherman Decl. ¶ 35). Furthermore, the majority of the putative class members signed arbitration agreements with class action waivers, which would have required them to individually litigate their claims. (Acherman Decl. ¶ 36). Additionally, because some class members are still employed by Defendant (Acherman Decl. ¶ 37), the risk of retaliation or fear of reprisal discourages individual claims.

Accordingly, a class action ensures efficiency, promotes access to justice, and avoids duplicative litigation over the same core issues.

X. SETTLEMENT OF PAGA PENALTIES IS REASONABLE

Based on the available data and extrapolated findings, estimated class damages exceed \$2.2 million, with potential PAGA exposure ranging between \$1.4 million and \$7.2 million. Class certification for settlement purposes is therefore appropriate and warranted. (Acherman Decl. ¶¶ 14 – 15, 27). The settlement figure, while modest in relation to the potential of \$1.4 million to \$7.2 million PAGA exposure, reasonably reflects the risks of litigation and the early procedural stage of the case. The compromise serves the greater public interest by providing fair and meaningful relief to aggrieved employees.

XI. THE PROPOSED CLASS NOTICE AND ADMINISTRATION PLAN ARE APPROPRIATE

The proposed Notice of Class Action Settlement is clear, informative, and complies with California Rules of Court, rule 3.766(d). It outlines the nature of the action, the key settlement terms, the scope of the release, estimated settlement payments, deadlines to object or opt out, and the final approval hearing date.

The parties have agreed to appoint ILYM Group, Inc., an experienced and well-regarded third-party settlement administrator, to implement the notice and administration plan. Defendant will provide ILYM Group with the Class Data, as explained above. ILYM will mail the Notice

1 Packet, and re-mail any returned notices to maximize reach and accuracy.

2 The plan includes simple procedures for class members to object or opt out, and no claim
3 form is required to receive payment. Settlement shares will be calculated automatically based on
4 the Class Data, ensuring fair and proportional allocation of the net settlement fund.

5 Accordingly, the proposed notice and administration plan are reasonable, efficient, and
6 should be approved by the Court.

7 **XII. THE REQUESTED ATTORNEYS' FEES, COSTS, AND SERVICE AWARD ARE**
8 **REASONABLE**

9 Plaintiffs' counsel will seek attorneys' fees in the amount of \$250,000, or one-third
10 (33⅓%) of the \$750,000 gross settlement fund. This request is reasonable and well within the
11 range commonly approved in wage-and-hour class and PAGA settlements under the percentage-
12 of-the-fund method. (Acherman Decl. ¶ 30).

13 Under California law, courts may award attorneys' fees from a common fund using the
14 percentage method, which calculates the fee as a proportionate share of the total settlement
15 recovery. (*See Lafitte v. Robert Half Int'l, Inc.* (2016) 1 Cal.5th 480, 489.) This method is
16 particularly appropriate here where counsel prosecuted the case on a contingency basis and
17 secured a meaningful recovery for the class early in litigation. The requested one-third fee aligns
18 with numerous California decisions approving fee awards of 30–40% in class actions involving
19 settlements under \$10 million. (*See, e.g., Roos v. Honeywell Int'l, Inc.*, (2015) 241 Cal.App.4th
20 1472, 1496; *Miller v. CEVA Logistics USA, Inc.*, (E.D. Cal. 2015) 2015 WL 4730176, at *8.)

21 Plaintiffs' counsel undertook significant work investigating claims, retaining experts,
22 analyzing payroll data, and preparing a detailed mediation brief without any compensation,
23 advancing all litigation costs and bearing the full risk of non-payment.

24 In addition, counsel will request reimbursement for reasonable litigation costs incurred to
25 date. These include expert analysis of time and payroll records, mediation fees, and related case
26 expenses—all necessary to evaluate exposure and reach settlement.

27 Finally, Plaintiff Thomas Gomez will seek a modest service award recognizing his time,
28 effort, and risk in representing the class. Mr. Gomez actively participated in the case, provided

1 factual support, and assisted counsel throughout the process.

2 In sum, the requested attorneys' fees, litigation costs, and service award are fair,
3 customary, and fully justified by the results achieved and the risks undertaken.

4
5 **VII. CONCLUSION**

6 The settlement is comfortably within the range of acceptable settlements and provides
7 appropriate monetary relief to both the Class Members and the aggrieved employees under
8 PAGA. Plaintiff respectfully requests that the Court certify the class for settlement purposes,
9 conditionally appoint Jafari Law Group as Class Counsel and Named Plaintiff as Class
10 Representative, appoint ILYM Group, Inc. as Settlement Administrator, grant preliminary
11 approval of the settlement terms and notice process, order the issuance of notice, and set a date
12 for the final fairness hearing, as set forth in the accompanying proposed order.

13
14 Respectfully submitted,

15 **JAFARI LAW GROUP, INC.**

16 

17
18 _____
19 Saul Acherman
20 Attorneys for *Thomas Gomez*