

Barbara DuVan-Clarke (State Bar No. 259268)
BDC@blackstonepc.com
Danielle L. GruppChang, (State Bar No. 313881)
dgruppchang@blackstonepc.com
P.J. Van Ert (State Bar No. 234858)
pjvanert@blackstonepc.com
Melissa Rodriguez (State Bar No. 352716)
mrodriguez@blackstonepc.com
Annabel Blanchard (State Bar No. 258135)
ablanchard@blackstonepc.com
BLACKSTONE LAW, APC
8383 Wilshire Boulevard, Suite 745
Beverly Hills, California 90211
Tel: (310) 622-4278 / Fax: (855) 786-6356

Attorneys for Plaintiff ALMA LOZANO,
individually, and on behalf of other similarly
situated employees and aggrieved employees
pursuant to the California Private Attorneys General Act

SUPERIOR COURT OF THE STATE OF CALIFORNIA
FOR THE COUNTY OF LOS ANGELES

ALMA LOZANO, individually, and on behalf of
other similarly situated employees and aggrieved
employees pursuant to the California Private
Attorneys General Act,

Plaintiff,

vs.

JAKKS PACIFIC, INC.; WORKFORCE
PERSONNEL INCORPORATED; and DOES 1
through 25, inclusive,

Defendants.

Case No. 24STCV05539

Honorable Laura A. Seigle
Department 17

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

Date: September 29, 2026
Time: 9:00 a.m.
Dept.: 17

Complaint Filed: March 5, 2024
FAC Filed: July 15, 2024
SAC Filed: August 18, 2026
Trial Date: Not Set

TO ALL PARTIES AND THEIR ATTORNEYS OF RECORD:

PLEASE TAKE NOTICE THAT on **September 29, 2026 at 9:00 a.m.** in Department 17 of the above-captioned Court located at the Spring Street Courthouse, 312 N. Spring Street, Los Angeles, California 90012, Superior Court of the State of California for the County of Los Angeles, pursuant to California Code of Civil Procedure section 382 and Rule 3.769 of the California Rules of Court, Plaintiff Alma Lozano (“Plaintiff”) will and hereby does move the Court for an Order granting preliminary approval of the proposed class action and PAGA settlement between Plaintiff and Defendants JAKKS Pacific, Inc. and Workforce Personnel, Inc. (together, “Defendants”).

Plaintiff requests that the Court enter an Order:

1. Preliminarily approving the Joint Stipulation of Class Action and PAGA Settlement (“Settlement” or “Settlement Agreement”) attached as Exhibit 3 to the Declaration of Annabel Blanchard in Support of Plaintiff’s Motion for Preliminary Approval of Class Action and PAGA Settlement (“Blanchard Decl.”);

2. Certifying the Class for Settlement purposes;

3. Appointing Plaintiff Alma Lozano as the Class Representative for Settlement purposes;

4. Appointing Jonathan M. Genish, Barbara DuVan-Clarke, Danielle GruppChang, P.J. Van Ert, Melissa Rodriguez, and Annabel Blanchard of Blackstone Law, APC as Class Counsel for Settlement purposes;

5. Approving the proposed Notice of Class Action Settlement (“Class Notice”), attached as Exhibit A to the Settlement Agreement, to be mailed to the Class;

6. Approving the opt-out and objection procedures provided in the Settlement Agreement and set forth in the Class Notice;

7. For each Class Member, directing Defendants to furnish their full name, last known mailing address, Social Security number, Workweeks, and Pay Periods to the Settlement Administrator within fourteen (14) calendar days after entry of the order granting preliminary approval of the Settlement;

8. Approving the proposed deadlines for the settlement administration process; and

9. Setting a Final Approval Hearing.

1 Pursuant to California Labor Code section 2699(s)(2), on August 20, 2026, a copy of the
2 Settlement was submitted to the California Labor and Workforce Development Agency (“LWDA”) via
3 online submission through the LWDA’s website. (Blanchard Decl., ¶ 57 and Exh. 4).

4 This Motion is based upon this Notice, the attached Memorandum of Points and Authorities, the
5 Declaration of Annabel Blanchard, the Declaration of Plaintiff Alma Lozano, the Declaration of the
6 Settlement Administrator, the pleadings and other records on file with the Court in this matter, and any
7 other further evidence or argument that the Court may properly receive at or before the hearing.

8
9 Respectfully submitted,

10 Dated: August 20, 2026

BLACKSTONE LAW, APC

11 By: Annabel Blanchard
12 Annabel Blanchard
13 Attorneys for Plaintiff Alma Lozano
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1 **MEMORANDUM OF POINTS AND AUTHORITIES**

2 **I. INTRODUCTION**

3 Plaintiff Alma Lozano (“Plaintiff”) seeks preliminary approval of the Joint Stipulation of Class
4 Action and PAGA Settlement (“Settlement” or “Settlement Agreement”) entered into between Plaintiff
5 and Defendants JAKKS Pacific, Inc. and Workforce Personnel, Inc. (together, “Defendants”) (together,
6 with Plaintiff, the “Parties”). (Declaration of Annabel Blanchard in Support of Plaintiff’s Motion for
7 Preliminary Approval of Class Action and PAGA Settlement [“Blanchard Decl.”], ¶ 27 and Exh. 3). The
8 Settlement terms are outlined as follows:

- 9
- 10 • Class Size: Approximately 2,000 individuals.
 - 11 • Gross Settlement Amount One Million Seven Hundred Thousand Dollars (\$1,700,000).
 - 12 • Attorneys’ Fees and Costs: Attorneys’ fees of thirty-five percent (35%) of the Gross
13 Settlement Amount (\$595,000 if the Gross Settlement Amount is \$1,700,000) plus actual
14 litigation costs and expenses not to exceed Forty-Five Thousand Dollars (\$45,000), to be
15 paid from the Gross Settlement Amount.
 - 16 • Enhancement Payment: Ten Thousand Dollars (\$10,000), to be paid from the Gross
17 Settlement Amount.
 - 18 • Settlement Administration Costs: Not to exceed Thirteen Thousand Five Hundred Dollars
19 (\$13,500), to be paid from the Gross Settlement Amount.
 - 20 • PAGA Amount: One Hundred Thousand Dollars (\$100,000) from the Gross Settlement
21 Amount, 75% of which (\$75,000) will be paid to the Labor and Workforce Development
22 Agency (“LWDA”) and the remaining 25% (\$25,000) to be paid to the PAGA Employees.
 - 23 • Approximately Nine Hundred Thirty-Six Thousand Dollars (\$936,000) to be distributed to
24 Settlement Class Members.

25 As set forth herein, the Settlement is the product of informed discovery and arms-length
26 negotiations, and provides a fair, adequate, and reasonable recovery for the Class. Plaintiff therefore
27 respectfully requests that the Court grant preliminary approval of the Settlement, conditionally certify the
28 Class, approve the proposed Notice of Class Action Settlement (“Class Notice”), and set a hearing date
for final settlement approval, among other requested relief.

//

II. FACTUAL AND PROCEDURAL BACKGROUND

Defendant JAKKS Pacific, Inc. is a toy and consumer products company that does business in California, with locations throughout the state. Defendant Workforce Personnel, Inc. is a staffing agency that provides temporary workers to JAKKS Pacific, Inc.. Plaintiff Alma Lozano (“Plaintiff”) was employed by Defendants as an hourly-paid, non-exempt picker and dispatcher from approximately November 2019 to approximately July 2023. (“Lozano Decl.”, ¶ 2).

On January 9, 2024, Plaintiff provided written notice to the California Labor and Workforce Development Agency (“LWDA”) by online submission and to Defendant JAKKS Pacific, Inc. by U.S. Certified Mail, pursuant to California Labor Code Section 2699.3, of the specific provisions of the California Labor Code alleged to have been violated by Defendant JAKKS Pacific, Inc. On February 21, 2025, Plaintiff provided an amended written notice (“PAGA Letter”) to the LWDA and Defendants JAKKS Pacific, Inc. and Workforce Personnel Incorporated (“Defendants”). (Blanchard Decl., ¶ 10 and Exh. 2).

On March 5, 2024, Plaintiff filed a Class Action Complaint in the action entitled *Alma Lozano v. JAKKS Pacific, Inc.*, Los Angeles County Superior Court Case No. 24STCV05539 (“Action”), thereby commencing a putative class action against Defendant. (*Id.*, ¶ 11).

On March 15, 2024, Plaintiff filed a Complaint for Enforcement Action Under the Private Attorneys General Act, Cal. Labor Code §§ 2698 *Et Seq.* in the action entitled *Alma Lozano v. JAKKS Pacific, Inc.*, Los Angeles County Superior Court Case No 24STCV06513 (“PAGA Action”), which alleged one cause of action under the Private Attorneys General Act of 2004 pursuant to California Labor Code Section 2698, *et seq.* (“PAGA”) against Defendant JAKKS Pacific, Inc. (*Id.*, ¶ 12).

On July 15, 2024, Plaintiff filed a First Amended Class Action Complaint in the Action, which added Workforce Personnel, Inc. as a Defendant in the Action. (*Id.*, ¶ 13).

On September 18, 2024, the Parties participated in a formal mediation conducted by Judge Carl West (Ret.), but did not reach a settlement at that time. (*Id.*, ¶ 14).

On January 21, 2025, Plaintiff propounded written formal discovery onto Defendant (specifically, Requests for Production of Documents to Defendant JAKKS Pacific, Inc. (Set One), Requests for Production of Documents to Defendant Workforce Personnel Incorporated (Set One), Special

Interrogatories to Defendant JAKKS Pacific, Inc. (Set One), and Special Interrogatories to Defendant Workforce Personnel Incorporated (Set One). (*Id.*, ¶ 15).

On January 23, 2025, Defendants filed a Motion to Compel Arbitration, Dismiss or Strike Class Claims, and Stay the Case Pending Arbitration in the Action (“Motion to Compel Arbitration”), along with supporting documents. (*Id.*, ¶ 16).

On February 27, 2025, Plaintiff filed an Opposition to Defendants’ Motion to Compel Arbitration, and supporting documents and on March 5, 2025, Defendants filed their Reply Brief in support of the Motion to Compel Arbitration. (*Id.*, ¶¶ 17 & 18). On March 12, 2025, the Court entered an order denying Defendants’ Motion to Compel Arbitration. (*Id.*, ¶ 19).

On March 12, 2025, Plaintiff propounded additional written formal discovery onto Defendant (specifically, Form Interrogatories – General (Set One), Form Interrogatories – Employment Law (Set One), Special Interrogatories to Defendant JAKKS Pacific, Inc. (Set Two), Special Interrogatories to Defendant Workforce Personnel Incorporated (Set Two), Requests for Admission to Defendant Workforce Personnel Incorporated (Set Two) Requests for Admission to Defendant JAKKS Pacific, Inc. (Set Two), Requests for Production of Documents to Defendant Workforce Personnel Incorporated (Set Two), and Requests for Production of Documents to Defendant JAKKS Pacific, Inc. (Set Two), noticed the deposition of Defendant JAKKS Pacific Inc.’s Person Most Knowledgeable, and noticed the Deposition of Defendant Workforce Personnel Incorporated’s Person Most Knowledgeable. (*Id.*, ¶ 20).

On May 8, 2025, Defendants noticed their appeal of the Superior Court’s denial of Defendants’ Motion to Compel Arbitration. Defendants’ Appeal is currently pending under Court of Appeal case number B346367, and as of April 8, 2026, the appeal is stayed, pending the administration of the Settlement of the Action. (Blanchard Decl., ¶ 21).

On September 9, 2025, Defendants each propounded written formal discovery onto Plaintiff (specifically, Special Interrogatories (Set One), and Request for Production of Documents (Set One)). (*Id.*, ¶ 22).

On December 11, 2025, the Parties participated in a second formal mediation conducted by Steven Serratore (“Mediator”), a respected mediator of complex wage and hour actions. Although the Parties were unable to reach a settlement at the mediation, the Parties continued to engage in settlement

1 discussions in the weeks following the mediation, ultimately reaching the instant Settlement. The Parties'
2 settlement discussions were conducted at arms' length, and the Parties then worked diligently to negotiate
3 and memorialize the terms in a long form settlement agreement. (*Id.*, ¶ 23).

4 On March 26, 2026, the Parties executed the Joint Stipulation of Class Action and PAGA
5 Settlement ("Settlement" or "Settlement Agreement"). (*Id.*, ¶ 24 and Exh. 3).

6 On Plaintiff filed a Second Amended Class and Representative Action Complaint ("Operative
7 Complaint") in the Action, which added the PAGA claims alleged in the PAGA Action to the Action.
8 The Operative Complaint alleges twelve (12) causes of action for violations of the California Labor Code
9 for failure to pay minimum wages, failure to pay overtime wages, failure to provide compliant meal
10 periods and premium payments in lieu thereof, failure to provide compliant rest periods and premium
11 payments in lieu thereof, failure to timely pay wages during employment, failure to provide compliant
12 wage statements, failure to timely pay wages upon termination, and failure to reimburse necessary
13 business expenses, for violations of California Business & Professions Code Section 17200, et seq. based
14 on the aforementioned California Labor Code violations, for payment of wages with a dishonored check,
15 for failure to issue wages payable by an instrument payable on demand and without discount, and for
16 civil penalties under PAGA based on the aforementioned California Labor Code violations. (Blanchard
17 Decl., ¶ 25).

18 **III. THE SETTLEMENT TERMS**

19 **A. Class Definition**

20 For purposes of settlement only, the Parties have agreed that the Class shall be defined as "all
21 individuals who were employed by JAKKS Pacific, Inc. during the Class Period who were classified as
22 non-exempt, and all individuals who were retained by JAKKS Pacific, Inc. via a staffing agency to work
23 at any facility operated by JAKKS Pacific, Inc. in California during the Class Period who were classified
24 as non-exempt" ("Class" or Class Member(s)"). (Blanchard Decl., ¶ 26; Settlement Agreement, ¶ 11.b).
25 The Class Period is defined as the period from March 4, 2020 through March 9, 2026. (Blanchard Decl.,
26 ¶ 25; Settlement Agreement, ¶ 11.f). Based on information provided by Defendants, it is estimated that
27 there are two thousand (2,000) Class Members. (Blanchard Decl., ¶ 26).

28 ///

1 **B. Amount of Settlement**

2 The Parties have agreed to settle the class and PAGA claims at issue in the Operative Complaint
3 for a non-reversionary Gross Settlement Amount of One Million Seven Hundred Thousand Dollars
4 (\$1,700,000), exclusive of employer-side payroll taxes. (Blanchard Decl., ¶ 27; Settlement Agreement, ¶
5 11.p).

6 **C. Allocation and Funding of the Gross Settlement Amount**

7 The Gross Settlement Amount is a common fund and therefore includes all requested costs, fees,
8 and other allocations. (Blanchard Decl., ¶ 27; Settlement Agreement, ¶ 11.q). The Gross Settlement
9 Amount includes: (1) Class Counsel’s fees in an amount up to thirty-five percent (35%) of the Gross
10 Settlement Amount (i.e., \$595,000 if the Gross Settlement Amount is \$1,700,000); (2) Class Counsel’s
11 actual litigation costs and expenses, not to exceed Forty-Five Thousand Dollars (\$45,000); (3) Settlement
12 Administration Costs, not to exceed Thirteen Thousand Five Hundred Dollars (\$13,500); (4) an
13 Enhancement Payment in an amount up to Ten Thousand Dollars (\$10,000); and (5) a PAGA Amount of
14 One Hundred Thousand Dollars (\$100,000). (Blanchard Decl., ¶ 27; Settlement Agreement, ¶¶ 11.q, 14,
15 15, 16, and 17). After the above-estimated amounts are deducted from the Gross Settlement Amount, the
16 Net Settlement Amount that will be available for Class Members is currently estimated to be
17 approximately Nine Hundred Thirty-Six Thousand Dollars (\$936,000). (Blanchard Decl., ¶ 27).
18 Additionally, 25% of the PAGA Amount (“PAGA Employee Amount”), which is \$25,000 out of
19 \$100,000, will be fully distributed to “all individuals who were employed by JAKKS Pacific, Inc. during
20 the PAGA Period who were classified as non-exempt, and all individuals who were retained by JAKKS
21 Pacific, Inc. via a staffing agency to work at any facility operated by JAKKS Pacific, Inc. in California
22 during the PAGA Period who were classified as non-exempt” (“PAGA Employee(s)”). (Blanchard Decl.,
23 ¶ 27; Settlement Agreement, ¶¶ 11.q, 11.x, 11.y, and 16). The “PAGA Period” is defined as the period
24 from January 9, 2023, through March 9, 2026. (Blanchard Decl., ¶ 27; Settlement Agreement, ¶ 11. aa).

25 The Net Settlement Amount will be distributed and paid to all Class Members who do not submit
26 a timely and valid Request for Exclusion (“Settlement Class Member(s)”) on a pro rata basis based on
27 the number of weeks each Class Member worked for at least one day as a non-exempt employee for
28 JAKKS Pacific, Inc. or for a staffing agency retained by JAKKS Pacific, Inc. at a facility operated by

JAKKS Pacific, Ind. in California during the Class Period (“Workweeks”). (Blanchard Decl., ¶ 28; Settlement Agreement, ¶¶ 11.mm and 11.nn). The pro rata share of the Net Settlement Amount that a Class Member may be eligible to receive under the Class Settlement (“Individual Settlement Share”) will be calculated by the Settlement Administrator, in accordance with the Settlement Agreement. (Blanchard Decl., ¶ 28; Settlement Agreement, ¶¶ 11.t and 19).

The PAGA Employee Amount will be distributed and paid to all PAGA Employees on a pro rata basis based on the number of pay periods each PAGA Employee worked for at least one day as a non-exempt employee for JAKKS Pacific, Inc. or for a staffing agency retained by JAKKS Pacific, Inc. in California during the PAGA Period (“Pay Periods”). (Blanchard Decl., ¶ 29; Settlement Agreement, ¶¶ 11.cc and 16). The pro rata share of the PAGA Employee Amount that a PAGA Employee may be eligible to receive under the PAGA Settlement (“Individual PAGA Payment”) will be calculated by the Settlement Administrator, in accordance with the Settlement Agreement. (Blanchard Decl., ¶ 29; Settlement Agreement, ¶¶ 11.r and 20).

Each Individual Settlement Share will be allocated as follows: ten percent (10%) wages, forty-five percent (45%) statutory penalties, and forty-five percent (45%) interest. The portion allocated to wages will be reported on an IRS Form W-2 and the portions allocated to penalties, interest, and non-wage damages will be reported on an IRS Form 1099 (if applicable) by the Settlement Administrator. The Settlement Administrator will withhold the employee’s share of taxes and withholdings with respect to the wages portion of the Individual Settlement Shares, and issue checks to Settlement Class Members for their Individual Settlement Payments (i.e., payment of their Individual Settlement Share net of these taxes and withholdings). The Employer Taxes will be paid separately and in addition to the Gross Settlement Amount. Each Individual PAGA Payment will be allocated as one hundred percent (100%) penalties and will be reported on an IRS Form 1099 (if applicable) by the Settlement Administrator. (Blanchard Decl., ¶ 30; Settlement Agreement, ¶ 21).

The Settlement Agreement is a non-reversionary settlement; no portion of the Gross Settlement Amount will return to Defendants. The Net Settlement Amount will be fully distributed to Settlement Class Members and the PAGA Amount will be fully distributed to the LWDA and PAGA Employees, in accordance with the Settlement Agreement. (Blanchard Decl., ¶ 31; Settlement Agreement, ¶¶ 11.q and

37).

Each Individual Settlement Payment and Individual PAGA Payment check will be valid and negotiable for one hundred and eighty (180) calendar days from the date the checks are issued, and thereafter, shall be canceled. Any funds associated with such canceled checks shall be distributed by the Settlement Administrator to the State of California's Unclaimed Property Division in the name of the Settlement Class Member and/or PAGA Employee. The Parties agree that this disposition results in no "unpaid residue" under California Civil Procedure Code Section 384, as the entire Net Settlement Amount will be paid out to Settlement Class Members, whether or not they cash their settlement checks. Therefore, Defendant will not be required to pay any interest on such amounts. (Blanchard Decl., ¶ 32; Settlement Agreement, ¶ 39).

D. Released Claims

Upon the Effective Date and full funding of the Gross Settlement Amount, Plaintiff and all Settlement Class Members will be deemed to have fully, finally, and forever released, settled, compromised, relinquished, and discharged the Released Parties of all Released Class Claims. (Settlement Agreement, ¶ 40).

Upon the Effective Date and full funding of the Gross Settlement Amount, Plaintiff, the State of California with respect to all PAGA Employees, and all PAGA Employees will be deemed to have fully, finally, and forever released, settled, compromised, relinquished, and discharged the Released Parties of all Released PAGA Claims. (Id., ¶ 41).

"Released Class Claims" means any and all causes of action, claims, rights, statutory damages, penalties, liabilities, expenses and losses against the Released Parties, arising out of the claims alleged or which could have been reasonably alleged based on the factual allegations in the Operative Complaint, arising during the Class Period (i.e., California Labor Code Sections 201–204, 210, 212, 213.1, 225.5, 226, 226.7, 510, 512(a), 1197, 1197.1, 1198, 2800, and 2802, and California Business and Professions Code sections 17200, et seq.), and all other potential claims reasonably related to or arising out of the same set of facts pled in the Operative Complaint, such as those under the California Labor Code, Wage Orders, regulations, and/or other provisions of law. (Id., ¶ 11. ff).

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1 “Released PAGA Claims” means any and all claims for civil penalties under the Private Attorneys
2 General Act of 2004, California Labor Code Sections 2698 *et seq.* (“PAGA”), arising during the PAGA
3 Period, based on the California Labor Code violations alleged in the PAGA Letter, or any amended
4 PAGA Letter, as well as facts, theories, or claims for civil penalties that would be considered
5 administratively exhausted under applicable law by the PAGA Letter, as well as any claims brought under
6 PAGA in the Operative Complaint. (Id., ¶ 11.gg).

7 “Released Parties” means JAKKS Pacific, Inc., JAKKS Sales, LLC, Disguise, Inc., Workforce
8 Enterprises, Inc., Workforce Personnel, Inc., United Employment Solutions, Inc., and LaborNow, Inc.
9 (which has since merged with Empire Workforce Solutions, Inc.), and all of their respective parent
10 companies, subsidiaries, divisions, related or affiliated companies, clients, and each of their respective
11 shareholders, officers, directors, employees, agents, principals, representatives, attorneys, accountants,
12 partners, investors, owners, administrators, insurers, predecessors, successors, and assigns, and any
13 individual or entity that could be liable for any of the Released Class Claims or Released PAGA Claims).

14 **IV. STANDARD OF REVIEW FOR PRELIMINARY APPROVAL**

15 The settlement of a class action requires court approval. (*See Dunk v. Ford Motor Co.*, 48 Cal.
16 App. 4th 1794 (1996)). “In general, questions whether a settlement was fair and reasonable, whether
17 notice to the class was adequate, whether certification of the class was proper, and whether the attorney
18 fee award was proper are matters addressed to the trial court’s broad discretion.” (*Wershba v. Apple*
19 *Computer, Inc.*, 91 Cal.App.4th 224, 234-35 (2001) (disapproved on other grounds)).

20 The review and approval of a proposed class action settlement involves a two-step process. (*See*
21 *Cal. Rules of Court, Rule 3.769(c)*). First, counsel submit the proposed terms of the settlement and the
22 Court makes a preliminary assessment of whether the settlement appears to be sufficiently within the
23 range of a fair settlement to justify providing notice of the proposed settlement to class members. After
24 notice is provided to the class, the Court must conduct a second inquiry into whether the proposed
25 settlement is fair, reasonable, and adequate. (*Ibid*).

26 The initial evaluation of the settlement at the preliminary approval step “is not a fairness hearing.”
27 (*Armstrong v. Board of School Directors of City of Milwaukee*, 616 F.2d 305, 314 (7th Cir. 1980)).
28 Rather, the limited purpose of this initial inquiry is to determine, at a threshold level, only whether the

1 proposed settlement is within the range of possible approval and, as a result, “whether there is any reason
2 to notify the class members of the proposed settlement and to proceed with a fairness hearing.” A
3 presumption of fairness exists where: (1) the settlement is reached through arm’s length bargaining; (2)
4 investigation and discovery are sufficient to allow counsel and the court to act intelligently; (3) counsel
5 is experienced in similar litigation; and (4) the percentage of objectors is small. (*See In re Microsoft I-V*
6 *Cases*, 135 Cal. App. 4th 706, 723 (2006)).

7 Preliminary approval does not require a court to make a final determination that the settlement is
8 fair, reasonable, and adequate. Rather, that decision is made only at the final approval stage, after notice
9 of the settlement has been given to the class members and they have had an opportunity to object or
10 exclude themselves from the settlement. (*See* Cal. Rules of Court, Rule 3.769(g)). In considering a
11 potential class settlement, the court need not reach any ultimate conclusions on the issues of fact and law
12 which underlie the merits of the dispute and need not engage in a trial on the merits. (*See Officers for*
13 *Justice v. Civil Service Commission*, 688 F.2d 615, 625 (9th Cir. 1982)).

14 **V. THE SETTLEMENT IS PRESUMED FAIR**

15 **A. The Settlement Was Reached as a Result of Arm’s-Length Bargaining**

16 California courts recognize that “a presumption of fairness exists where . . . [a] settlement is
17 reached through arm’s-length bargaining.” (*Wershba*, 91 Cal.App.4th at 245; *see also Clark v. Am.*
18 *Residential Servs. LLC*, 175 Cal.App.4th 785, 799 (2009)). Here, the Parties’ settlement negotiations
19 were at all times made at arm’s-length and were adversarial. (Blanchard Decl., ¶ 33). The Settlement
20 was reached following a full day of mediation with a highly respected mediator with substantial
21 experience mediating wage and hour cases. (Ibid).

22 **B. Sufficient Investigation and Discovery by Experienced Class Counsel**

23 Courts typically assess the status of discovery in determining whether a class action settlement
24 agreement is fair, reasonable, and adequate. (*Dunk*, 48 Cal.App.4th at 1801). Prior to mediation,
25 Defendants produced a random sampling of putative class members’ time and pay records as well as
26 Defendants’ relevant wage and hour policies, exemplar arbitration agreements, and information regarding
27 the total number of putative class members, the number of current versus former employees, the total
28 workweeks worked by the putative class members, and the average rate of pay for the putative class

1 members. (Blanchard Decl., ¶ 34).

2 This allowed Class Counsel to conduct an informed assessment and analysis of the strengths and
3 weaknesses of the claims and the potential class-wide damages. (*Id.*, ¶ 35). Based on information
4 exchanged, the Parties extensively briefed issues regarding class certification and liability and provided
5 their analyses to the Mediators who helped the Parties debate the strengths and weakness of their
6 respective positions. (*Id.*, ¶ 36). At all times, Plaintiff was willing and prepared to litigate this matter
7 through class certification and trial if the Parties had been unable to reach a favorable resolution. (*Ibid.*).
8 Additionally, settlement negotiations were conducted by highly capable and experienced counsel.
9 (Blanchard Decl., ¶¶ 1-8). Accordingly, Class Counsel had sufficient information and experience to act
10 intelligently in negotiating the Settlement.

11 **C. The Settlement is Fair and Reasonable in Light of the Parties' Respective Legal Positions**
12 **and Recovery Risks**

13 A settlement is not judged against what might have been recovered had a plaintiff prevailed at
14 trial, nor does the settlement have to obtain 100% of the damages sought to be fair and reasonable.
15 (*Wershba*, 91 Cal.App.4th at 246, 250). In evaluating the reasonableness of a settlement, a trial court
16 must consider “the strength of plaintiffs’ case, the risk, expense, complexity and likely duration of further
17 litigation, the risk of maintaining class action status through trial, the amount offered in settlement, the
18 extent of discovery completed and the stage of the proceedings, the experience and views of counsel, the
19 presence of a governmental participant, and the reaction of the class members to the proposed settlement.”
20 (*Kullar v. Foot Locker Retail, Inc.*, 168 Cal.App.4th 116, 128 (2008)).

21 Here, the reasonableness of the Settlement is underscored by the fact that Defendants have legal
22 and factual grounds for defending the Action. Based upon Class Counsel’s experience litigating similar
23 complex matters, Plaintiff reasonably expected a vigorous and lengthy defense to both class certification
24 and the merits of the Action absent a settlement.

25 **1. Class Counsel’s Analysis of the Maximum Available Liability and Damages**

26 Class Counsel analyzed all available data and estimated Defendant’s maximum potential exposure
27 to be approximately \$7,215,586, assuming the litigation was successful at trial on all claims at issue and
28 every employee had a violation for each claim on every shift worked. (Blanchard Decl., ¶ 37). This

1 maximum potential analysis was then reduced based on the challenges facing the likelihood of obtaining
2 class certification, prevailing at trial, and other attendant risks. (Ibid). This estimate is based off an
3 estimated maximum liability for all claims at issue and the total aggregate workweeks during the relevant
4 time period, less interest, and based on the analysis of the data which was extrapolated out for all class
5 members across the entire putative class period, which included: \$457,455 for meal period violations
6 (less meal period premiums paid); \$2,146,507 for rest period violations at a 100% violation rate; \$494,782
7 for unpaid off-the-clock work for 1 hour per workweek of off-the-clock work; \$227,010 for unreimbursed
8 business expenses; \$2,473,782 for waiting time penalties; and \$1,416,050 for wage statement penalties.
9 (Ibid). Plaintiff further estimated that Defendants faced an additional exposure of \$1,515,400 in potential,
10 non-stacked (i.e., one penalty, per employee, per pay period during the PAGA statutory period) PAGA
11 penalties. (Ibid). Together with the PAGA penalties, Defendants' maximum potential exposure totaled
12 \$8,730,986 in damages. (Ibid).

13 **2. Class Counsel's Risk-Based Analysis and Risk-Based Adjustments**

14 While Plaintiff believes that Defendants faced significant exposure, substantial barriers to a
15 recovery existed. Defendants contended that Plaintiff's claims were not suitable for class certification
16 because individual issues and affirmative defenses would predominate should this case go to trial.
17 (Blanchard Decl., ¶ 40; *See Brinker Restaurant Corp. v. Superior Court*, 53 Cal.4th 1004 (2012); *Duran*
18 *v. U.S. Bank Nat. Assn.*, 59 Cal.4th 1, 35-36 (2014); *Wal-Mart Stores, Inc. v. Dukes*, 131 S.Ct. 2541, 2551
19 (2011)). While Plaintiff and Class Counsel disagree with Defendant's predictions, they also recognize
20 that there is a significant risk that the Court may deny class certification. (Blanchard Decl., ¶ 40; *see*
21 *also, Findings of the Study of California Class Action Litigation*, 2000-2006, available at
22 <http://www.courts.ca.gov/documents/class-action-lit-study.pdf> (finding that only 21.4% of all class
23 actions were certified either as part of a settlement or as part of a contested certification motion)).

24 For example, Plaintiff's meal period claims, which were based on Defendants' alleged failure to
25 provide lawful meal periods, have been increasingly difficult to certify in recent years. (Blanchard Decl.,
26 ¶ 41; *See Brinker*, 53 Cal. 4th at 1034-35). Plaintiff's theory of liability for meal period violations was
27 based on allegations that Defendants had failed to implement their policies and that their practices failed
28 to allow Class Members to take meal breaks in the manner required under California law. (Blanchard

Decl., ¶ 41; *See Bradley v. Networkers Int'l, LLC*, 211 Cal.App.4th 1129, 1150 (2012) (holding that “the lack of a meal/rest break policy and the uniform failure to authorize such breaks are matters of common proof.”)). Defendants contended that their policies and practices at all times during the Class Period were lawful. (Blanchard Decl., ¶ 41). Indeed, Plaintiff’s analysis revealed only a 22.9% violation rate for purported unique meal period violations. (Ibid). Defendants further argued that the rate of purported meal period violations reflected in the data did not reflect the existence of meal period waivers, and would require individualized inquiry and that such inquiry would prohibit a class from being certified. (Blanchard Decl., ¶ 41). Class Counsel also had to consider the risk that the Court would find validity in an individualized proof defense to certification of Plaintiff’s meal period claim. (Ibid).

Additionally, a large portion of Defendants’ overall liability lies in Plaintiff’s rest period allegations. (*Id.*, ¶ 42). As with the meal period allegations, Defendants contended that they had a lawful written rest period policy, provided compliant rest breaks, and relieved Class Members of all duties as required under California law. (Ibid). Additionally, this claim was even more uncertain given the difficulties associated with proving the alleged rest period violations, as Defendants were not required to record these breaks. (Ibid). Given the lack of records demonstrating rest period violations, there were legitimate concerns Plaintiff would not be able to certify these claims or prove substantial damages with requisite certainty, which made the estimated value of this claim subject to much challenge. (Ibid).

Plaintiff also faced challenges certifying and proving liability for her minimum wage and overtime claims. (*Id.*, ¶ 43). These claims were largely based on Defendants’ unrecorded, off-the-clock work performed by the Class Members both before and after their shifts and during purported meal periods. (Ibid). However, the individualized nature of why this work was performed and the individualized nature of damages presented substantial concerns regarding the manageability of the case and the risk the Court could find these issues prevented certification, and the estimated damages for this claim were based on an assumption that all Class Members worked off the clock for at least one hour per week. (Ibid).

Plaintiff also contended that Defendants failed to reimburse Plaintiff and the other Class Members for necessary business-related expenses, such as work gloves and back support belts (which Defendant’s own safety policy required for lifting objects weighing twenty-five (25) pounds or more), as well as cell

1 phone and internet usage for work-related communications. (*Id.*, ¶ 44). Defendants contended that they
2 had a policy and practice of reimbursing employees for necessary business-related expenses. (*Ibid.*).
3 Defendants further contended that, with respect to the alleged expenses for which Plaintiff and the other
4 Class Members never requested reimbursement from Defendants, they did not know and had no reason
5 to know that alleged business-related expenses had been incurred. (*Ibid.*). Defendants further contended
6 that the reason why a Class Member undertook certain expenses, while not others, and failed to receive
7 reimbursement for certain expenses while not others, would raise individual issues that could not be
8 certified. (Blanchard Decl., ¶ 44).

9 There are also substantial risks associated with Plaintiff's waiting time penalties and wage
10 statement claims. (*Id.*, ¶ 45). First, these claims were derivative of Plaintiff's claims for unpaid meal
11 period premiums, unpaid rest period premiums, unpaid minimum wages, and unpaid overtime wages,
12 and if certification was denied on those underlying claims, these derivative claims for penalties would
13 also likely fail. (*Ibid.*). Further, even if Plaintiff prevailed on her underlying claims, she would still be
14 required to demonstrate that Defendants' violations of California Labor Code section 203 were *willful*
15 violations. (Blanchard Decl., ¶ 45; *See, e.g., Choate v. Celite Corp.*, 215 Cal App. 4th 1460, 1468 (2013)
16 (holding that "an employer's reasonable, good faith belief that wages are not owed may negate a finding
17 of willfulness")). Wage statement claims have also seen varying treatment at the appellate level because
18 such claims have an element of discretion attached to them rather than a pure calculation of damages after
19 liability is proven. (Blanchard Decl. ¶ 45; *Jaimez v. DAIOHS USA, Inc.*, 181 Cal.App.4th 1286 (2010)
20 *with Price v. Starbucks Corp.*, 192 Cal.App.4th 1136 (2011)). Accordingly, these derivative claims,
21 which comprised a substantial portion of Defendants' estimated liability, were therefore uncertain.
22 (Blanchard Decl., ¶ 45).

23 Class Counsel also recognized that, even if Plaintiff prevailed at class certification, proving the
24 amount of wages due to Class Members would be an expensive, time-consuming, and uncertain
25 proposition. (*Id.*, ¶ 46). In order to prove liability and damages, Class Counsel will need to request and
26 analyze thousands of pages of documents, obtain the Class Members' contact information, contact them,
27 and obtain their declarations at great expense. (*Ibid.*). Obtaining the cooperation of current employees
28 would also be difficult, given the likely reluctance to aid prosecution of a lawsuit against a current

1 employer. (Ibid). On the other hand, Defendants would likely be able to obtain the cooperation of their
2 employees. (Ibid). Moreover, even if Plaintiff prevailed at class certification and trial, possible appeals
3 would substantially delay any recovery by the Class. (Ibid).

4 Class Counsel also contemplated the risks of proceeding with the PAGA claims and potential
5 liability Defendants could face from these claims as part of the global resolution. (*Id.*, ¶ 47). Existing
6 case law makes PAGA claims subject to the same defenses and risks as Plaintiff's underlying wage
7 claims. (Blanchard Decl., ¶ 47; see, *Elliot v. Spherion Pac. Work, LLC*, 572 F.Supp.2d 1169, 1181-82
8 (C.D. Cal. 2008) ("Plaintiff's claim under [PAGA] is wholly dependent upon her other claims. Because
9 all of Plaintiff's other claims fail as a matter of law, so does her PAGA claim")). Class Counsel also
10 anticipated that even if successful on the merits at trial, the imposition of cumulative civil penalties based
11 on the alleged wage and hour violations could be considered unjust, arbitrary and oppressive, or
12 confiscatory, and that Defendants would argue that they made a good faith attempt to comply with their
13 legal obligations warranting a reduction in penalties. (Blanchard Decl., ¶ 47).¹ Class Counsel also
14 anticipated Defendants would argue that the violations per pay period were low, warranting an additional
15 reduction in civil penalties. (Ibid). Finally, Class Counsel was also mindful of the fact that PAGA is
16 fundamentally not intended to be compensatory in nature but is instead intended to facilitate enforcement
17 of California's labor laws by financing state activities and educating and deterring non-compliance.
18 (Ibid).

19 Accordingly, after considering this multitude of factors, Plaintiff and Class Counsel concluded
20 that it was in the best interest of the State of California and the PAGA Employees to enter into the
21 Settlement, and to allocate One Hundred Thousand Dollars (\$100,000) of the Gross Settlement Amount
22 towards the PAGA claims, which represents approximately 5.88% of the Gross Settlement Amount. (*Id.*,
23

24 ¹ See, e.g., *Thurman v. Bayshore Transit Management, Inc.*, 203 Cal.App.4th 1112, 1131 (2012) (imposition of both statutory
25 and civil penalties for same conduct is impermissible double recovery) (disapproved on other grounds); *Aguirre v. Genesis*
26 *Logistics*, 2013 WL 10936035, at *3 (C.D. Cal. 2013) ("duplicative effect" of penalties is a factor in favor of "reducing ...the
27 PAGA penalty"); *Smith v. Lux Retail North America, Inc.*, 2013 WL 2932243, at *3 (N.D. Cal. June 13, 2013) (declining to
28 stack penalties based on the same conduct); *Castillo v. ADT, LLC*, 2017 WL 363108, at *4 (E.D. Cal. Jan. 25, 2017); *Sanchez*
v. McDonalds Restaurants of California, Inc., 2017 WL 4620746 (LA Super. Ct. July 6, 2017) (declining to stack penalties
arising out of the same conduct); *Fleming v. Covidien, Inc.*, 2011 WL 756304718, at *4 (C.D. Cal. Aug. 12, 2011) (reducing
PAGA penalties by 80%); *Cotter v. Lyft, Inc.*, 193 F.Supp.3d 1030 (N.D. Cal. 2016) (indicating that a substantial reduction is
warranted where good faith dispute exists in legal obligations); *Carrington v. Starbucks Corp.*, 30 Cal.App.5th 504, 529 (2018)
(approving reduction in penalties from \$50 per pay period to \$5 per pay period based on good faith attempts to comply with
obligations and minimal violations).

¶ 48). This percentage of the settlement is well within the range of wage and hour settlements regularly approved in both state and federal court for cases that include both a class and PAGA action. (Ibid). Typically, such hybrid cases allocate only 1% of the gross settlement value to resolve PAGA claims, and, indeed, settlements allocations as little as 0.22% of the gross settlement amount have been approved as reasonable by courts. (Ibid). Moreover, the overall relief obtained by the Settlement is significant, not only from a monetary perspective, but also because it fulfills the public policy objectives of PAGA—to promote enforcement of California’s labor laws, provide funds to the state, and deter future non-compliance by the employer. (Blanchard Decl., ¶ 48).

Therefore, taking into account how each of the above risks potentially effected Plaintiff’s ability to first obtain class certification, and then prove the underlying violations, the Court’s broad discretion in civil penalties, plus the cost and delay in recovering the alleged potential damages, Class Counsel discounted Defendants’ estimated liability based on the challenges facing her ability to succeed on class certification by 60% to \$3,492,394.40. (*Id.*, ¶ 49). The merits-based risk factors further reduced Defendant’s estimated liability by an additional 50%. (Ibid). This resulted in an adjusted estimated liability of \$1,746,197.20. (Ibid). In light thereof, the settlement amount of \$1,700,000 is a significant settlement. (Ibid).

Class Counsel therefore submits that the Settlement is in the best interest of the Class Members, the PAGA Employees, and the State of California and is within the accepted range of recoveries for this type of litigation given the inherent risk of litigation, the risk of obtaining and maintaining class certification, and the costs of further litigation. (*Id.*, ¶ 50).

VI. CERTIFICATION FOR SETTLEMENT PURPOSES IS WARRANTED

Code of Civil Procedure Section 382 provides that three basic requirements must be met in order to sustain any class action: (1) there must be an ascertainable class; (2) there must be a well-defined community of interest in the question of law or fact affecting the parties to be represented; and (3) certification will provide substantial benefits to litigants and the courts, i.e., proceeding as a class action is superior to other methods. (*See Dunk*, 48 Cal.App.4th at 1806). Plaintiff contends that the Action, which is based upon Defendants’ wage and hour policies and practices, satisfies the class certification requirements under California Code of Civil Procedure section 382. Defendants deny Plaintiff’s

1 allegations, but for purposes of the Settlement only, Defendants have stipulated to certification of the
2 Class.

3 **A. An Ascertainable Class Exists Which is So Numerous That Joinder of All Members is**
4 **Impracticable**

5 Whether an ascertainable class exists turns on three factors: (1) the class definition, (2) the size of
6 the class, and (3) the means of identifying the class members. (See *Miller v. Woods*, 148 Cal.App.3d 862,
7 873 (1983)). In this case, all three considerations strongly favor class certification. Here, the Class is
8 defined as “all individuals who were employed by JAKKS Pacific, Inc. during the Class Period who were
9 classified as non-exempt, and all individuals who were retained by JAKKS Pacific, Inc. via a staffing
10 agency to work at any facility operated by JAKKS Pacific, Inc. in California during the Class Period who
11 were classified as non-exempt.” (Blanchard Decl., ¶ 26; Settlement Agreement, ¶ 11.b). This provides a
12 clear and definite scope for the proposed class.

13 Next, the Class is sufficiently numerous. There is no magic number that satisfies the numerosity
14 requirement. Courts have certified classes with as few as ten or twenty-eight class members. (*Rose v.*
15 *City of Hayward*, 126 Cal.App.3d 926, 934 (1981); *Bowles v. Superior Court*, 44 Cal. 2d 574 (1995);
16 *Hebbard v. Colgrove*, 28 Cal.App.3d 1017, 1030 (1972)). Here, the estimated Class size of two thousand
17 (2,000) individuals meets the numerosity requirement.

18 Finally, the question of whether class members are easily identifiable turns on whether a plaintiff
19 can establish “the existence of an ascertainable class.” (*Daar v. Yellow Cab Co.*, 67 Cal.2d 695 at 706
20 (1967)). The existence of an ascertainable class in this case can be established through Defendants’
21 payroll records, and the Class definition is sufficiently specific to enable the Parties, Class Members, and
22 the Court to determine the parameters of the Class. (See *Clothesrigger, Inc. v. GTE Corp.*, 191
23 Cal.App.3d 605, 617 (1987)).

24 **B. The Class Shares a Well-Defined Community of Interest**

25 The community of interest requirement embodies three factors: (1) predominant questions of law
26 and fact; (2) class representatives with claims or defenses typical of the class; and (3) class representatives
27 who can adequately represent the class. (*Dunk*, 48 Cal.App.4th at 1806). Here, all three requirements
28 are easily satisfied.

1 The commonality criterion requires the existence of common question of law or fact and is
2 generally established with the issues of predominance and typicality. (*See Daar*, 67 Cal.2d 695, 706).
3 What is required is that a common question of fact or law exists which predominates over issues unique
4 to individual plaintiffs. The existence of individual issues or facts—generally present in any case arising
5 from employment—is not a bar to class certification as long as they do not render class litigation
6 unmanageable or predominate over the common issues. (*See B.W.I. Custom Kitchen v. Owens-Illinois,*
7 *Inc.*, 191 Cal.App.3d 1341, 1354 (1987)).

8 Here, Plaintiff’s claims present common issues of law and fact that predominate and warrant class
9 certification. Plaintiff alleges that Defendants denied compliant meal and rest periods to employees,
10 required employees to perform work off-the-clock, and failed to fully compensate employees for all time
11 actually worked. These policies and practices meant that Defendants allegedly failed to pay minimum
12 and overtime wages, and other related claims. Plaintiff alleges that Defendants’ policies and practices
13 were uniform as to all Class Members. Thus, class treatment is appropriate.

14 To satisfy the typicality requirement, California law does not require that plaintiffs’ claims be
15 identical to the other class members. Rather, the test of typicality for a class representative is whether
16 other members have the same or similar injury, whether the action is based on conduct, which is not
17 unique to the named plaintiff, and whether other class members have been injured by the same course of
18 conduct. (*See Seastrom v. Neways, Inc.*, 149 Cal.App.4th 1496, 1502 (2007)). The typicality requirement
19 for a class representative refers to the nature of the claim or defense of the representative, and not to the
20 specific facts from which it arose or the relief sought. (*See Ibid*).

21 Here, Plaintiff alleges that her claims are similar to those of the other Class Members and that
22 Plaintiff’s claims arise out of the same alleged course of conduct giving rise to the claims of the other
23 Class Members. Because Plaintiff’s claims are based upon the same alleged conduct and business
24 practices as those of Class Members, the typicality requirement has been satisfied.

25 Finally, the question of adequacy of representation “depends on whether the plaintiff’s attorney
26 is qualified to conduct the proposed litigation and the plaintiff’s interests are not antagonistic to the
27 interests of the class.” (*McGee v. Bank of America*, 60 Cal.App.3d 442, 450 (1976)). Here, these
28 considerations are satisfied. Class Counsel is well-regarded and is qualified and experienced in

1 employment-related, class-action litigation. (Blanchard Decl., ¶¶ 1-8). Plaintiff will vigorously,
2 adequately, and fairly represent the interests of the Class. Plaintiff has, at all times, throughout the course
3 of the litigation considered the interests of the Class and understood that she must take steps to adequately
4 represent the Class and their interests. (Lozano Decl., ¶ 10). Because Plaintiff's claims are typical of
5 other Class Members and are not based on unique circumstances, there is no antagonism between the
6 interests of Plaintiff and the Class.

7 **C. A Class Action is Superior to a Multiplicity of Litigation**

8 Under the circumstances, proceeding as a class action is a superior means of resolving this dispute,
9 as the Class Members and the Court will derive substantial benefits. Class certification would serve as
10 the only means to deter and redress the alleged violations. (*See Linder v. Thrifty Oil Co.*, 23 Cal.4th 429,
11 434 (2000) (relevant considerations include the probability that each class member will come forward to
12 prove his or her separate claim and whether the class approach would actually serve to deter and redress
13 the alleged wrongdoing)). Further, individual actions arising out of the same operative facts would unduly
14 burden the courts and could result in inconsistent results. Therefore, class action proceedings are superior
15 to individual litigation.

16 **VII. THE REQUESTED ENHANCEMENT PAYMENT IS REASONABLE**

17 Plaintiffs in class action lawsuits are eligible for reasonable incentive payments as compensation
18 “for the expense or risk they have incurred in conferring a benefit on other members of the class.” (*Munoz*
19 *v. BCI Coca-Cola Bottling Co.*, 186 Cal.App.4th 399, 412 (2010)). Courts routinely grant approval of
20 class action settlement agreements containing enhancements for the class representative, which are
21 necessary to provide incentive to represent the class and are appropriate given the benefit the class
22 representatives help to bring about for the class. (*See In re Online DVD Rental*, 779 F.3d 934, 947-948
23 (9th Cir. 2014) (approving incentive award 417 times larger than individual payments where incentive
24 award made up a mere .17% of the settlement); *Gaudin v. Saxon Mortgage Servs., Inc.*, 2015 WL
25 7454183, at *10 (N.D. Cal. Nov. 23, 2015) (finding service award of \$15,000 to be “fair and
26 reasonable”)).

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1 Plaintiff initiated this litigation on behalf of her former co-workers who will now be entitled to
2 receive payment from the Settlement. Plaintiff invested substantial time and effort into this litigation,
3 including her own research, reviewing documents, and extensive discussions with Class Counsel.
4 (Lozano Decl., ¶¶ 3-5). Further, the requested amount for Plaintiff is also reasonable given the average
5 award and the benefit gained by other Class Members. For these reasons, Plaintiff requests that an
6 Enhancement Payment of Ten Thousand Dollars (\$10,000) be preliminarily approved by the Court.
7 (Blanchard Decl., ¶ 51; Lozano Decl., ¶ 12).

8 **VIII. THE REQUESTED ATTORNEYS' FEES AND COSTS ARE REASONABLE**

9 Trial courts have “wide latitude” in assessing the value of attorneys’ fees and their decisions are
10 “not to be disturbed on appeal absent a manifest abuse of discretion.” (*Lealao v. Beneficial Cal, Inc.*, 82
11 Cal.App.4th 19, 41 (2000)). California law provides that attorney fee awards should be equivalent to fees
12 paid in the legal marketplace to compensate for the result achieved and risk incurred. (*Id.* at 47). In cases
13 where class members present claims against a common fund and the defendant agrees to a percentage of
14 the fund as part of the settlement, use of the percentage method is appropriate. (*Id.* at 32).

15 Here, the requested attorneys’ fees of thirty-five percent (35%) of the Gross Settlement Amount
16 (i.e., \$595,000 if the Gross Settlement Amount is \$1,700,000) is disclosed to Class Members in the
17 proposed Class Notice. (Settlement Agreement, Exh. A). The requested fee was freely negotiated, is
18 common in the legal marketplace, and is not opposed by Defendants. The Motion for Final Approval will
19 elaborate on the nature of the legal services provided and will also support Class Counsel’s request for
20 the reimbursement of litigation costs and expenses not to exceed Forty-Five Thousand Dollars (\$45,000).
21 (Blanchard Decl., ¶¶ 52 and 54). The Attorneys’ Fees and Costs that are not ultimately approved by the
22 Court shall instead be included in the Net Settlement Amount to be distributed to Settlement Class
23 Members. (Settlement Agreement, ¶ 14).

24 **IX. THE CLASS NOTICE AND THE OPT-OUT AND OBJECTION PROCESS** 25 **MEETS DUE PROCESS REQUIREMENTS**

26 The Parties have jointly drafted the Class Notice, which will be mailed to the Class Members.
27 (*Id.*, Exh. A). The Class Notice will include information regarding the nature of the Action, a summary
28 of the terms of the Settlement, the Class definition, information on how to object to and/or opt-out of the

1 Class Settlement and to dispute Workweeks and/or Pay Periods, and the date of the Final Approval
2 Hearing. (Ibid). The Class Notice will list each Class Member’s total Workweeks and their estimated
3 Individual Settlement Share and each PAGA Employee’s total Pay Periods and their estimated Individual
4 PAGA Payment. (Ibid).

5 Within fourteen (14) calendar days after Preliminary Approval, Defendants will provide the Class
6 List to the Settlement Administrator. (*Id.*, ¶ 28). Within seven (7) calendar days after receiving the Class
7 List from Defendants, the Settlement Administrator will perform a search based on the National Change
8 of Address Database or any other similar services available, such as provided by Experian, for
9 information to update and correct for any known or identifiable address changes, and will mail a Class
10 Notice in English and Spanish to all Class Members via First-Class U.S. Mail, using the most current,
11 known mailing addresses identified by the Settlement Administrator. (Settlement Agreement, ¶ 29.a).
12 The Parties have agreed to retain Apex Class Action, LLC (“Apex” or “Settlement Administrator”) to
13 handle the notice and settlement administration process. (Blanchard Decl., ¶ 55; Settlement Agreement,
14 ¶ 11.kk).

15 In determining whether to approve a settlement of a class action, a trial court has virtually
16 complete discretion as to the manner of giving notice to class members, and review on appeal is governed
17 by the abuse of discretion standard. (See *In re Cellphone Fee Termination Cases*, 186 Cal.App.4th 1380
18 (2010)). Here, Class Counsel is not aware of an alternative method of providing notice to the Class which
19 would result in a higher likelihood of actual notice. The original source of the mailing addresses is from
20 each Class Member, who provided the information to Defendants. As a fail-safe to this highly reliable
21 method, skip tracing will be performed, if necessary. (Blanchard Decl., ¶ 56).

22 Class Members will have forty-five (45) calendar days from the initial mailing of the Class Notice
23 by the Settlement Administrator to submit a Request for Exclusion, Notice of Objection, and/or Dispute
24 (“Response Deadline”), unless the 45th day falls on a Sunday or Federal holiday, in which case the
25 Response Deadline will be extended to the next day on which the United States Postal Service is open.
26 (Settlement Agreement, ¶ 11.jj).

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1 Any Class Notice returned to the Settlement Administrator as undeliverable on or before the
2 Response Deadline will be sent promptly via First-Class U.S. Mail to the forwarding address affixed
3 thereto and the Settlement Administrator will indicate the date of such re-mailing on the Class Notice. If
4 no forwarding address is provided, the Settlement Administrator will promptly attempt to determine the
5 correct address using a skip-trace or other search, using the name, address, and/or Social Security number
6 of the Class Member, and perform a single re-mailing within five (5) calendar days. In the event that a
7 Class Notice is re-mailed to a Class Member, the Response Deadline for that Class Member shall be
8 extended fifteen (15) calendar days from the original Response Deadline. (Id., ¶¶ 29.b and 11.jj).

9 Class Members will have an opportunity to dispute the number of Workweeks and/or Pay Periods
10 to which they have been credited, as reflected in their respective Class Notices, by submitting a timely
11 and valid Dispute to the Settlement Administrator, by mail, postmarked on or before the Response
12 Deadline. A Dispute must: (a) contain the case name and number of the Action; (b) contain the Class
13 Member's full name, signature, address, telephone number, and the last four (4) digits of the Class
14 Member's Social Security number; (c) clearly state that the Class Member disputes the number of
15 Workweeks and/or Pay Periods credited to that Class Member and what the Class Member contends is
16 the correct number; and (d) be returned by mail to the Settlement Administrator at the specified address,
17 postmarked on or before the Response Deadline. (Id., ¶¶ 11.j and 30).

18 Any Class Member wishing to be excluded from the Class Settlement must submit a timely and
19 valid Request for Exclusion to the Settlement Administrator, by mail, postmarked on or before the
20 Response Deadline. A Request for Exclusion must: (a) contain the case name and number of the Action;
21 (b) contain the Class Member's full name, signature, address, telephone number, and last four (4) digits
22 of the Class Member's Social Security number; (c) clearly state that the Class Member does not wish to
23 be included in the Class Settlement; and (d) be returned by mail to the Settlement Administrator at the
24 specified address, postmarked on or before the Response Deadline. Notwithstanding the above, all PAGA
25 Employees will be bound to the PAGA Settlement and will be issued their Individual PAGA Payment,
26 irrespective of whether they submit a Request for Exclusion. (Id., ¶¶ 11.ii and 31).

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28 ///

1 To object to the Class Settlement, Settlement Class Members must submit a timely and complete
2 Notice of Objection to the Settlement Administrator, by mail, postmarked on or before the Response
3 Deadline. A Notice of Objection must: (a) contain the case name and number of the Action; (b) contain
4 the objector's full name, signature, address, telephone number, and the last four (4) digits of the objector's
5 Social Security number; (c) contain a written statement of all grounds for the objection accompanied by
6 any legal support for such objection; (d) contain copies of any papers, briefs, or other documents upon
7 which the objection is based; and (e) be returned by mail to the Settlement Administrator at the specified
8 address, postmarked on or before the Response Deadline. Settlement Class Members, individually or
9 through counsel, may also present their objection orally at the Final Approval Hearing, regardless of
10 whether they have submitted a Notice of Objection. (Id., ¶¶ 11.w and 32).

11 **X. CONCLUSION**

12 For all of the foregoing reasons, Plaintiff respectfully requests that this Court grant Plaintiff's
13 Motion for Preliminary Approval of Class Action and PAGA Settlement and the relief requested herein.

14 Respectfully submitted,

15 Dated: August 20, 2026

BLACKSTONE LAW, APC

16 By: *Annabel Blanchard*
17 Annabel Blanchard
18 Attorneys for Plaintiff Alma Lozano
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