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SUPERIOR COURT OF THE STATE OF CALIFORNIA

FOR THE COUNTY OF FRESNO

CYNTHIA PORRAZ, individually, and on behalf of other similarly situated employees,

Plaintiff,

vs.

QUALITY GROUP HOMES, INC.; and DOES 1 through 25, inclusive,

Defendants.

Case No. 24CECG01665
[Consolidated with Case No. CECG02628]

Honorable Kristi Culver Kapetan
Department 501

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

Date:	July 22, 2026
Time:	3:27 p.m.
Dept.:	501

Complaint Filed:	April 16, 2024
Trial Date:	Not Set

TO ALL PARTIES AND THEIR ATTORNEYS OF RECORD:

PLEASE TAKE NOTICE THAT on **July 22, 2026 at 3:27 p.m.** in Department 501 of the above-captioned Court located at 1130 O Street, Fresno, California 93721, pursuant to California Code of Civil Procedure section 382 and Rule 3.769 of the California Rules of Court, Plaintiff Cynthia Porraz ("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 Defendant Quality Group Homes, Inc. ("Defendant").

Plaintiff requests that the Court enter an Order:

1. Preliminarily approving the Class Action and PAGA Settlement Agreement ("Settlement" or "Settlement Agreement") attached as Exhibit 3 to the Declaration of Alexandra Rose in Support of Plaintiff's Motion for Preliminary Approval of Class Action and PAGA Settlement ("Rose Decl.");

2. Certifying the Class for Settlement purposes;

3. Appointing Plaintiff Cynthia Porraz as the Class Representative for Settlement purposes;

4. Appointing Jonathan M. Genish, Karen I. Gold, Noam Y. Reiffman, Marissa A. Mayhood, Sara Pezeshkpour, Alexandra Rose, and Theodore R. Tang of Blackstone Law, APC as Class Counsel for Settlement purposes;

5. Approving the proposed Court Approved Notice of Class Action Settlement and Hearing Date for Final Court Approval ("Class Notice"), attached as <u>Exhibit A</u> 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 Defendant to furnish their full name, last-known mailing address, Social Security number, and number of Workweeks and PAGA Pay Periods to the Administrator within thirty (30) calendar days after the Court grants preliminary approval of the Settlement;

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

9. Setting a Final Approval Hearing.

///

Pursuant to California Labor Code section 2699(s)(2), on June 24, 2026, a copy of the Settlement was submitted to the California Labor and Workforce Development Agency ("LWDA") via online submission through the LWDA's website. (Rose Decl., ¶ 63 and Exh. 6).

This Motion is based upon this Notice, the attached Memorandum of Points and Authorities, the Declaration of Alexandra Rose, the Declaration of Brooke Hammond, the Declaration of Plaintiff Cynthia Porraz, the Declaration of the Administrator (Kimberly Sutherland of Apex Class Action Administrator), the Declaration of Bennett Berger, the pleadings and other records on file with the Court in this matter, and any other further evidence or argument that the Court may properly receive at or before the hearing.

Respectfully submitted,

Dated: June 26, 2026

BLACKSTONE LAW, APC

By: ______________________________
Alexandra Rose
Attorneys for Plaintiff Cynthia Porraz

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MEMORANDUM OF POINTS AND AUTHORITIES

I. INTRODUCTION

Plaintiff Cynthia Porraz ("Plaintiff") seeks preliminary approval of the Class Action and PAGA Settlement Agreement ("Settlement" or "Settlement Agreement") entered into between Plaintiff and Defendant Quality Group Homes, Inc. ("Defendant") (together, with Plaintiff, the "Parties"). (Declaration of Alexandra Rose in Support of Plaintiff's Motion for Preliminary Approval of Class Action and PAGA Settlement ["Rose Decl."], Exh. 3). The Settlement terms are outlined as follows:

- Class Size: Two hundred and seventy-five (275) individuals.
- Gross Settlement Amount: One Million One Hundred Seventy-Five Thousand Dollars and Zero Cents ($1,175,000.00).
- Class Counsel Fees Payment: Attorneys' fees of one-third (1/3) of the Gross Settlement Amount ($391,666.67 if the Gross Settlement Amount is $1,175,000.00) to be paid from the Gross Settlement Amount.
- Class Counsel Litigation Expenses Payment: Actual litigation costs and expenses not to exceed Thirty-Two Thousand Dollars and Zero Cents ($32,000.00), to be paid from the Gross Settlement Amount
- Class Representative Service Payment: Seven Thousand Five Hundred Dollars and Zero Cents ($7,500.00), to be paid from the Gross Settlement Amount.
- Administration Expenses Payment: Not to exceed Seven Thousand Six Hundred Ninety Dollars and Zero Cents ($7,690.00), to be paid from the Gross Settlement Amount.
- PAGA Penalties: Sixty Thousand Dollars and Zero Cents ($60,000.00) from the Gross Settlement Amount, 75% of which will be paid to the Labor and Workforce Development Agency ("LWDA") and the remaining 25% to be paid to the Aggrieved Employees.
- Estimated Net Settlement Amount: Six Hundred Seventy-Six Thousand One Hundred Forty-Three Dollars and Thirty Three Cents ($676,143.33) to be distributed to Participating Class Members.

As set forth herein, the Settlement is the product of informed discovery and arms-length negotiations, and provides a fair, adequate, and reasonable recovery for the Class. Plaintiff therefore respectfully requests that the Court grant preliminarily approval of the Settlement, conditionally certify the Class, approve the proposed Court Approved Notice of Class Action Settlement and Hearing Date for Final Court Approval ("Class Notice"), and set a hearing date for final settlement approval, among other requested relief.

II. FACTUAL AND PROCEDURAL BACKGROUND

Defendant is based out of Fresno, California and offers residential therapeutic services to youth and adolescents who are displaced, court-dependent, or otherwise in need of foster care. Plaintiff was employed by Defendant as an hourly-paid, non-exempt Head of Service and Mental Health Rehabilitation Specialist from approximately November 2021 through approximately April 2024. (Declaration of Plaintiff Cynthia Porraz in Support of Motion for Preliminary Approval of Class Action and PAGA Settlement ["Porraz Decl."], ¶ 2).

On April 15, 2024, Plaintiff provided written notice to the LWDA by online submission and to Defendant by U.S. Certified Mail, pursuant to California Labor Code Section 2699.3, of the specified provisions of the California Labor Code alleged to have been violated by Defendant ("PAGA Notice"). (Rose Decl., ¶ 14 and Exh. 2).

On April 16, 2024, Plaintiff filed a Class Action Complaint in the action entitled *Cynthia Porraz v. Quality Group Homes, Inc.*, Fresno County Superior Court Case No. 24CECG01665 ("Class Action"), thereby commencing a putative class action against Defendant. (*Id.*, ¶ 15). The operative complaint in the Class Action alleges nine (9) causes of action for violations of the California Labor Code for failure to pay minimum wages, failure to pay overtime wages, failure to provide compliant meal periods and premium payments in lieu thereof, failure to provide compliant rest periods and premiums payments in lieu thereof, failure to timely pay wages during employment, failure to provide accurate wage statements, failure to timely pay wages upon termination, and failure to reimburse necessary business expenses, for violations of California Business & Professions Code Section 17200, *et seq*. based on the aforementioned California Labor Code violations. (Ibid).

On June 20, 2024, Plaintiff filed a Complaint for Enforcement Action Under the Private Attorneys General Act, California Labor Code §§ 2698 *Et Seq*. in the action entitled *Cynthia Porraz v. Quality Group Homes, Inc.*, Fresno County Superior Court Case Number 24CECG02628 ("PAGA Action") based on the alleged California Labor Code violations described above, thereby commencing a representative action under the Private Attorneys General Act of 2004 pursuant to California Labor Code Section 2698 *et seq*. ("PAGA") against Defendant. (*Id*., ¶ 16).

On September 26, 2024, Defendant filed a Motion to Compel Arbitration of Plaintiff's Individual Claims and to Strike Plaintiff's Class Claims ("Class Motion to Compel") and supporting documents in the Class Action. (*Id*., ¶ 17). On September 26, 2024, Defendant filed a Motion to Compel Arbitration of Plaintiff's Individual Claims and to Stay Plaintiff's Representative PAGA Claims ("PAGA Motion to Compel") and supporting documents in the PAGA Action. (Ibid).

On November 25, 2024, Plaintiff filed Oppositions to Defendant's Class Motion to Compel and supporting documents in the Class Action. (*Id*., ¶ 18). On November 26, 2024, Plaintiff filed an Opposition to Defendant's PAGA Motion to Compel and supporting documents in the PAGA Action. (Ibid).

On December 3, 2024, Defendant filed a Reply in support of its Class Motion to Compel and supporting documents in the Class Action. (*Id*., ¶ 19). On December 4, 2024, Defendant filed a Reply in support of its PAGA Motion to Compel and supporting documents in the PAGA Action. (Ibid).

On December 11, 2024, the court in the PAGA Action denied Defendant's PAGA Motion to Compel. (*Id*., ¶ 20). On December 12, 2024, this Court granted Defendant's Class Motion to Compel to compel arbitration of Plaintiff's individual claims and stay Plaintiff's class claims pending the outcome of Plaintiff's individual arbitration and denied Defendant's Class Motion to Compel in striking the class claims. (Ibid). On April 3, 2025, Plaintiff initiated arbitration of her individual claims. (Ibid).

On March 27, 2025, Plaintiff propounded written formal discovery onto Defendant (specifically, Special Interrogatories (Set One) and Requests for Production of Documents (Set One)) and served a proposed Belaire-West notice. (*Id*., ¶ 21).

On April 24, 2025, Defendant filed a Motion to Consolidate Actions and Request for Stay Pending Plaintiff's Individual Arbitration ("Motion to Consolidate") and supporting documents in the Class Action. (*Id*., ¶ 22).

On April 29, 2025, Defendant served responses to Plaintiff's written formal discovery requests (specifically, Special Interrogatories (Set One) and Requests for Production of Documents (Set One)). (*Id*., ¶ 23).

On June 26, 2025, Plaintiff filed an Opposition to Defendant's Motion to Consolidate and supporting documents in the Class Action. (*Id*., ¶ 24).

On July 2, 2025, Defendant filed a Reply in support of its Motion to Consolidate in the Class Action. (*Id*., ¶ 25).

On July 10, 2025, the Court granted Defendant's Motion to Consolidate and consolidated the Class Action and PAGA Action (together, the "Actions") with the Class Action being designated the lead case. (*Id*., ¶ 26). The complaints in the Actions are together referred to as the "Operative Complaints". (Ibid).

On January 21, 2026, the Parties participated in a formal mediation conducted by Brandon McKelvey, Esq. ("Mediator"), a neutral and respected mediator with extensive experience in complex wage and hour matters, and with the assistance of the Mediator's evaluations, the Parties were able to reach an agreement to resolve this dispute on a class and representative basis. (*Id*., ¶ 27). The Parties then worked diligently to negotiate and memorialize the terms in a long form settlement agreement. (Ibid).

On June 11, 2026, the Parties executed the Settlement Agreement. (*Id*., ¶ 28 and Exh. 3).

III. THE SETTLEMENT TERMS

A. Class Definition

For purposes of settlement only, the Parties have agreed that the Class shall be defined as "all current and former non-exempt employees who worked for Defendant in the State of California during the Class Period" ("Class" or Class Member(s)"). (Rose Decl., ¶ 29; Settlement Agreement, ¶ 1.5). The Class Period is defined as the period from April 16, 2020 to March 22, 2026. (Rose Decl., ¶ 29; Settlement Agreement, ¶ 1.12). Defendant has represented that there are a total of two hundred and seventy-five (275) Class Members. (Rose Decl., ¶ 29; Settlement Agreement, ¶ 4.1; Declaration of Brooke Hammond in Support of Plaintiff's Motion for Preliminary Approval ["Hamond Decl."], ¶ 1).

B. Amount of Settlement

The Parties have agreed to settle the class and PAGA claims at issue in the Operative Complaints for a non-reversionary Gross Settlement Amount of One Million One Hundred Seventy-Five Thousand Dollars and Zero Cents ($1,175,000.00), exclusive of employer-side payroll taxes. (Rose Decl., ¶ 30;

Settlement Agreement, ¶ 1.21).

C. Allocation and Funding of the Gross Settlement Amount

The Gross Settlement Amount is a common fund and therefore includes all requested costs, fees, and other allocations. (Rose Decl., ¶ 30; Settlement Agreement, ¶ 1.21). The Gross Settlement Amount includes: (1) Class Counsel's fees in the amount of one-third (1/3) of the Gross Settlement Amount (i.e., $391,666.67 if the Gross Settlement Amount is $1,175,000.00); (2) Class Counsel's actual litigation costs and expenses, not to exceed Thirty-Two Thousand Dollars and Zero Cents ($32,000.00); (3) Administration Expenses Payment, not to exceed Seven Thousand Six Hundred Ninety Dollars and Zero Cents ($7,690.00); (4) Class Representative Service Payment in the amount of Seven Thousand Five Hundred Dollars and Zero Cents ($7,500.00); and (5) PAGA Penalties in the amount of Sixty Thousand Dollars and Zero Cents ($60,000.00). (Rose Decl., ¶ 30; Settlement Agreement, ¶¶ 1.21, 3.2.1, 3.2.2, 3.2.3, and 3.2.5). After the above-estimated amounts are deducted from the Gross Settlement Amount, the Net Settlement Amount that will be available for Class Members is currently estimated to be Six Hundred Seventy-Six Thousand One Hundred Forty-Three Dollars and Thirty-Three Cents ($676,143.33). (Rose Decl., ¶ 30). Additionally, 25% of the PAGA Penalties, which is $15,000.00 out of $60,000.00, will be fully distributed to "all current and former non-exempt employees who worked for Defendant in the State of California during the PAGA Period" ("Aggrieved Employee(s)"). (Rose Decl., ¶ 30; Settlement Agreement, ¶¶ 1.3, 1.34, and 3.2.5). The "PAGA Period" is defined as the period from April 15, 2023 to March 22, 2026. (Rose Decl., ¶ 30; Settlement Agreement, ¶ 1.31).

The Net Settlement Amount will be distributed and paid to all Class Members who do not submit a valid and timely Request for Exclusion ("Participating Class Member(s)") on a *pro rata* basis based on the number of weeks each Class Member worked for Defendant for at least one day during the Class Period ("Workweeks"). (Rose Decl., ¶ 31; Settlement Agreement, ¶¶ 1.35 and 1.44). The *pro rata* share of the Net Settlement Amount that a Class Member may be eligible to receive under the Class Settlement ("Individual Class Payment") will be calculated by the Administrator, in accordance with the Settlement Agreement. (Rose Decl., ¶ 31; Settlement Agreement, ¶¶ 1.22 and 3.2.4).

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Twenty-five percent (25%) of the PAGA Penalties will be distributed and paid to all Aggrieved Employees on a *pro rata* basis based on the number of pay periods each Aggrieved Employee worked for Defendant for at least one day during the PAGA Period ("PAGA Pay Periods"). (Rose Decl., ¶ 32; Settlement Agreement, ¶¶ 1.30 and 3.2.5). The *pro rata* share of the twenty-five percent (25%) of the PAGA Penalties that an Aggrieved Employee may be eligible to receive under the PAGA Settlement ("Individual PAGA Payment") will be calculated by the Administrator, in accordance with the Settlement Agreement. (Rose Decl., ¶ 32; Settlement Agreement, ¶¶ 1.23 and 3.2.5.1).

Twenty percent (20%) of each Participating Class Member's Individual Class Payment will be allocated to settlement of wage claims (the "Wage Portion"). (Rose Decl., ¶ 33; Settlement Agreement, ¶ 3.2.4.1). The Wage Portions are subject to tax withholding and will be reported on an IRS W-2 Form. (Rose Decl., ¶ 33; Settlement Agreement, ¶ 3.2.4.1). Eighty percent (80%) of each Participating Class Member's Individual Class Payment will be allocated to settlement of claims for interest and penalties (the "Non-Wage Portion"). (Rose Decl., ¶ 33; Settlement Agreement, ¶ 3.2.4.1). The Non-Wage Portions are not subject to wage withholdings and will be reported on IRS 1099 Forms. (Rose Decl., ¶ 33; Settlement Agreement, ¶ 3.2.4.1). Each Individual PAGA Payment will be allocated as one hundred percent (100%) penalties and will be reported on an IRS 1099 Forms by the Administrator. (Rose Decl., ¶ 33; Settlement Agreement, ¶ 3.2.5.2).

The Settlement Agreement is a non-reversionary and non-claims made settlement. (Rose Decl., ¶ 34; Settlement Agreement, ¶¶ 1.21 and 3.1). The Net Settlement Amount will be fully distributed to Participating Class Members and the PAGA Penalties will be fully distributed to the LWDA and Aggrieved Employees, in accordance with the Settlement Agreement. (Rose Decl., ¶ 34; Settlement Agreement, ¶¶ 3.2.4 and 3.2.5). No money will revert to Defendant. (Rose Decl., ¶ 34; Settlement Agreement, ¶ 3.1).

Each Individual Class 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. (Rose Decl., ¶ 35; Settlement Agreement, ¶ 4.3). Any funds associated with such canceled checks will be distributed by the Administrator to the State of California's Unclaimed Property Fund in the name of the Participating Class Member and/or Aggrieved Employee. (Rose Decl., ¶ 35; Settlement

Agreement, ¶ 4.3.2).

D. Released Claims

Effective on the date when Defendant fully funds the entire Gross Settlement Amount and funds all employer payroll taxes owed on the Wage Portion of the Individual Class Payments, Plaintiff and all Participating Class Members, on behalf of themselves and their respective former and present representatives, agents, attorneys, administrators, successors and assigns, release Released Parties from all claims that were alleged, or reasonably could have been alleged, based on the facts and allegations in the Operative Complaints that are alleged to have occurred during the Class Period, including but not limited to California Labor Code Sections 201, 202, 203, 204, 226(a), 226.7, 510, 512(a), 1174(d), 1194, 1197, 1197.1, 1198, 2800, and 2802, California Business & Professions Code section 172000 et. seq., California Industrial Commission Wage Orders, and including all claims related to alleged: (1) minimum wage violations; (2) overtime violations; (3) meal break violations; (4) rest period violations; (5) wage statement penalties; (6) waiting time penalties; (7) failure to reimburse necessary business expenses; and (8) unfair competition ("Released Class Claims"). (Settlement Agreement, ¶ 5 and 5.2). Except as set forth in Section 5.3 of the Settlement Agreement, Participating Class Members do not release any other claims, including claims for vested benefits, wrongful termination, violation of the Fair Employment and Housing Act, unemployment insurance, disability, social security, or workers' compensation or claims based on events occurring outside the Class Period. (*Id*., ¶ 5.2).

Effective on the date when Defendant fully funds the entire Gross Settlement Amount and funds all employer payroll taxes owed on the Wage Portion of the Individual Class Payments, Plaintiff and all Aggrieved Employees are deemed to release, on behalf of themselves and their respective former and present representatives, agents, attorneys, administrators, successors and assigns, the Released Parties from all claims for PAGA penalties that were alleged, or reasonably could have been alleged, based on the facts and allegations in the Operative Complaints and PAGA Notice that are alleged to have occurred during the PAGA Period, including but not limited to any and all claims for violation of California Labor Code Sections 201, 202, 203, 204, 226(a), 226.7, 510, 512(a), 1174(d), 1194, 1197, 1197.1, 1198, 2800, and 2802 and applicable IWC Wage Orders, and California Code of Regulations, Title 8, section 11000, et. seq. and any claims related to alleged minimum wage violations, overtime violations, meal break violations, rest break violations, wage statement penalties, waiting time penalties, and failure to reimburse necessary business expenses ("Released PAGA Claims"). (*Id.*, ¶ 5 and 5.3). Aggrieved Employees may not opt out of the Released PAGA Claims. (*Id.*, ¶ 5.3).

"Released Parties" means Defendant and each of its former and present directors, officers, shareholders, owners, members, attorneys, insurers, predecessors, successors, assigns, subsidiaries, affiliates, employees, divisions, related entities, agents, partners, benefit plans, and representatives. (*Id.*, ¶ 1.40).

IV. STANDARD OF REVIEW FOR PRELIMINARY APPROVAL

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

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

The initial evaluation of the settlement at the preliminary approval step "is not a fairness hearing." (*Armstrong v. Board of School Directors of City of Milwaukee*, 616 F.2d 305, 314 (7th Cir. 1980)). Rather, the limited purpose of this initial inquiry is to determine, at a threshold level, only whether the proposed settlement is within the range of possible approval and, as a result, "whether there is any reason to notify the class members of the proposed settlement and to proceed with a fairness hearing." A presumption of fairness exists where: (1) the settlement is reached through arm's length bargaining; (2) investigation and discovery are sufficient to allow counsel and the court to act intelligently; (3) counsel is experienced in similar litigation; and (4) the percentage of objectors is small. (*See In re Microsoft I-V Cases*, 135 Cal. App. 4th 706, 723 (2006)).

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

V. THE SETTLEMENT IS PRESUMED FAIR

A. The Settlement Was Reached as a Result of Arm's-Length Bargaining

California courts recognize that "a presumption of fairness exists where . . . [a] settlement is reached through arm's-length bargaining." (*Wershba*, 91 Cal.App.4th at 245; *see also Clark v. Am. Residential Servs. LLC*, 175 Cal.App.4th 785, 799 (2009)). Here, the Parties' settlement negotiations were at all times made at arm's-length and were adversarial. (Rose Decl., ¶ 36). The Settlement was reached following a full day of mediation with a highly respected mediator with substantial experience mediating wage and hour cases. (Ibid).

B. Sufficient Investigation and Discovery by Experienced Class Counsel

Courts typically assess the status of discovery in determining whether a class action settlement agreement is fair, reasonable, and adequate. (*Dunk*, 48 Cal.App.4th at 1801). Prior to mediation, Defendant produced all of the putative class members' time and payroll data as well as Defendant's relevant wage and hour policies, Plaintiff's employee documents, and information regarding the total number of putative class members, the number of current versus former employees, the total workweeks worked by the putative class members, and the average rate of pay for the putative class members. (Rose Decl., ¶ 37). Based on a review of Defendant's wage and hour policies, Class Counsel determined that these policies were applied uniformly throughout the Class. (Ibid). This determination was supported by multiple sources of evidence. (Ibid). First, Defendant's employee handbook, by its express terms, applies to "all QFS administrators, directors, officers, staff, contractors, volunteers, employees and associated parties" – a scope encompassing the entire Class. (Ibid). Second, the employee handbook acknowledgment form, signed by Class Members, confirms that each employee agreed to "comply with the policies," reflecting a uniform, company-wide distribution of Defendant's policies. (Ibid). Third, the time and payroll data Defendant produced for the entire Class showed consistent patterns of alleged violations across the putative class period consistent with the application of a common set of policies and practices. (Ibid). Finally, Plaintiff attested, based on her own employment experience, that she directly observed her co-workers subjected to the same wage and hour practices, and that Defendant applied the same policies and practices to its non-exempt employees. (Ibid). Taken together, these multiple, independent bases led Class Counsel to conclude that Defendant's employment policies were applied on a class-wide basis. (Ibid).

This allowed Class Counsel to conduct an informed assessment and analysis of the strengths and weaknesses of the claims and the potential class-wide damages. (*Id.*, ¶ 38). Based on information exchanged, the Parties extensively briefed issues regarding class certification and liability and provided their analyses to the Mediator who helped the Parties debate the strengths and weakness of their respective positions. (*Id.*, ¶ 39). At all times, Plaintiff was willing and prepared to litigate this matter through class certification and trial if the Parties had been unable to reach a favorable resolution. (Ibid). Additionally, settlement negotiations were conducted by highly capable and experienced counsel. (Rose Decl., ¶¶ 1-13). Accordingly, Class Counsel had sufficient information and experience to act intelligently in negotiating the Settlement.

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

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

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Here, the reasonableness of the Settlement is underscored by the fact that Defendant has legal and factual grounds for defending the Actions. Based upon Class Counsel's experience litigating similar complex matters, Plaintiff reasonably expected a vigorous and lengthy defense to both class certification and the merits of the Actions absent a settlement.

1. Class Counsel's Analysis of the Maximum Available Liability and Damages

Class Counsel analyzed all available data and estimated Defendant's maximum potential exposure to be approximately $7,070,217, assuming the litigation was successful at trial on all claims at issue and every employee had a violation for each claim on every shift worked. (Rose Decl., ¶ 40). This maximum potential analysis was then reduced based on the challenges facing the likelihood of obtaining class certification, prevailing at trial, and other attendant risks. (Ibid). This estimate is based off an estimated maximum liability for all claims at issue and the total aggregate workweeks during the relevant time period, less interest, and based on the analysis of the data, which included: $1,985,669 for meal period violations; $2,547,959 for rest period violations at a 100% violation rate; $640,850 for unpaid off-the-clock work for 1 hour per workweek of off-the-clock work; $23,991 for unpaid overtime wages at the required regular rate of pay; $182,340 for unreimbursed business expenses; $1,013,408 for waiting time penalties; and $676,000 for wage statement penalties. (Ibid). Plaintiff further estimated that Defendant faced an additional exposure of $1,077,700 in potential, non-stacked (i.e., one penalty, per employee, per pay period during the PAGA statutory period) PAGA penalties. (Ibid). Together with the PAGA penalties, Defendant's maximum potential exposure totaled $8,147,917 in damages. (Ibid).

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

While Plaintiff believes that Defendant faced significant exposure, substantial barriers to a recovery existed. Defendant contended that Plaintiff's claims are not suitable for class certification because individual issues and affirmative defenses would predominate should this case go to trial. (Rose Decl., ¶ 43; *See Brinker Restaurant Corp. v. Superior Court*, 53 Cal.4th 1004 (2012); *Duran v. U.S. Bank Nat. Assn.*, 59 Cal.4th 1, 35-36 (2014); *Wal-Mart Stores, Inc. v. Dukes*, 131 S.Ct. 2541, 2551 (2011)). While Plaintiff and Class Counsel disagree with Defendant's predictions, they also recognize that there is a significant risk that the Court may deny class certification. (Rose Decl., ¶ 43; *see also*, *Findings of the Study of California Class Action Litigation*, 2000-2006, available at http://www.courts.ca.gov/documents/class-action-lit-study.pdf (finding that only 21.4% of all class actions were certified either as part of a settlement or as part of a contested certification motion)).

For example, Plaintiff's meal period claims, which were based on Defendant's alleged failure to provide lawful meal periods, have been increasingly difficult to certify in recent years. (Rose Decl., ¶ 44; *See Brinker*, 53 Cal. 4th at 1034-35). Plaintiff's theory of liability for meal period violations was based on allegations that Defendant had failed to implement its policies and that its practices failed to allow Class Members to take meal breaks in the manner required under California law. (Rose Decl., ¶ 44; *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.")). Defendant contended that its policies and practices at all times during the Class Period were lawful. (Rose Decl., ¶ 44). Indeed, Plaintiff's own analysis revealed that Defendant's written meal period policy was facially compliant with California law, which significantly undermined Plaintiff's ability to demonstrate a uniform unlawful policy on a class-wide basis and shifted the focus to whether Defendant's actual practices departed from that written policy – a showing that would require individualized inquiry into each employee's experience. (Ibid). Defendant argued that the rate of purported meal period violations reflected in the data would require individualized inquiry and that such inquiry would prohibit a class from being certified. (Ibid). 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 Defendant's overall liability lies in Plaintiff's rest period allegations, and these claims were particularly uncertain. (*Id.*, ¶ 45). As with the meal period allegations, Defendant contended that it 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 Defendant was not required to record these breaks. (Ibid). Without records demonstrating that rest periods were denied, 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).

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Plaintiff also faced challenges certifying and proving liability for her minimum wage and overtime claims. (*Id.*, ¶ 46). These claims were largely based on Defendant's unrecorded, off-the-clock work performed by the Class Members both before and after their shifts and during purported meal periods. (Ibid). For example, it was reported that Plaintiff and Class Members frequently experienced delays and difficulties clocking in and out of shifts and meal periods due to the unreliable Wi-Fi connection, and that Class Members spent time discussing the prior shift with staff before clocking in. (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 Defendant failed to reimburse Plaintiff and the other Class Members for necessary business-related expenses, such as the usage of personal cell phones for work-related purposes. (*Id.*, ¶ 47). Defendant contended that it had a policy and practice of reimbursing employees for necessary business-related expenses. (Ibid). Defendant further contended that, with respect to the alleged expenses for which Plaintiff and the other Class Members never requested reimbursement from Defendant, it did not know and had no reason to know that alleged business-related expenses had been incurred. (Ibid). Defendant further contended that the reason for why a Class Member undertook certain expenses, while not others, and failed to receive reimbursement for certain expenses while not others, would raise individual issues that could not be certified. (Ibid).

There are also substantial risks associated with Plaintiff's waiting time penalties and wage statement claims. (*Id.*, ¶ 48). First, these claims were derivative of Plaintiff's claims for unpaid meal period premiums, unpaid rest period premiums, unpaid minimum wages, and unpaid overtime wages, and if certification was denied on those underlying claims, these derivative claims for penalties would also likely fail. (Ibid). Further, even if Plaintiff prevailed on her underlying claims, she would still be required to demonstrate that Defendant's violations of California Labor Code section 203 were *willful* violations. (Rose Decl., ¶ 48; *See, e.g.*, *Choate v. Celite Corp.*, 215 Cal App. 4th 1460, 1468 (2013) (holding that "an employer's reasonable, good faith belief that wages are not owed may negate a finding of willfulness")). Wage statement claims have also seen varying treatment at the appellate level because such claims have an element of discretion attached to them rather than a pure calculation of damages after liability is proven. (Rose Decl. ¶ 48; *Jaimez v. DAIOHS USA, Inc*., 181 Cal.App.4th 1286 (2010) *with Price v. Starbucks Corp*., 192 Cal.App.4th 1136 (2011)). Accordingly, these derivative claims, which comprised a substantial portion of Defendant's estimated liability, were therefore uncertain. (Rose Decl., ¶ 48).

Class Counsel also recognized that, even if Plaintiff prevailed at class certification, proving the amount of wages due to Class Members would be an expensive, time-consuming, and uncertain proposition. (*Id*., ¶ 49). In order to prove liability and damages, Class Counsel will need to request and analyze thousands of pages of documents, obtain the Class Members' contact information, contact them, and obtain their declarations at great expense. (Ibid). Obtaining the cooperation of current employees would also be difficult, given the likely reluctance to aid prosecution of a lawsuit against a current employer. (Ibid). On the other hand, Defendant would likely be able to obtain the cooperation of its employees. (Ibid). Moreover, even if Plaintiff prevailed at class certification and trial, possible appeals would substantially delay any recovery by the Class. (Ibid).

Class Counsel also contemplated the risks of proceeding with the PAGA claims and potential liability Defendant could face from these claims as part of the global resolution. (*Id*., ¶ 50). Existing case law makes PAGA claims subject to the same defenses and risks as Plaintiff's underlying wage claims. (Rose Decl., ¶ 50; see, *Elliot v. Spherion Pac. Work, LLC*, 572 F.Supp.2d 1169, 1181-82 (C.D. Cal. 2008) ("Plaintiff's claim under [PAGA] is wholly dependent upon her other claims. Because all of Plaintiff's other claims fail as a matter of law, so does her PAGA claim")). Class Counsel also anticipated that even if successful on the merits at trial, the imposition of cumulative civil penalties based on the alleged wage and hour violations could be considered unjust, arbitrary and oppressive, or confiscatory, and that Defendant would argue that it made a good faith attempt to comply with its legal obligations warranting a reduction in penalties. (Rose Decl., ¶ 50).[1] Class Counsel also anticipated Defendant would

[1] See, e.g., *Thurman v. Bayshore Transit Management, Inc.*, 203 Cal.App.4th 1112, 1131 (2012) (imposition of both statutory and civil penalties for same conduct is impermissible double recovery) (disapproved on other grounds); *Aguirre v. Genesis Logistics*, 2013 WL 10936035, at *3 (C.D. Cal. 2013) ("duplicative effect" of penalties is a factor in favor of "reducing ...the PAGA penalty"); *Smith v. Lux Retail North America, Inc.*, 2013 WL 2932243, at *3 (N.D. Cal. June 13, 2013) (declining to 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

argue that the violations per pay period were low, warranting an additional reduction in civil penalties. (Ibid). Finally, Class Counsel was also mindful of the fact that PAGA is fundamentally not intended to be compensatory in nature but is instead intended to facilitate enforcement of California's labor laws by financing state activities and educating and deterring non-compliance. (Ibid).

Accordingly, after considering this multitude of factors, Plaintiff and Class Counsel concluded that it was in the best interest of the State of California and the Aggrieved Employees to enter into the Settlement, and to allocate Sixty Thousand Dollars and Zero Cents ($60,000.00) of the Gross Settlement Amount towards the PAGA claims, which represents approximately 5.11% of the Gross Settlement Amount. (*Id*., ¶ 51). 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. (Ibid).

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 Defendant's estimated liability based on the challenges facing her ability to succeed on class certification by 60% to $3,259,167. (*Id*., ¶ 52). The merits-based risk factors further reduced Defendant's estimated liability by an additional 60%. (Ibid). This resulted in an adjusted estimated liability of $1,303,667. (Ibid). In light thereof, the settlement amount of $1,175,000 is a significant settlement. (Ibid).

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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).

Class Counsel therefore submits that the Settlement is in the best interest of the Class Members, the Aggrieved 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*., ¶ 53).

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 Class Action, which is based upon Defendant's wage and hour policies and practices, satisfies the class certification requirements under California Code of Civil Procedure section 382. Defendant denies Plaintiff's allegations, but for purposes of the Settlement only, Defendant has stipulated to certification of the Class.

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

Whether an ascertainable class exists turns on three factors: (1) the class definition, (2) the size of the class, and (3) the means of identifying the class members. (*See Miller v. Woods*, 148 Cal.App.3d 862, 873 (1983)). In this case, all three considerations strongly favor class certification. Here, the Class is defined as "all current and former non-exempt employees who worked for Defendant in the State of California during the Class Period." (Rose Decl., ¶ 29; Settlement Agreement, ¶ 1.5). This provides a clear and definite scope for the proposed class.

Next, the Class is sufficiently numerous. There is no magic number that satisfies the numerosity requirement. Courts have certified classes with as few as ten or twenty-eight class members. (*Rose v. City of Hayward*, 126 Cal.App.3d 926, 934 (1981); *Bowles v. Superior Court*, 44 Cal. 2d 574 (1995); *Hebbard v. Colgrove*, 28 Cal.App.3d 1017, 1030 (1972)). Here, the estimated Class size of two hundred and seventy-five (275) individuals meets the numerosity requirement.

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Finally, the question of whether class members are easily identifiable turns on whether a plaintiff can establish "the existence of an ascertainable class." (*Daar v. Yellow Cab Co.*, 67 Cal.2d 695 at 706 (1967)). The existence of an ascertainable class in this case can be established through Defendant's payroll records, and the Class definition is sufficiently specific to enable the Parties, Class Members, and the Court to determine the parameters of the Class. (*See Clothesrigger, Inc. v. GTE Corp.*, 191 Cal.App.3d 605, 617 (1987)). Here, the Class is ascertainable. Defendant has confirmed that there are two hundred and seventy-five (275) identifiable Class Members for the Class Period. (Hammond Decl., ¶ 1).

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

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

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

Here, Plaintiff's claims present common issues of law and fact that predominate and warrant class certification. Plaintiff alleges that Defendant denied compliant meal and rest periods to employees, required employees to perform work off-the-clock, and failed to fully compensate employees for all time actually worked. These policies and practices meant that Defendant allegedly failed to pay minimum and overtime wages, and other related claims. Plaintiff alleges that Defendant's policies and practices were uniform as to all Class Members. (Rose Decl., ¶ 37). Thus, class treatment is appropriate.

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

Here, Plaintiff alleges that her claims are similar to that of the other Class Members and that Plaintiff's claims arise out of the same alleged course of conduct giving rise to the claims of the other Class Members. Plaintiff alleges that Defendant subjected them to the same wage-and-hour violations, the same unlawful policies, and the same practices that affected every member of the proposed Class. Because Plaintiff and the Class Members were subjected to the same uniform policies and practices, were harmed in the same manner, and seek relief under the same legal theories, Plaintiff's claims are typical of the claims of the Class as a whole and the typicality requirement has been satisfied.

Finally, the question of adequacy of representation "depends on whether the plaintiff's attorney is qualified to conduct the proposed litigation and the plaintiff's interests are not antagonistic to the interests of the class." (*McGee v. Bank of America*, 60 Cal.App.3d 442, 450 (1976)). Here, these considerations are satisfied. Class Counsel is well-regarded and is qualified and experienced in employment-related, class-action litigation. (Rose Decl., ¶¶ 1-13). Plaintiff will vigorously, adequately, and fairly represent the interests of the Class. Plaintiff has, at all times, throughout the course of the litigation considered the interests of the Class and understood that she must take steps to adequately represent the Class and their interests. (Porraz Decl., ¶ 12). Because Plaintiff's claims are typical of other Class Members and are not based on unique circumstances, there is no antagonism between the interests of Plaintiff and the Class.

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

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

VII. THE REQUESTED CLASS REPRESENTATIVE SERVICE PAYMENT IS REASONABLE

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

Plaintiff initiated this litigation on behalf of her former co-workers who will now be entitled to receive payment from the Settlement. Plaintiff invested substantial time and effort into litigation during the past two years, including her own research, reviewing documents, and extensive discussions with Class Counsel. (Porraz Decl., ¶¶ 6-7). Further, the requested amount for Plaintiff is also reasonable given the average award and the benefit gained by other Class Members. For these reasons, Plaintiff requests that a Class Representative Service Payment of Seven Thousand Five Hundred Dollars and Zero Cents ($7,500.00) to Plaintiff be preliminarily approved by the Court. (Rose Decl., ¶ 54; Porraz Decl., ¶ 14).

Should the Court have any reservations regarding the full amount of the requested Seven Thousand Five Hundred Dollars and Zero Cents ($7,500.00) Class Representative Service Payment, Plaintiff respectfully requests that the Court refrain from denying this Motion outright and instead reserve its final determination on the Class Representative Service Payment until the Final Approval Hearing.

VIII. THE REQUESTED CLASS COUNSEL FEES PAYMENT AND CLASS COUNSEL LITIGATION EXPENSES PAYMENT ARE REASONABLE

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

Here, the requested attorneys' fees of one-third (1/3) of the Gross Settlement Amount (i.e., $391,666.67 if the Gross Settlement Amount is $1,175,000.00) is disclosed to Class Members in the proposed Class Notice. (Settlement Agreement, Exh. A). The requested fee was freely negotiated, is common in the legal marketplace, and is not opposed by Defendant. The Motion for Final Approval will elaborate on the nature of the legal services provided and will also support Class Counsel's request for the reimbursement of litigation costs and expenses not to exceed Thirty-Two Thousand Dollars and Zero Cents ($32,000.00). (Rose Decl., ¶ 55). The Class Counsel Fees Payment and Class Counsel Litigation Expenses Payment that are not ultimately approved by the Court shall instead be included in the Net Settlement Amount to be distributed to Participating Class Members. (Settlement Agreement, ¶ 3.2.2).

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

The Parties have jointly drafted the Class Notice, which will be mailed to the Class Members. (*Id*., Exh. A). The Class Notice will include information regarding the nature of the Actions, a summary of the terms of the Settlement, the Class definition, information on how to object to and/or opt-out of the Class Settlement and to dispute Workweeks and/or PAGA Pay Periods, and the date of the Final Approval Hearing. (Ibid). The Class Notice will list each Class Member's total Workweeks and their estimated Individual Class Payment and each Aggrieved Employee's total PAGA Pay Periods and their estimated Individual PAGA Payment. (Ibid).

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Not later than thirty (30) calendar days after the Court grants preliminary approval, Defendant will provide a list in a formatted readable Microsoft Office Excel spreadsheet to the Administrator containing the following information for each Class Member: full name, last-known mailing address, Social Security number, and number of Workweeks and PAGA Pay Periods (collectively referred to as the "Class Data"). (*Id*., ¶¶ 1.8 and 7.4.1). Within fourteen (14) calendar days after receiving the Class Data from Defendant, the Administrator will perform a search based on the National Change of Address Database, and will mail a Class Notice in English and Spanish to all Class Members via First-Class U.S. Mail, using the most current, known mailing addresses identified by the Administrator. (*Id*., ¶ 7.4.2. The Parties have agreed to use Apex Class Action Administrator as the Administrator. (Rose Decl., ¶ 61; Settlement Agreement, ¶ 1.2).

In determining whether to approve a settlement of a class action, a trial court has virtually complete discretion as to the manner of giving notice to class members, and review on appeal is governed by the abuse of discretion standard. (*See In re Cellphone Fee Termination Cases*, 186 Cal.App.4th 1380 (2010)). Here, Class Counsel is not aware of an alternative method of providing notice to the Class which would result in a higher likelihood of actual notice. (Rose Decl., ¶ 62). The original source of the mailing addresses is from Class Members, who provided the information to Defendant. (Ibid).

Class Members will have forty-five (45) calendar days from the initial mailing of the Class Notice by the Administrator to submit a Request for Exclusion, written objection, and/or challenge to the number of Workweeks and/or PAGA Payments ("Response Deadline"). (Settlement Agreement, ¶ 1.42).

Not later than three (3) business days after the Administrator's receipt of any Class Notice returned by the USPSS as undelivered, the Administrator shall re0mail the Class Notice using any forwarding address provided by the USPS. (*Id*., ¶ 7.4.3). If no forwarding address is provided, the Administrator will promptly attempt to determine a correct address using a skip-trace or other search, and re-mail the Class Notice to the most current address obtained. (Ibid). In the event that a Class Notice is re-mailed to a Class Member, the Response Deadline for that Class Member shall be extended fourteen (14) calendar days from the original Response Deadline. (*Id*., ¶ 1.42).

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Class Members will have an opportunity to challenge the number of Workweeks and/or PAGA Pay Periods to which they have been credited, as reflected in their respective Class Notices, by submitting a written challenge to the Administrator, by fax, email, or mail, on or before the Response Deadline. (*Id.*, ¶ 7.6).

Any Class Member wishing to be excluded from the Class Settlement must submit a timely and valid letter ("Request for Exclusion") to the Administrator, by fax, email, or mail, on or before the Response Deadline. (*Id.*, ¶¶ 1.41 and 7.5.1). Notwithstanding the above, all Aggrieved Employees will be bound by the PAGA Settlement and will be issued their Individual PAGA Payment, irrespective of whether they submit a Request for Exclusion. (*Id.*, ¶ 7.5.4).

To object to the Class Settlement, Participating Class Members must submit a timely and complete a written objection to the Administrator, by fax, email, or mail, on or before the Response Deadline. (*Id.*, ¶¶ 7.7). Participating Class Members, individually or through counsel, may also present their objection orally at the Final Approval Hearing, regardless of whether they have submitted a written objection. (*Id.*, ¶ 7.7.2).

X. CONCLUSION

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

Respectfully submitted,

Dated: June 26, 2026

BLACKSTONE LAW, APC

By: ______________________________
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