

BOKHOUR LAW GROUP, P.C.
Mehrdad Bokhour, Esq. (CA Bar No. 285256)
mehrdad@bokhourlaw.com
1901 Avenue of the Stars, Suite 520
Los Angeles, California 90067
Tel: (310) 975-1493; Fax: (310) 675-0861

FALAKASSA LAW, P.C.
Joshua S. Falakassa, Esq. (CA Bar No. 295045)
josh@falakassalaw.com
1901 Avenue of the Stars, Suite 520
Los Angeles, California 90067
Tel: (818) 456-6168; Fax: (888) 505-0868

Attorneys for Plaintiff and the Putative Class

SUPERIOR COURT OF THE STATE OF CALIFORNIA
FOR THE COUNTY OF YOLO

JONATHAN LOPEZ, on behalf of himself and
all others similarly situated,

Plaintiff,

v.

PRIME CONDUIT, INC., a Delaware
Corporation; and DOES 1-50, inclusive.

Defendants.

CASE NO.: CV2024-1932

Assigned to the Hon. Samuel T. McAdam

**PLAINTIFF'S MOTION FOR
PRELIMINARY APPROVAL OF
CLASS ACTION SETTLEMENT**

*[Declarations of Mehrdad Bokhour, Joshua
Falakassa, Jonathan Lopez, and [Proposed]
Order filed concurrently herewith]*

HEARING INFORMATION

Date:

Time: 9:00 a.m.

Dept.: 14

Complaint Filed: July 31, 2024

FAC Filed: October 4, 2024

1 **TO ALL PARTIES AND THEIR ATTORNEYS OF RECORD:**

2 **PLEASE TAKE NOTICE** that on _____, at 9:00 a.m. or as soon thereafter
3 as the matter may be heard by Honorable Samuel T. McAdam in Department 14 of the Yolo
4 County Superior Court, located at 1000 Main Street, Woodland, CA 95695, Plaintiff Jonathan
5 Lopez, individually and on behalf of all others similarly situated, will and hereby moves the
6 Court for entry of an Order preliminarily approving the Parties' Class Action and PAGA
7 Settlement Agreement, including:

8 A. Certifying the Class for purposes of settlement only;

9 B. Preliminarily appointing Plaintiff as Class Representative for purposes of
10 settlement only;

11 C. Appointing Mehrdad Bokhour of Bokhour Law Group, P.C. and Joshua
12 Falakassa of Falakassa Law, P.C. as Class Counsel for purposes of settlement only;

13 D. Preliminarily approving the Settlement as fair, adequate, and reasonable, based
14 upon the terms set forth in the Settlement Agreement;

15 E. Directing distribution of the Notice, including notice of the opportunity to
16 exclude oneself from, or object to, the Settlement;

17 F. Setting a date for a final fairness hearing to determine, following dissemination
18 of the Notice, whether to grant final approval of the Settlement.

19 This motion is based upon this Memorandum of Points and Authorities in support
20 thereof; the Declarations of Mehrdad Bokhour, Joshua Falakassa, and Plaintiff Jonathan Lopez
21 in support thereof; the Settlement Agreement; the proposed Order; all other records, pleadings,
22 and papers filed in this action; and upon such other evidence or argument as may be presented
23 to the Court at the hearing of this motion.

24 Dated: February 24, 2026,

BOKHOUR LAW GROUP, P.C.
FALAKASSA LAW, P.C.

25
26 BY: _____

Mehrdad Bokhour, Esq.
Joshua Falakassa, Esq.
Attorneys for Plaintiff and the Putative Class

TABLE OF CONTENTS

I.	INTRODUCTION	1
II.	BACKGROUND	2
A.	THE PARTIES AND THE PROPOSED CLASS.....	2
B.	PROCEDURAL HISTORY	3
C.	SUMMARY OF PLAINTIFF’S CLAIMS	4
D.	SUMMARY OF DEFENDANT’S DEFENSES	5
III.	SUMMARY OF THE PROPOSED SETTLEMENT.....	6
A.	SETTLEMENT CONSIDERATION AND ALLOCATION	6
B.	NOTICE PROCEDURES	6
C.	EXCLUSION AND OBJECTION PROCEDURES	7
D.	SETTLEMENT ALLOCATION FORMULA FOR SETTLEMENT SHARES	8
E.	TIMING OF SETTLEMENT DISBURSEMENTS.....	8
F.	TAX TREATMENT	9
G.	PARTICIPATING CLASS MEMBERS’ RELEASE OF CLAIMS	9
H.	AGGRIEVED EMPLOYEES’ RELEASE OF CLAIMS.....	10
IV.	PROVISIONAL CERTIFICATION OF THE CLASS UNDER THE LESSER STANDARD OF SCRUTINY FOR SETTLEMENT-ONLY CERTIFICATION IS APPROPRIATE FOR PURPOSES OF SETTLEMENT	10
A.	NUMEROSITY AND ASCERTAINABILITY	11
B.	WELL-DEFINED COMMUNITY OF INTEREST	11
1.	Commonality.....	11
2.	Typicality	12
3.	Adequacy of Representation	12
4.	Superiority.....	12
V.	THE COURT SHOULD PRELIMINARILY APPROVE THE SETTLEMENT, WHICH IS FAIR, ADEQUATE, AND REASONABLE	13
A.	CLASS ACTION SETTLEMENTS ARE SUBJECT TO JUDICIAL REVIEW AND APPROVAL	

1	UNDER THE CALIFORNIA RULES OF COURT.....	13
2	B. THE SETTLEMENT IS THE RESULT OF SERIOUS, INFORMED, NON-COLLUSIVE	
3	NEGOTIATIONS.....	14
4	C. THE EXTENT OF THE INVESTIGATION WAS MORE THAN SUFFICIENT TO PERMIT	
5	PRELIMINARY APPROVAL OF THE SETTLEMENT	15
6	D. THE SETTLEMENT IS A REASONABLE COMPROMISE OF CLAIMS.....	15
7	1. Failure to Pay for all Wages.....	16
8	2. Waiting Time Penalties.....	17
9	3. Failure to Provide Meal and Rest Periods.....	17
10	4. Failure to Provide Accurate Itemized Wage Statements	18
11	5. PAGA Penalties	19
12	E. PLAINTIFF’S COUNSEL IS EXPERIENCED IN SIMILAR WAGE-AND-HOUR	
13	LITIGATION	21
14	F. THE NOTICE CONFORMS TO ALL APPLICABLE STATUTES AND RULES.....	21
15	G. THE NON-REVERSIONARY “CHECKS CASHED” DISTRIBUTION ENSURES MAXIMAL	
16	RECOVERY FOR CLASS MEMBERS.....	22
17	H. THE ATTORNEYS’ FEES ALLOCATION UNDER THE SETTLEMENT AGREEMENT IS	
18	FAIR.....	23
19	I. THE CLASS REPRESENTATIVE SERVICE PAYMENT IS FAIR AND APPROPRIATE.....	24
20	V. THE COURT SHOULD APPOINT PHOENIX AS THE SETTLEMENT	
21	ADMINISTRATOR	24
22	VI. TIMELINE AND SCHEDULING A FINAL APPROVAL HEARING.....	25
23	VII. CONCLUSION.....	25

TABLE OF AUTHORITIES

CASES

<i>Amaral v. Cintas Corp.</i> No. 2, 163 Cal.App.4th 1157.....	19
<i>Amchem Prods., Inc. v. Windsor</i> (1997) 521 U.S. 591	11
<i>Archibald v. Cinerama Hotels</i> , (1976) 15 Cal.3d 853	22
<i>Arenas v. El Torito Rests., Inc.</i> (2010) 183 Cal.App.4th 723	11
<i>Barboza v. West Coast Digital GSM, Inc.</i> (2009) 179 Cal.App.4th 540	12
<i>Bond v. Ferguson Enterprises, Inc.</i> (E.D. Cal. 2011) No. 1:09-cv-1662 OWW MJS	24
<i>Bush v. Superior Court</i> (1992) 10 Cal.App.4th 1374	13
<i>Cho v. Seagate Tech. Holdings, Inc.</i> (2009) 177 Cal.App.4th 734.....	13
<i>Dunk v. Ford Motor Co.</i> (1996) 48 Cal.App.4th 1794	10, 13, 14
<i>Ellis v. Naval Air Rework Facility</i> (N.D. Cal. 1980) 87 F.R.D. 15	21
<i>Gonzalez v. Corecivic of Tennessee, LLC</i> , No. 1:16-cv-01891-DAD-JLT, 2018 WL 4388425 ..	19
<i>Kullar v. Foot Locker Retail, Inc.</i> (2008) 168 Cal.App.4th 116.....	15, 21
<i>Laffite v. Robert Half Int’l Inc.</i> (2016) 1 Cal.5th. 480	23
<i>Local Joint Exec. Bd. of Culinary/Bartender Trust Fund v. Las Vegas Sands, Inc.</i> (9th Cir. 2001)	
244 F.3d 1152	12
<i>Martin v. FedEx Ground Package System, Inc.</i> (N.D. Cal. Dec. 31, 2008) No. C 06-6883	23
<i>Medraza v. Honda of N. Hollywood</i> (2008) 166 Cal.App.4th 89	11
<i>Munoz v. BCI Coca-Cola Bottling Co. of Los Angeles</i> (2010) 186 Cal.App.4th 399	15
<i>Officers for Justice v. Civil Service Com.</i> (9th Cir. 1982) 688 F.2d 615	11, 13
<i>Romero v. Producers Dairy Foods, Inc.</i> (E.D. Cal. Nov. 14, 2007) No. 1:05cv0484 DLB.....	23
<i>Ross v. US Bank National Association</i> (N.D. Cal. 2010) No. C 07-02951 SI, 2010 WL.....	24
<i>Singer v. Becton Dickinson and Co.</i> (S.D. Cal. June 1, 2010) No. 08-cv-1501-IEG (BLM)	23
<i>Stuart v. RadioShack Corp.</i> (N.D. Cal. Aug. 9, 2010) No. C-07-4499 EMC	23
<i>Vasquez v. Coast Valley Roofing, Inc.</i> (E.D. Cal. 2010) 266 F.R.D. 4150.....	24
<i>Wershba v. Apple Computer, Inc.</i> (2001) 91 Cal.App.4th 224.....	13, 14, 16

STATUTES

1	California Code of Civil Procedure § 3150	11
2	California Labor Code § 201 – 203	17
3	California Labor Code § 203	5, 17
4	California Labor Code § 226	5
5	California Labor Code § 226(e).....	19
6	California Labor Code § 2699(f)(2).....	19
7	California Labor Code § 2699(h).....	20
8	California Labor Code § 2699(i).....	6

OTHER AUTHORITIES

10	<i>Manual For Complex Litigation</i> (Third) § 30.41 (1995).....	14
11	<i>Newberg on Class Actions</i> (“Newberg”) § 3:13 (4th ed. 2002).....	12, 14

RULES

13	California Rule of Court 3.766	22
14	California Rule of Court 3.766(b).....	21
15	California Rule of Court 3.766(d).....	22
16	California Rule of Court 3.769(a).....	13
17	California Rule of Court 3.769(c).....	13
18	California Rule of Court 3.769(d).....	10
19	California Rule of Court 3.769(e-g).....	13
20	California Rule of Court 3.79(f)	21

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1 **MEMORANDUM OF POINTS AND AUTHORITIES**

2 **I. INTRODUCTION**

3 Through this motion, Plaintiff Jonathan Lopez (“Plaintiff”), individually and on behalf of
4 all others similarly situated, seeks preliminary approval of the Class Action and PAGA
5 Settlement Agreement. Subject to Court approval, Plaintiff and Defendant Prime Conduit, Inc.
6 (“Defendant”) (collectively “the Parties”) have agreed to settle their claims and the proposed
7 Class Members’ claims against Defendant for a Gross Settlement Amount of \$200,000.

8 Plaintiff seeks to represent a Class of all persons who are or were previously employed
9 by Defendant in California and classified as non-exempt employees at any time from July 30,
10 2020, through December 31, 2025 (the “Class” or “Class Members”).

11 Likewise, the Aggrieved Employees include all persons who are, or were, employed by
12 Defendant in California and were classified as non-exempt or hourly employees at any time
13 from July 30, 2023 through December 31, 2025. (“Aggrieved Employees”).¹

14 Under the terms of the Settlement Agreement, Defendant will not oppose Class
15 Counsel’s application for a reasonable award of attorney’s fees not to exceed one-third (1/3) of
16 the Settlement Amount, Class Counsel’s litigation costs not to exceed \$20,000, Settlement
17 Administration Costs not to exceed \$5,000, PAGA penalties of \$40,000 (of which \$26,000 or
18 65% will be paid to the LWDA and the remaining \$14,000 or 35% will be paid to the Aggrieved
19 Employees), and a Service Payment not to exceed \$10,000 to the named Plaintiff (S.A. ¶ 47(a)-
20 (h)), as follows:

	Total Amount
<i>Gross Settlement Amount</i>	\$200,000
Attorneys’ Fees (not to exceed 1/3 of GSA)	\$66,666.67
Litigation Costs (not to exceed)	\$20,000.00
Administrator Costs (not to exceed)	\$5,000.00
PAGA payment to LWDA (65% of \$40k award)	\$26,000.00
PAGA payment to Aggrieved Employees	\$14,000.00
Plaintiff’s Service Payment	\$10,000.00

27 ¹ The Class Action and PAGA Settlement Agreement and Release of Claims is attached as
28 **Exhibit “A”** to the Declaration of Mehrdad Bokhour (“Bokhour Decl.”) submitted herewith and is
hereinafter referred to as the “Settlement Agreement”. “S.A.” or the “Settlement”. The proposed Notice
Packet is attached to the Bokhour Decl. as **Exhibit “B.”**

1 ***Net Settlement Amount***

\$58,333.33

2 As of the Parties' mediation, the Class includes approximately 100 non-exempt
3 employees who all worked for Defendant in California during the Class Period. Plaintiff
4 contends that, regardless of their roles, all non-exempt employees were subject to the same
5 workplace policies and scheduling practices, and therefore, the Individual Settlement Payments
6 will be paid on a pro-rata basis based on the number of Compensable Workweeks during the
7 Class Period. Assuming a total class size of approximately 100 Settlement Class Members, the
8 average payment to each Settlement Class Member will be approximately \$600, with the
9 highest payment estimated to be \$2,000. Of course, those with more Compensable Workweeks
10 stand to recover a proportionally greater amount. (Bokhour Decl. ¶ 10.)

11 The Settlement is non-reversionary, and Class Members will not be required to submit
12 claim forms to receive payment, but each Class Member will be mailed the Notice containing
13 detailed information about his/her share, the opportunity to dispute the number of Compensable
14 Workweeks worked by the Class Member, and the opportunity to opt out or object to the
15 Settlement. All Class Members who do not affirmatively opt out will receive a settlement check
16 upon the Court granting final approval of the Settlement. (Bokhour Decl. ¶ 11.) The Aggrieved
17 Employees will not be able to opt out and will receive settlement checks.

18 Because the Settlement is fair and reasonable and was negotiated at arm's length by
19 experienced counsel and an experienced mediator following an appropriate and comprehensive
20 exchange of information and documents in advance of mediation, it should be preliminarily
21 approved. Plaintiff respectfully requests that the Court enter an order preliminarily approving
22 the Settlement, conditionally certifying the Class under Code of Civil Procedure § 382 for
23 settlement purposes, approving the proposed Notice, appointing Plaintiff's counsel as Class
24 Counsel, appointing Phoenix Settlement Administrators as the Settlement Administrator, and
25 scheduling a hearing for the final approval of the Settlement. (Bokhour Decl. ¶ 13.)

26 **II. BACKGROUND**

27 **A. THE PARTIES AND THE PROPOSED CLASS**

28 Defendant manufactures conduit products for the electrical, telecommunications, and

1 utility markets at its manufacturing facility located in Woodland, California. (Bokhour Decl. ¶
2 14). The putative Class consists of all persons who are or were previously employed by
3 Defendant in California classified as non-exempt employees at any time from July 30, 2020,
4 through December 31, 2025. (S.A. ¶ 7.)

5 **B. PROCEDURAL HISTORY**

6 On or about July 30, 2024, Plaintiff filed a class action complaint in this Court against
7 Defendant, including allegations of: (1) failure to pay all wages, including minimum, overtime,
8 and premium wages, (2) failure to pay all sick time, (3) meal period violations, (4) rest period
9 violations, (5) wage statement violations, (6) waiting time penalties, (7) failure to reimburse
10 business expenses, and (8) unfair competition.

11 On October 4, 2024, Plaintiff filed a First Amended Complaint to add a cause of action
12 for PAGA penalties based on the foregoing Labor Code violations. Defendant denies Plaintiff's
13 claims and allegations and contends that the Action is not suitable for class certification and/or
14 representative treatment. (Bokhour Decl. ¶ 13; S.A. ¶ 44.)

15 During Plaintiff's investigation and throughout the litigation, Defendant denied
16 Plaintiff's allegations and vowed to vigorously defend against them, including by threatened
17 enforcement of arbitration agreements signed by the putative class, including Plaintiff, with
18 class action waivers. However, before engaging in protracted litigation, the Parties agreed to
19 explore resolution through private mediation.

20 The Parties have conducted a thorough investigation into the facts of the Action. This
21 includes conducting interviews with putative class members, investigation of Defendant and
22 their operations, and their pay policies/procedures, exchange of informal discovery, including
23 Defendant's written policies and practices, and the production of a reasonable sampling of
24 payroll and timekeeping records for Settlement Class Members and Aggrieved Employees.
25 Class Counsel are both knowledgeable about and have done extensive research with respect to
26 the applicable law and potential defenses to the claims of the Settlement Class Members and
27 Aggrieved Employees. Class Counsel has diligently investigated the Class Members' claims
28 against Defendant. (Bokhour Decl. ¶ 14.)

1 Based on the foregoing data and their own independent investigation and evaluation,
2 Class Counsel is of the opinion that the settlement with Defendant for the consideration and on
3 the terms set forth in this Settlement Agreement is fair, reasonable, and adequate and is in the
4 best interest of the Settlement Class Members and Aggrieved Employees, in light of all known
5 facts and circumstances, including the risk of significant delay and uncertainty associated with
6 litigation, various defenses asserted by Defendant, and numerous potential appellate issues.

7 On July 15, 2025, the Parties participated in mediation before Daniel Turner, Esq., a
8 highly experienced class action mediator. After a full-day mediation and the issuance of a
9 mediator's proposal, the Parties reached a settlement and memorialized the terms in a long-form
10 Settlement Agreement. (Bokhour Decl., ¶ 15, Exhibit "A".) (*Id.*)

11 The Parties now seek the Court's preliminary approval of the Settlement Agreement.

12 **C. SUMMARY OF PLAINTIFF'S CLAIMS**

13 Plaintiff alleges numerous wage and hour violations on behalf of the non-exempt
14 employees who worked for Defendant during the Class Period (i.e., Class Members). (Bokhour
15 Decl. ¶ 16.)

16 First, Plaintiff alleged that Defendant failed to pay all minimum and overtime wages due
17 to their timekeeping practice by not capturing pre-shift and post-shift duties. (Bokhour Decl. ¶
18 17.)

19 Further, Plaintiff alleged that Defendant's deficient meal and rest period policies and
20 practices failed to allow and permit Class Members to take timely and compliant meal periods or
21 pay premium pay in lieu thereof. Likewise, Plaintiff contended that the Class Members were
22 not provided with duty-free rest periods of at least ten (10) minutes for each four (4) hour work
23 period, or major fraction thereof, due to Defendant's unlawful rest period policies and practices
24 that required employees to remain on duty and/or on premises during rest periods. (Bokhour
25 Decl. ¶ 18.)

26 Finally, Plaintiff alleged that Defendant failed to pay all final wages at separation of
27 employment and provide accurate itemized wage statements that comply with all requirements
28 of Labor Code Section 226. Plaintiff also alleged various PAGA claims arising from the alleged

1 Labor Code violations set forth above. (Bokhour Decl. ¶ 19.)

2 **D. SUMMARY OF DEFENDANT’S DEFENSES**

3 Defendant contested and denied each of Plaintiff’s material allegations on the merits and
4 as to the propriety of the class and PAGA representative action. (Bokhour Decl. ¶ 20.)

5 First, Defendant argued that it properly paid all hours worked at the correct “regular rate
6 of pay.” (Bokhour Decl. ¶ 21.)

7 Further, Defendant argued that, at all relevant times, its written meal and rest period
8 policies complied with California law. Defendant also contended that, in practice, Class
9 Members regularly were permitted to be free of any duties during meal and rest periods.
10 (Bokhour Decl. ¶ 22.)

11 Moreover, Defendant argued that claims for wage statement violations, waiting time
12 penalties, and PAGA penalties were derivative of other claims that they argued lacked merit.
13 Defendant further contended that Plaintiff’s waiting time penalty and wage statement claims
14 based on the underlying meal and rest period violations were unfounded and did not entitle
15 Class Members to pursue the derivative penalties under Labor Code sections 203 and 226.
16 (Bokhour Decl. ¶ 23.)

17 Additionally, Defendant argued that a myriad of individualized inquiries would be
18 required to establish liability, including amongst other things, which employees, if any, took
19 meal periods of less than 30 minutes, why a particular employee took a meal period of less than
20 30 minutes on a particular shift, and whether a particular employee was allowed to leave the
21 premises during rest periods. (Bokhour Decl. ¶ 24.)

22 In addition, a significant factor supporting the reasonableness of the Settlement is
23 Defendant’s contention that a substantial portion of the Settlement Class Members executed
24 arbitration agreements containing class and representative action waivers. Defendant asserted
25 that these agreements were enforceable and would require many Class Members’ claims to be
26 resolved on an individual basis in arbitration, thereby precluding classwide relief. Plaintiff
27 disputes Defendant’s position and contends that the arbitration agreements and class waivers are
28 unenforceable under applicable law. Nevertheless, Plaintiff recognizes that the enforceability of

1 such agreements presents a material litigation risk, particularly given the evolving and fact-
2 intensive nature of arbitration jurisprudence. The possibility that the Court could compel
3 arbitration as to a significant portion of the Class materially reduced the likelihood of obtaining
4 classwide relief and was a meaningful consideration in the Parties' decision to compromise and
5 resolve this Action through settlement. (Bokhour Decl. ¶ 25.)

6 **III. SUMMARY OF THE PROPOSED SETTLEMENT**

7 The following is a summary of the principal terms of the Settlement Agreement.

8 **A. SETTLEMENT CONSIDERATION AND ALLOCATION**

9 The \$200,000 Settlement Amount is non-reversionary and will be paid out to Class
10 Members without the need to submit a claim form or take any affirmative action. It includes (1)
11 Plaintiff's reasonable attorneys' fees and costs, as approved by the Court; (2) Service Payment
12 not to exceed \$10,000 to the named Plaintiff, as approved by the Court; (3) Settlement
13 Administration Costs, not to exceed \$5,000, as approved by the Court; (4) a \$40,000 PAGA
14 Payment, 65 percent of which is to be paid to the LWDA pursuant to California Labor Code §
15 2699(i); and (5) the aggregate of all Individual Settlement Payments of the Settlement Class
16 Members. Defendant's employer's share of payroll taxes on the portion of the Individual
17 Settlement Amounts that are allocated as wages subject to withholdings will be paid separately
18 by Defendant. (S.A. ¶ 53 *et seq.*)

19 After all Court-approved deductions from the Gross Settlement Amount, it is estimated
20 that \$58,333.33 will be available to pay the Individual Settlement Payments to approximately
21 100 Settlement Class Members. As noted above, the average Individual Settlement Payment to
22 Settlement Class Members is approximately \$600, which is a fair and reasonable recovery.
23 (Bokhour Decl. ¶ 7.)

24 **B. NOTICE PROCEDURES**

25 Within thirty (30) days after entry of the Preliminary Approval Order, Defendant shall
26 provide the Settlement Administrator with the Class Data. The Settlement Administrator shall
27 check the Settlement Class Members' addresses against those on file with the United States
28 Postal Service National Change of Address list. (S.A. ¶ 62.)

1 The Notice, as approved by the Court, shall be mailed by the Settlement Administrator
2 to the Settlement Class Members by first-class mail, in English, within fourteen (14) calendar
3 days after the Settlement Administrator receives the Class Data. (S.A. ¶ 63.) If any Notices are
4 returned as undeliverable, the Settlement Administrator shall use standard methods, including
5 skip tracing, to obtain forwarding addresses. (S.A. ¶ 63.)

6 The Settlement Administrator shall take steps to ensure the Notice is received by all
7 Settlement Class Members, including use of the National Change of Address Database
8 maintained by the United States Postal Service to review the accuracy of, and if possible update,
9 mailing addresses. (S.A. ¶ 64.)

10 If the Settlement Administrator learns of a failed mailing and obtains an updated
11 address, the Notice shall be re-mailed within ten (10) calendar days after both learning of the
12 failed mailing and receiving the updated address. (S.A. ¶ 64.)

13 The re-mailed Notice shall be identical to the original Notice, except that it shall notify
14 the Settlement Class Member that the request for exclusion or objection must be returned by the
15 later of the Notice Response Deadline or fifteen (15) days after re-mailing of the Notice. (S.A. ¶
16 64.)

17 It will be conclusively presumed that a Settlement Class Member received the Notice if
18 the envelope is not returned as undeliverable within thirty (30) days of mailing. (S.A. ¶ 65.) The
19 Notice Response Deadline is forty-five (45) calendar days from the date the Notice is mailed.
20 (S.A. ¶ 20.)

21 **C. EXCLUSION AND OBJECTION PROCEDURES**

22 Settlement Class Members are deemed to participate in the Settlement unless they opt
23 out. (S.A. ¶ 66.) The Notice shall advise Settlement Class Members of their right to request
24 exclusion. Any Settlement Class Member, other than Plaintiff, may request to be excluded by
25 submitting a written Request for Exclusion to the Settlement Administrator, postmarked on or
26 before the Notice Response Deadline. (S.A. ¶ 68(a).)

27 Any Request for Exclusion must include the Settlement Class Member's full name,
28 address, telephone number, last four digits of the Social Security Number or date of birth, and

the Settlement Class Member's signature, and must be mailed to the Settlement Administrator at the address stated in the Notice. (S.A. ¶ 68(a).)

The Notice shall advise Settlement Class Members of their right to object to the Settlement as to the Class Claims. Provided they do not opt out, any Settlement Class Member, other than Plaintiff, may object by submitting a written objection to the Settlement Administrator, postmarked on or before the Notice Response Deadline. (S.A. ¶ 68(c).)

Any objection shall include the objecting Settlement Class Member's full name, address, telephone number, dates of employment with Defendant, the case name and number, and the basis for the objection. (S.A. ¶ 68(c).)

The Settlement Administrator shall provide objections, if any, to Class Counsel and Defense Counsel within three (3) days of receipt, and shall attach the objections to its declaration of due diligence filed before the Final Approval Hearing. (S.A. ¶ 68(c).)

Settlement Class Members will have until the Notice Response Deadline to object or submit a Request for Exclusion by U.S. Mail. (S.A. ¶ 69; S.A. ¶ 20.)

D. SETTLEMENT ALLOCATION FORMULA FOR SETTLEMENT SHARES

The Settlement Administrator will use the Class Data to calculate each Participating Class Member's Individual Settlement Amount pursuant to the allocation methodology set forth in the Settlement Agreement. (S.A. ¶ 47(d).)

The Notice will inform Settlement Class Members of their estimated Individual Settlement Amount and the number of Workweeks during the Class Period and the PAGA Period, and Settlement Class Members may dispute their Workweeks by timely submitting evidence to the Settlement Administrator. (S.A. ¶ 66.)

E. TIMING OF SETTLEMENT DISBURSEMENTS

Defendant shall make a one time deposit into the Qualified Settlement Fund of the Settlement Amount necessary to make all payments required under the Settlement within thirty (30) days after the Effective Date, and shall separately pay its share of employer payroll taxes as calculated and directed by the Settlement Administrator. (S.A. ¶ 70.)

No later than seven (7) calendar days after deposit of the payment into the Qualified

Settlement Fund, the Settlement Administrator shall mail the payments to Participating Class Members and make the other payments required under the Settlement. (S.A. ¶ 72.)

Final Settlement Class Members shall have one hundred eighty (180) calendar days after mailing to cash their settlement checks. (S.A. ¶ 73.)

If a settlement check is not cashed within that period, the check will be void and a stop payment will issue, and all unclaimed funds shall revert to the cy pres recipient Legal Aid at Work, with the release binding on Final Settlement Class Members who do not cash their checks within the 180 day period. (S.A. ¶ 73.)

If any settlement check is returned to the Settlement Administrator within 180 days of mailing, the Settlement Administrator shall perform a skip trace within five (5) business days of receipt, and if a new address is obtained, the Settlement Administrator shall reissue the check within ten (10) business days and notify Defense Counsel and Class Counsel that a reissued check has been sent. (S.A. ¶ 73.)

F. TAX TREATMENT

For tax purposes, the Individual Settlement Amounts will be allocated as follows: twenty percent (20%) as wages subject to withholding of all applicable local, state, and federal taxes, and eighty percent (80%) as interest and civil penalties, including penalties pursuant to Labor Code sections 203 and 226, from which no taxes will be withheld. (S.A. ¶ 47(e).) The Settlement Administrator will issue each Participating Class Member an IRS Form W 2 and comparable state forms for the wage allocation and an IRS Form 1099 for the civil penalties and interest allocation. (S.A. ¶ 47(e).)

G. PARTICIPATING CLASS MEMBERS' RELEASE OF CLAIMS

In exchange for these payments, the Settlement Agreement ¶ 50 provides that the Participating Class Members will release the Released Parties from all claims alleged or that could have been alleged based on the facts stated in the operative complaint, as follows:

all claims that were alleged, or reasonably could have been alleged, based on the facts stated in the Complaint, including claims for (1) failure to pay all wages, including minimum and overtime wages and premium wages at the regular rate of pay; (2) failure to pay sick wages; (3) failure to provide meal periods or pay a premium in lieu thereof; (4) failure to authorize and permit rest periods or pay a

1 premium in lieu thereof; (5) failure to furnish accurate itemized wage statements;
2 (6) failure to timely pay final wages at the time of termination/end of employment
3 and associated waiting time penalties; (7) failure to reimburse business expenses;
4 and, (8)) deceptive, fraudulent, or otherwise unlawful business practices based on
5 the foregoing in violation of California’s Unfair Competition Law (Bus. & Prof.
6 Code, §§ 17200–17210). The Released Class Claims specifically include alleged
violations of, without limitation, California Labor Code §§ 200–204, 210, 226,
226.3, 226.7, 227.3, 246, 248.5, 510, 512, 1194, 1197.1, 1198, and 2802, and Civil
Code §§ 3287 and 3289, and unfair and unlawful business practices.
(S.A. ¶ 50.)

7 **H. AGGRIEVED EMPLOYEES’ RELEASE OF CLAIMS**

8 The Settlement Agreement at ¶ 23 also defines the “PAGA Released Claims” as follows:

9 all claims for civil penalties under the California Labor Code Private Attorneys
10 General Act of 2004 (“PAGA”), Labor Code §§ 2698–2699.5, that were alleged
11 in the operative Complaint or the PAGA Notice submitted to the California Labor
12 and Workforce Development Agency (“LWDA”), or that reasonably could have
13 been alleged based on the facts stated therein, during the PAGA Period. These
14 include, without limitation, claims for civil penalties arising from the alleged
15 failure to pay all wages, including minimum, overtime, and premium wages;
16 failure to provide compliant meal periods or pay premium wages in lieu thereof;
17 failure to authorize and permit rest periods or pay premium wages in lieu thereof;
18 failure to pay sick leave wages; failure to timely pay all wages due upon
separation of employment; failure to furnish accurate, itemized wage statements;
failure to reimburse necessary business expenses; and any unfair, unlawful, or
deceptive business practices based on the foregoing conduct. The Released PAGA
Claims specifically include alleged violations of, and civil penalties arising under,
without limitation, California Labor Code §§ 200–204, 210, 226, 226.3, 226.7,
227.3, 246, 248.5, 510, 512, 1194, 1197.1, 1198, and 2802, as well as all
applicable provisions of Labor Code §§ 2698–2699.5.

19 In addition to the foregoing release, the named Plaintiff has also agreed to a General
20 Release as set forth in the Settlement Agreement. (S.A. ¶¶ 57-58.)

21 **IV. PROVISIONAL CERTIFICATION OF THE CLASS UNDER THE LESSER** 22 **STANDARD OF SCRUTINY FOR SETTLEMENT-ONLY CERTIFICATION IS** 23 **APPROPRIATE FOR PURPOSES OF SETTLEMENT**

24 California Rule of Court 3.769(d) provides that the Court may make an order approving
25 certification of a provisional settlement class at the preliminary approval stage. It is well-
26 established that trial courts should use a “lesser standard of scrutiny” for determining the
27 propriety of certifying a settlement class, as opposed to a litigation class. *Dunk v. Ford Motor*
28 *Co.* (1996) 48 Cal.App.4th 1794, 1007 at n.19.

1 The reasons include that no trial is anticipated in a settlement class, so the case
2 management issues inherent in determining if the class should be certified need not be
3 confronted; and the trial court's fairness review of the settlement protects the interests of the
4 non-representative Class Members. *Id.*; see also *Officers for Justice v. Civil Service Com.* (9th
5 Cir. 1982) 688 F.2d 615, 633 ("Th[e] relationship between the certification determination and
6 the merits of the case is further attenuated within the context of the settlement evaluation
7 process . . . [C]ertification issues raised by class action litigation that is resolved short of a
8 decision on the merits must be viewed in a different light."); *Amchem Prods., Inc. v. Windsor*
9 (1997) 521 U.S. 591, 620 ("Confronted with a request for settlement-only class certification, a
10 district court need not inquire whether the case if tried, would present intractable management
11 problems . . . for the proposal is that there be no trial.").

12 As discussed below, for the purposes of this Settlement only, Plaintiff requests that this
13 Court provisionally certify the Class, as defined above, under Code of Civil Procedure § 3150.

14 **A. NUMEROSITY AND ASCERTAINABILITY**

15 Numerosity is met if a proposed class is so large that joinder of all members would be
16 impracticable. See Cal. Code Civ. Proc. § 3150. A proposed settlement class is ascertainable if
17 the class members can be objectively identified and given notice of the litigation without
18 unreasonable time or expense. See *Medraza v. Honda of N. Hollywood* (2008) 166 Cal.App.4th
19 89, 101. Here, according to Defendant's records, there are approximately 100 Class Members.
20 Plaintiff argues that this figure undoubtedly satisfies the numerosity requirement.

21 **B. WELL-DEFINED COMMUNITY OF INTEREST**

22 *1. Commonality*

23 To justify certification, the class proponent must show that questions of law or fact
24 common to the class predominate over the questions affecting the individual members. See
25 *Arenas v. El Torito Rests., Inc.* (2010) 183 Cal.App.4th 723, 732 (citing *Washington Mut. Bank*
26 *v. Superior Court* (2001) 24 Cal.4th 906, 913. Plaintiff contends that the Class was subject to
27 common policies and practices relating to the provision of meal and rest periods, time keeping,
28 and payment of wages, among other things. While the Parties dispute whether a class would be

appropriate if the litigation were to continue, they agree to class certification for the purposes of this Settlement only.

2. Typicality

Typicality “focuses on whether there exists a relationship between the Plaintiff’s claims and the claims alleged on behalf of the class.” *See* Herbert B. Newberg & Alba Conte, *Newberg on Class Actions* (“Newberg”) § 3:13 (4th ed. 2002). Again, the Parties dispute whether Plaintiff’s claims are typical of the Class for the purposes of any continued litigation of the Action, but agree for the purposes of this Settlement only, that Plaintiff assert claims regarding Defendant’ wage payment policies/practices, meal and rest break policies/practices, wage statements, and the provisions governing the timely and complete payment of wages, which are at the core of the Action.

3. Adequacy of Representation

The proposed class representative must establish that he/she will adequately represent the proposed Settlement Class. *See Barboza v. West Coast Digital GSM, Inc.* (2009) 179 Cal.App.4th 540, 546. Specifically, Plaintiff’s position is that he is adequate to represent the Class because he was employed by Defendant during the Class Period, was subject to the same wage and hour policies/practices as the rest of the Class, understands his duties as Class Representative, has been willing to undergo the risk of litigation, and has no conflicts of interest.

Adequacy may be established by the fact that counsels are experienced practitioners. *See Local Joint Exec. Bd. of Culinary/Bartender Trust Fund v. Las Vegas Sands, Inc.* (9th Cir. 2001) 244 F.3d 1152, 1162. Here, Plaintiff asserts that he is represented by Class Counsel with extensive experience in wage and hour class and PAGA actions like the instant matter. (Bokhour Decl. ¶¶ 2-5; Falakassa Decl. ¶¶ 2-11.)

4. Superiority

Plaintiff further contends that certification of the Class for settlement purposes is superior here because there will be a global resolution of all claims at once, which fosters judicial economy. Plaintiff contends that class certification for settlement purposes is also vastly

superior to litigation of numerous individual claims because most of the claims are too small to litigate outside of the class context.

V. THE COURT SHOULD PRELIMINARILY APPROVE THE SETTLEMENT, WHICH IS FAIR, ADEQUATE, AND REASONABLE

A. CLASS ACTION SETTLEMENTS ARE SUBJECT TO JUDICIAL REVIEW AND APPROVAL UNDER THE CALIFORNIA RULES OF COURT

The law favors settlements. *Bush v. Superior Court* (1992) 10 Cal.App.4th 1374, 13150. This is particularly true in class actions where substantial resources can be conserved by avoiding the time, cost, and rigors of formal litigation. However, a class action may not be dismissed, compromised, or settled without the Court’s approval. Cal. R. Ct. 3.769(a). The California Rules of Court set forth the procedures for court approval of a class action settlement: (1) the Court preliminarily approves the settlement; (2) class members receive notice as directed by the Court; and (3) the Court conducts a final approval hearing to inquire into the fairness of the proposed settlement. *See* Cal. R. Ct. 3.769(c), (e-g).

The decision to approve or reject a proposed settlement lies within the Court’s sound discretion. *See Wershba v. Apple Computer, Inc.* (2001) 91 Cal.App.4th 224. Nevertheless, in considering a potential settlement for approval, a court is not to turn the approval hearing “into a trial or rehearsal for trial on the merits [or] to reach any ultimate conclusions on the contested issues of fact and law which underlie the merits of the dispute.” *Officers for Justice*, 688 F.2d at 625.

The Court’s ultimate duty is to determine whether the settlement is fair, adequate, and reasonable. *See Dunk*, 48 Cal.App.4th at 1001 (setting forth the “fair, adequate, and reasonable” standard) (citing *Officers for Justice, supra*); *Cho v. Seagate Tech. Holdings, Inc.* (2009) 177 Cal.App.4th 734, 742-43 (a trial court must approve a class action settlement agreement, but only after determining that it is ““fair, adequate and reasonable,”” considering factors such as the ““risk, expense, [and] complexity”” of continued litigation) (citations omitted). The Court has broad discretion in making its fairness determination, and should consider factors including:

[T]he strength of Plaintiff's 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 . . . and the reaction of the Class Members to the proposed settlement.

Dunk, supra (setting forth a non-exhaustive list of factors for the court's consideration at final approval).

The above factors are not exclusive "and the court is free to engage in a balancing and weighing of factors depending on the circumstances of each case." *Wershba*, 91 Cal.App.4th at 245. However, in doing so, the Court must give "[due] regard to what is otherwise a private consensual agreement between the parties." *Id.* The inquiry must be limited "to the extent necessary to reach a reasoned judgment that the agreement is not the product of fraud or overreaching by, or collusion between, the negotiating parties." *Id.* (citation and internal quotation marks omitted).

At the preliminary approval stage, the Court needs only determine that the settlement falls within the "range of possible judicial approval," so that notice to the class and the scheduling of the fairness hearing are worthwhile. *See Newberg* § 11:25. Indeed, the Court should grant preliminary approval if there are no "grounds to doubt its fairness or other obvious deficiencies ... and [the settlement] appears to fall within the range of possible approval." *Manual For Complex Litigation* (Third) § 30.41 (1995); *see Dunk*, 48 Cal.App.4th at 1002. 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." *Dunk, supra* (citing *Newberg* § 11:41). As shown below, the Settlement falls well within the range of approval because there are no grounds to doubt its fairness.

B. THE SETTLEMENT IS THE RESULT OF SERIOUS, INFORMED, NON-COLLUSIVE NEGOTIATIONS

The Settlement was the product of extensive arm's-length negotiations between counsel and was facilitated by an experienced wage-and-hour class-action mediator. Though cordial and

professional, the Settlement negotiations were adversarial and non-collusive. The Settlement reached is the product of substantial effort by the Parties and their counsel. Although Plaintiff and Class Counsel believed that there was a possibility of certifying the claims, they recognized the potential risk, expense, and complexity posed by litigation, such as unfavorable decisions on class certification, summary judgment, at trial and/or on the damages awarded, and/or on an appeal that can take several more years to litigate. In addition, if Defendant prevailed on any of their defenses, the Class Members may not have received any substantial monetary recovery. (Bokhour Decl. ¶ 35.)

C. THE EXTENT OF THE INVESTIGATION WAS MORE THAN SUFFICIENT TO PERMIT PRELIMINARY APPROVAL OF THE SETTLEMENT

Plaintiff thoroughly investigated and evaluated this case’s factual and legal strengths and weaknesses before reaching the Settlement. As described above, the Settlement was reached after extensive investigation and research, thorough calculations and risk evaluation, and a substantial exchange of information and documents relating to Plaintiff and the Class Members prior to mediation.

D. THE SETTLEMENT IS A REASONABLE COMPROMISE OF CLAIMS

To evaluate a settlement, the parties must provide the trial court with “basic information about the nature and magnitude of the claims in question and the basis for concluding that the consideration being paid for the release of those claims represents a reasonable compromise.” *Kullar v. Foot Locker Retail, Inc.* (2008) 168 Cal.App.4th 116, 133. The *Kullar* requirement was further explained in *Munoz v. BCI Coca-Cola Bottling Co. of Los Angeles* (2010) 186 Cal.App.4th 399, which held that an explicit statement of the maximum theoretical amount that the class could recover was not necessary:

Greenwell misunderstands *Kullar*, apparently interpreting it to require the record in all cases to contain evidence in the form of an explicit statement of the maximum amount the plaintiff class could recover if it prevailed on all its claims – a number which appears nowhere in the record of the case. But *Kullar* does not, as Greenwell claims, require any such explicit statement of value; it requires a record which allows “an understanding of the amount that is in controversy and the realistic range of outcomes of the litigation.

1 A settlement is not judged against what might have been recovered had a plaintiff
2 prevailed at trial, nor does the settlement have to provide 100% of the damages sought to be fair
3 and reasonable. *Wershba v. Apple Computers, Inc.* (2001) 91 Cal.App.4th 224, 250
4 (“Compromise is inherent and necessary in the settlement process ... even if the relief afforded
5 by the proposed settlement is substantially narrower than it would be if the suits were to be
6 successfully litigated, this is no bar to a class settlement because the public interest may indeed
7 be served by a voluntary settlement in which each side gives ground in the interest of avoiding
8 litigation.”)

9 Of relevance to the reasonableness of the proposed Settlement is the fact that significant
10 legal and factual grounds for defending this action exist. Defendant further disputed whether
11 Plaintiff could obtain class certification, arguing, *inter alia*, that the legal claims and injuries
12 were not common to the class. Defendant further argued that it complied with the applicable
13 law, had compliant written policies, that all Class Members were provided the opportunity to
14 take their meal and rest periods, and that any purported deviations therefrom were
15 individualized in nature, thereby limiting Plaintiff’s ability to certify the Class. While Plaintiff
16 asserts that this is a suitable case for certification, he recognizes that there is always a significant
17 risk associated with class certification proceedings, which could limit the claims he can pursue
18 on a class basis.

19 Considering the uncertainties of continued protracted litigation, this negotiated
20 Settlement reflects the best practicable recovery for the Class. While the total Settlement
21 Amount is, of course, a compromise figure, the Parties effectively weighed and considered the
22 potential risks and opportunities for both parties, resulting in a fair and equitable Settlement.
23 (Bokhour Decl. ¶¶ 39-40.)

24 Based upon detailed data obtained through informal discovery and information
25 exchanges, Plaintiff’s counsel estimated the following big-picture data points through the date
26 of mediation: 100 Class Members who worked approximately 6,500 workweeks. (Bokhour
27 Decl. ¶ 26.)

28 **1. Failure to Pay for all Wages**

1 First, Plaintiff alleged that Defendant's allegedly non-neutral timekeeping
2 practice/policy resulted in a systemic failure to pay all wages due. Based on Plaintiff's analysis
3 of the payroll records and data produced, Plaintiff concluded that the policy resulted in several
4 Class Members being underpaid, for an average of 1-2 minutes per shift. (Bokhour Decl. ¶ 27.)

5 However, this maximum figure ignores Defendant's defenses to Plaintiff's unpaid wages
6 claim. In this regard, Defendant argued that this constituted precisely the type of individualized
7 inquiry inappropriate for certification because the court would have to conduct a person-by-
8 person analysis to determine if the Class Member was correctly paid. (Bokhour Decl. ¶ 28.)

9 Due to this and in light of Defendant's other defenses, Plaintiff completely discounted
10 this claim, keeping in mind that the true significant value of these unpaid wages claims lies in
11 the derivative claims for waiting time penalties under Labor Code § 203 and wage statement
12 violations under Labor Code § 226 as discussed below. (Bokhour Decl. ¶ 29.)

13 **2. Waiting Time Penalties**

14 With respect to Plaintiff's waiting time penalty claim, there were approximately 50
15 Class Members who separated from their employment with Defendant during the relevant
16 statutory period. As such, the maximum potential penalty under Labor Code §§ 201 –203 is
17 \$360,000 (50 employees x 8 hours per day x average rate of \$30 x 30 days). (Bokhour Decl. ¶
18 30.)

19 However, Defendant argued that it would defeat the waiting time penalty claim as to
20 Plaintiff's unpaid wage claim because Defendant would prevail on the merits of these claims
21 and because any failure to pay wages was not willful and occurred prior to the waiting time
22 penalty liability period. Further, Defendant contended that it complied with the law because it
23 had an alleged facially neutral pay policy/practice. (Bokhour Decl. ¶ 31.)

24 Therefore, Plaintiff applied a 50% discount to account for the risk of defeat at the class
25 certification stage and an additional discount to account 60% for the risk of defeat at the
26 summary judgment stage or on the merits, resulting in the risk-adjusted value of \$72,000 for
27 Plaintiff's waiting time penalty claim. (Bokhour Decl. ¶ 32.)

28 **3. Failure to Provide Meal and Rest Periods**

1 With respect to Plaintiff's meal and rest period violation claims, the Class Members
2 worked 30,500 shifts during the Class Period. Based on an alleged 50% violation rate for the
3 meal period claims and an alleged 33% violation rate for the rest period claims, as extrapolated
4 from the pre-mediation sampling of Defendant's timekeeping and payroll records, the maximum
5 potential damages totalled \$458,250 for the meal period claim and \$301,950 for the rest period
6 claim, respectively. (Bokhour Decl. ¶ 33.)

7 However, Defendant vehemently opposed these claims based on the argument that
8 Plaintiff's meal and rest period fell directly into the category of "individualized issues," that its
9 written policies and practices were compliant with California law, and the employees had ample
10 latitude regarding whether, when, and how they took their meal and rest breaks. Therefore,
11 Defendant asserted that a factfinder would have to determine for each Class Member whether a
12 break was missed and why, and why a break was noncompliant/nonexistent, because if it was
13 by the employee's choice, no liability attaches to Defendant. Based on these arguments,
14 Plaintiff believes there is a risk that the Court would deny class certification on these meal
15 period and rest break claims. (Bokhour Decl. ¶ 34.)

16 Defendant further argued that, even if certification were granted, it would defeat these
17 claims on the merits because Defendant utilized compliant policies and practices, and it would
18 present sufficient evidence that employees were properly provided with all breaks or paid
19 compensation in lieu thereof. Moreover, Defendant argued that Plaintiff would be unable to
20 present sufficient evidence establishing the number of meal and rest period violations to allow a
21 factfinder to determine damages appropriately. (Bokhour Decl. ¶ 35.)

22 In light of these defenses and arguments, Plaintiff discounted Defendant's maximum
23 exposure by 50% for the risk of non-certification, and an additional 50% to account for
24 Defendant's defenses on the merits, to arrive at the risk-adjusted value of the meal period claims
25 to be \$114,562 and the rest period claims to be \$75,487. (Bokhour Decl. ¶ 36.)

26 **4. Failure to Provide Accurate Itemized Wage Statements**

27 Finally, Plaintiff estimates that the maximum potential penalties for the derivative wage
28 statement claim are \$117,200 (based on approximately 2,344 allegedly violative wage

statements issued during the Class Period). In calculating Defendant’s exposure, Plaintiff gave Defendant the benefit of assuming Plaintiff could only obtain the “initial” wage statement penalty of \$50 per violation. *Id.*, Lab. Code § 226(e) (providing for a \$50 penalty for “initial” violations); *Amaral v. Cintas Corp.* No. 2, 163 Cal.App.4th 1157, 1207 (2008) (finding that “initial” violation rate applies until the employer has been notified that it is violating a Labor Code provision.) (Bokhour Decl. ¶ 37.)

In response to Plaintiff’s wage statement violation claim, Defendant contended that their wage statements fully complied with the law, that any alleged violations were not “knowing and intentional,” and that Plaintiff could not establish that they or anyone else suffered “injury” because of any alleged wage statement violations. Further, Defendant relied on their defenses to Plaintiff’s underlying claims on the merits and to class certification. (Bokhour Decl. ¶ 38.)

As such, Plaintiff discounted the calculated maximum exposure by 30% for risk of non-certification, and by an additional 20% for risk of being unsuccessful on the merits, to arrive at an estimated total of \$65,632. (Bokhour Decl. ¶ 39.)

5. PAGA Penalties

Plaintiff also sought PAGA penalties for each violation for which they are available and alleged that these penalties can be “stacked.” *See Gonzalez v. Corecivic of Tennessee, LLC*, No. 1:16-cv-01891-DAD-JLT, 2018 WL 4388425 (E.D. Cal. Sept. 12, 2018) (“‘stacking’ PAGA penalties is not inappropriate under California law”). Assuming that a PAGA penalty is available in the default amount of \$100 per pay period and is not reduced, the maximum potential PAGA penalty would be \$234,400 for the pay periods in the PAGA period. *See* Cal. Lab. Code. § 2699(f)(2). (Bokhour Decl. ¶ 40.)

However, this maximum figure fails to account for numerous unresolved issues regarding PAGA claims. First, it is unclear whether stacking is permissible and/or whether the court would award penalties in such a way (especially for purely derivative penalties). (Bokhour Decl. ¶ 41.)

Second, the maximum figure fails to acknowledge that courts have wide latitude to reduce the amount of civil penalties “based on the facts and circumstances of a particular case”

and if “to do otherwise would result in an award that is unjust, arbitrary and oppressive, or confiscatory.” Labor Code § 2699(h); *Cotter v. Lyft, Inc.*, 193 F. Supp. 3d 1030, 1037 (N.D. Cal. 2016) (noting in the context of approving settlement that a reduction in PAGA penalties would be “appropriate” based on the “unjust, arbitrary and oppressive, or confiscatory” factors because (i) the employer did not “deliberately evad[e] a clear obligation to provide legally required pay and benefits to employees,” (ii) the employer did not “negligently fail to learn about its obligations under the wage and hour laws,” and (iii) the employer’s obligations were “genuinely unclear” because “there is no straight answer to the question.”). Therefore, Plaintiff discounted the maximum figure to account for the risk of losing on the merits and applied an additional discount to account for the possibility of this Court reducing penalties to arrive at an estimated exposure of \$40,000. (Bokhour Decl. ¶ 42.)

In sum, when factoring in defenses and risks of ongoing litigation, Plaintiff estimates the risk-adjusted class recovery as follows:

• Failure to Pay All Wages:	\$0 (<i>discounted</i>)
• Labor Code §§ 201 – 203 Claims:	\$72,000
• Meal Period Claims:	\$114,562
• Rest Break Claims:	\$75,487
• Wage Statement Claims:	\$65,632
• PAGA Penalties	\$40,000
• <u>Total Risk-Adjusted Penalties and Damages:</u>	\$367,681

Given the realistic value of Plaintiff’s claims, the \$200,000 Settlement Amount is an excellent result for the Class, considering that the Settlement Amount totals approximately 54% of Plaintiff’s risk-adjusted value of the case. Preliminary approval is appropriate since the Settlement will provide significant monetary relief to the Class. (Bokhour Decl. ¶ 43.)

For these reasons, Plaintiff submits that the agreed-upon Settlement is fair and reasonable.

1 **E. PLAINTIFF’S COUNSEL IS EXPERIENCED IN SIMILAR WAGE-AND-HOUR**
2 **LITIGATION**

3 The attorneys’ view of the litigation is entitled to significant weight in deciding whether
4 to approve the settlement. *Ellis v. Naval Air Rework Facility* (N.D. Cal. 1980) 87 F.R.D. 15, 18,
5 *aff’d* (9th Cir. 1981) 661 F.2d 939; *Kullar v. Foot Locker Retail, Inc.* (2008) 168 Cal.App.4th
6 116, 128 (court must take into account “the experience and view of counsel”) (internal quotation
7 and citation omitted).

8 Plaintiff’s counsel is also highly experienced in class and PAGA litigation, having
9 litigated upwards of 100 class actions and PAGA cases, having been named “Super Lawyers” in
10 employment litigation (a distinction awarded to only 2.5% of litigators), and having achieved
11 large class action settlements in California. (Bokhour Decl. ¶¶ 2-5; Falakassa Decl. ¶¶2-10)
12 Plaintiff’s counsel, operating at arm’s length, weighed the strengths and risks of this case and is
13 of the view that this is a fair and reasonable Settlement in light of the nature of the claims,
14 realistic risk-adjusted value of damages, complexities of the case, the state of the law, and
15 uncertainties of class certification and litigation.

16 **F. THE NOTICE CONFORMS TO ALL APPLICABLE STATUTES AND RULES**

17 The proposed Notice should be approved, as it fully informs the Class Members of the
18 nature of the lawsuit and of each Class Member’s rights under the Settlement Agreement and
19 applicable law. The manner in which the Notice shall be disseminated, as outlined above, shall
20 ensure that all or nearly all of the Class Members shall be properly notified of the proposed
21 Settlement.

22 The proposed Notice and proposed plan for the Settlement Administrator to mail the
23 Notice to the last known address of all Class Members complies with all the requirements of
24 California Rule of Court 3.79(f) and 3.766(b). The contents of the proposed Notice include (1)
25 the material terms of the Settlement; (2) the proposed attorneys’ fees and costs and the
26 Settlement Administration Costs; (3) details about the final fairness hearing and how Class
27 Members may elect to exclude themselves or make an objection; and (4) how Class Members
28 can obtain additional information. (Bokhour Decl. ¶ 49, Exhibit B). In addition, it will inform

1 Class Members of their estimated settlement share.

2 The Court has wide discretion in approving the means of providing notice, so long as the
3 class representative “provide(s) meaningful notice in a form that should have a reasonable
4 chance of reaching a substantial percentage of Class Members.” *Archibald v. Cinerama Hotels*,
5 (1976) 15 Cal.3d 853, 861. Here, the Parties’ notice plan is that notice of the Settlement will be
6 disseminated directly to the Class Members by first-class mail by the Settlement Administrator,
7 since Defendant have the last known addresses of all Class Members, and the Settlement
8 Administrator will perform a skip trace and update those addresses for any Notices that are
9 returned and re-send the Notice.

10 The Notice satisfies the requirements of Rule of Court 3.766 and affords Class Members
11 all due process protections required by the United States Constitution. Moreover, the contents
12 of the Notice comply with Cal. R. Ct. 3.766(d), because the Notice includes, without limitation
13 (1) a detailed explanation of the case, including the basic contentions or denials of the Parties;
14 (2) a statement that the court will exclude the Class Member if the Class Member so requests by
15 a specified date; (3) a procedure for the Class Members to follow in requesting exclusion from
16 the Class; (4) a statement that the judgment, whether favorable or not, will bind all Class
17 Members who do not request exclusion; and (5) a statement that any Class Member who does
18 not request exclusion may, if the Class Member so desires, enter an appearance through counsel.
19 The 45-day deadline for Class Members to exclude themselves is reasonable, as it provides
20 Class Members with sufficient time to do so and, if they choose, to seek independent legal
21 advice in the interim. If a Class Member does not opt out, then he or she will automatically be
22 sent a settlement check.

23 **G. THE NON-REVERSIONARY “CHECKS CASHED” DISTRIBUTION ENSURES**
24 **MAXIMAL RECOVERY FOR CLASS MEMBERS**

25 The fact that each Class Member who does not opt out of the Settlement shall be mailed
26 a check ensures that every Class Member will be paid unless he or she affirmatively acts to
27 exclude himself or herself. Moreover, the Settlement Amount is non-reversionary, meaning that
28 no Settlement funds will revert to Defendant; instead, if any checks are not cashed before the

objection deadline, the funds will be transferred to the *cy pres* recipient, Legal Aid at Work, subject to the Court's approval. Such terms are favored by Courts and demonstrate that there was no collusion between counsel for the Parties and that the Settlement is fair and favorable to the Class Members.

H. THE ATTORNEYS' FEES ALLOCATION UNDER THE SETTLEMENT AGREEMENT IS FAIR

Under the terms of the Settlement Agreement, Class Counsel is requesting an amount not to exceed one-third of the Settlement Amount in attorneys' fees. (See, e.g., *Laffite v. Robert Half Int'l Inc.* (2016) 1 Cal.5th. 480 (approving 1/3 fee in the amount of \$6.33 million at a 2.13 lodestar multiplier, when class action litigation establishes a monetary fund for the benefit of the Class Members, the trial court may determine the amount of a reasonable fee by choosing an appropriate percentage of the fund created); see also *Stuart v. RadioShack Corp.* (N.D. Cal. Aug. 9, 2010) No. C-07-4499 EMC, 2010 WL 3155645 (approving fee award of 1/3 of the total maximum settlement amount of \$4.5 million) (the court noted that the fee award of 1/3 of the total settlement was "well within the range of percentages which courts have upheld as reasonable in other class action lawsuits"); *Singer v. Becton Dickinson and Co.* (S.D. Cal. June 1, 2010) No. 08-cv-1501-IEG (BLM), 2010 WL 2196104, at *8 (approving fee award of 33.33% of the common fund); *Romero v. Producers Dairy Foods, Inc.* (E.D. Cal. Nov. 14, 2007) No. 1:05cv0484 DLB, 2007 WL 3492841, at *4 (awarding fees of 1/3 of common fund in a wage and hour class action, noting: "[f]ee awards in class actions average around one-third of the recovery."); *Martin v. FedEx Ground Package System, Inc.* (N.D. Cal. Dec. 31, 2008) No. C 06-6883 VRW, 2008 WL 5478576, at *8 (approving fees of 1/3 of common fund). (Bokhour Decl. ¶¶ 44-45.)

Once the Court grants preliminary approval of the Settlement Agreement and the Notice is disseminated, Plaintiff's counsel will submit a request for attorneys' fees and costs with its final approval motion.

1 **I. THE CLASS REPRESENTATIVE SERVICE PAYMENT IS FAIR AND APPROPRIATE**

2 The Settlement Agreement provides for a Service Payment to the named Plaintiff in the
3 amount not to exceed \$10,000. The proposed Service Payment is reasonable given the time and
4 effort the named Plaintiff devoted to this case. Plaintiff's efforts included: providing factual
5 background for the class and PAGA complaint; providing documents and information about
6 Defendant's compensation plan; participating in phone calls to discuss litigation and settlement
7 strategy; making himself available throughout the litigation to assist with analyzing the claims
8 and defenses; helping Class Counsel prepare for the mediation and being available during
9 mediation; and reviewing the Settlement documents. The Plaintiff also assumed significant risk
10 in bringing this litigation—namely, had he lost, he could have been ordered to pay Defendant's
11 costs. (*See* Declaration of Plaintiff in Support of Preliminary Approval of Class Action
12 Settlement filed herewith.)

13 The requested Service Payments fall within the range of incentive payments typically
14 awarded to Class Representatives in similar class actions. *See e.g. Bond v. Ferguson*
15 *Enterprises, Inc.* (E.D. Cal. 2011) No. 1:09-cv-1662 OWW MJS, 2011 WL 2648879
16 (approving \$11,250 Service Payment to each of the two class representatives in a trucker meal
17 break class action; *Ross v. US Bank National Association* (N.D. Cal. 2010) No. C 07-02951 SI,
18 2010 WL 3833922, at *2 (approving \$20,000 enhancement award to Class Representative in
19 California wage-and-hour class action settlement); *Vasquez v. Coast Valley Roofing, Inc.* (E.D.
20 Cal. 2010) 266 F.R.D. 4150, 493 (approving Service Payments in the amount of \$15,000 each
21 from a \$300,000 settlement fund in a wage/hour class action).

22 **V. THE COURT SHOULD APPOINT PHOENIX AS THE SETTLEMENT**
23 **ADMINISTRATOR**

24 Subject to the Court's approval, the parties stipulated that Phoenix Settlement
25 Administrators serve as the Settlement Administrator. Phoenix is experienced in administering
26 class action settlements and will not exceed \$5,000 to administer this class action Settlement.
27 (Bokhour Decl. ¶ 46.)

1 **VI. TIMELINE AND SCHEDULING A FINAL APPROVAL HEARING**

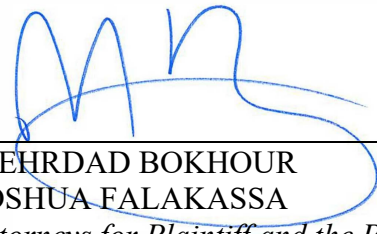
2 The last step in the approval process is the formal hearing, whereby proponents of the
3 Settlement may explain and describe its terms and conditions and offer arguments in support of
4 approval, and Class Members or their counsel may be heard in support of or in opposition to the
5 Settlement.

6 **VII. CONCLUSION**

7 For all of the foregoing reasons, Plaintiff respectfully requests that the Court grant his
8 Motion for Preliminary Approval of Class Action Settlement.

9
10 Dated: February 20, 2026

BOKHOUR LAW GROUP, P.C.
FALAKASSA LAW, P.C.

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13 BY: 

MEHRDAD BOKHOUR
JOSHUA FALAKASSA

Attorneys for Plaintiff and the Putative Class