

EXHIBIT 1

Garrett v. Sedgwick Claims Management Services, Inc. PAGA SETTLEMENT AGREEMENT

This PAGA Settlement Agreement (“Agreement”) is made by and between Plaintiff Holly Garrett (Garrett) and Defendant Sedgwick Claims Management Services, Inc. (“Sedgwick”). The Agreement refers to Garrett and Sedgwick collectively as “Parties,” or individually as “Party.”

1. DEFINITIONS.

1.1 “Action” means Plaintiff’s PAGA lawsuit alleging wage and hour violations against Sedgwick captioned *Garrett v. Sedgwick Claims Management Services, Inc.*, Case No. CVRI2103869, initiated on August 25, 2021 and pending in the Superior Court of the State of California, County of Riverside.

1.2 “Administrator” means Phoenix Settlement Administrators, the neutral entity the Parties have agreed to appoint to administer the Settlement.

1.3 “Administration Expenses Payment” means the amount the Administrator will be paid from the Gross Settlement Amount to reimburse its reasonable fees and expenses in accordance with the Administrator’s “not to exceed” bid submitted to the Court in connection with approval of this Settlement.

1.4 “Aggrieved Employee” means all non-exempt employees working as Telephonic Case Managers (“TCMs”) for Sedgwick in California during the PAGA Period.

1.5 “Aggrieved Employee Data” means Aggrieved Employee identifying information in Sedgwick’s possession including the Aggrieved Employee’s name, last-known mailing address, Social Security number, and number of PAGA Pay Periods.

1.6 “Aggrieved Employee Address Search” means the Administrator’s investigation and search for current Aggrieved Employee mailing addresses using all reasonably available sources, methods and means including, but not limited to, the National Change of Address database, skip traces and direct contact by the Administrator with Aggrieved Employees.

1.7 “Court” means the Superior Court of California, County of Riverside.

1.8 “Defense Counsel” means Lois M. Kosch, Nicole R. Roysdon, and Brittney S. Slack of WILSON TURNER KOSMO LLP.

1.9 “Effective Date” means the date by when both of the following have occurred: (a) the Court enters a Judgment on its Order Approving the PAGA Settlement and (b) the Judgment is final. The Judgment is final as of the latest of the following occurrences: (a) the sixty-

fifth (65th) calendar day after Judgment is entered provided no motion to intervene or motion to vacate the Judgment, appeal, writ, or other appellate proceeding has been filed; or (b) the seventh (7th) calendar day after any motion to intervene or motion to vacate the Judgment, appeal, writ, or other appellate proceeding opposing the Agreement has been finally dismissed with no material change to the terms of this Agreement and there is no right to pursue further remedies or relief, whichever is later.

1.10 “Gross Settlement Amount” means Two Hundred Fifty Thousand Dollars (\$250,000), which is the total amount Sedgwick agrees to pay under the Settlement. The Gross Settlement Amount will be used to pay Individual PAGA Payments, the LWDA PAGA Payment, PAGA Counsel Fees Payment, PAGA Counsel Litigation Expenses Payment and the Administration Expenses Payment.

1.11 “Individual PAGA Payment” means the Aggrieved Employee’s pro rata share of 25% of the PAGA Penalties calculated according to the number of Pay Periods the Aggrieved Employee worked during the PAGA Period.

1.12 “Judgment” means the judgment entered by the Court based upon the Order Approving the PAGA Settlement.

1.13 “LWDA” means the California Labor and Workforce Development Agency, the agency entitled, under Labor Code section 2699, subdivision (i).

1.14 “LWDA PAGA Payment” means the 75% of the PAGA Penalties paid to the LWDA under Labor Code section 2699, subdivision (i).

1.15 “Net Settlement Amount” means the Gross Settlement Amount, less the following payments in the amounts approved by the Court: PAGA Counsel Fees Payment, PAGA Counsel Litigation Expenses Payment and the Administration Expenses Payment. The Net Settlement Amount constitutes the PAGA Penalties and is used to pay the LWDA PAGA Payment and the Individual PAGA Payments.

1.16 “PAGA Counsel” means Ricardo J. Prieto and Melinda Arbuckle of Wage and Hour Firm and Richard D. Daly of Daly & Black, P.C., the attorneys representing the Plaintiff in the Action.

1.17 “PAGA Counsel Fees Payment” and “PAGA Counsel Litigation Expenses Payment” mean the amounts allocated to PAGA Counsel for reimbursement of reasonable attorneys’ fees and expenses, respectively, incurred to prosecute the Action, including through settlement and to defend the Settlement, if necessary.

1.18 “PAGA Pay Period” means any Pay Period during which an Aggrieved Employee worked for Sedgwick for at least one day during the PAGA Period.

1.19 “PAGA Period” means the following: Sedgwick resolved a prior PAGA action on behalf of an acquired company, York Risk Services Group, Inc. (“York”). The settlement in *Sumers/Warner v. York Risk Services Group, Inc.*, included all of York’s non-exempt employees

in California through October 31, 2020. Thus, for those Aggrieved Employees who were involved in the *Sumers/Warner* settlement, the relevant PAGA Period runs from November 1, 2020, up to the date of entry of an Order Approving the PAGA Settlement, whereas the PAGA Period for all other Aggrieved Employees is from June 9, 2020, up to the date of entry of an Order Approving the PAGA Settlement (collectively referred to herein as “the PAGA Period”).

1.20 “PAGA” means the Private Attorneys General Act (Lab. Code, § 2698, *et seq.*).

1.21 “PAGA Notice” means Plaintiff’s June 9, 2021 letter to Sedgwick and the LWDA providing notice pursuant to Labor Code section 2699.3, subdivision (a).

1.22 “PAGA Penalties” means the total amount of PAGA civil penalties to be paid from the Gross Settlement Amount, and comprising the Net Settlement Amount, allocated 25% to the Aggrieved Employees (estimated to be \$43,750) and 75% to the LWDA (estimated to be \$131,250) in settlement of PAGA claims.

1.23 “Plaintiff” means Holly Garrett, the named plaintiff in the Action.

1.24 “Approval Order” means the proposed Order Approving the PAGA Settlement. The Approval Order will approve the settlement as fair, adequate and reasonable, dismiss the litigation described in this Agreement with prejudice, and incorporate the terms of the release embodied in this Agreement.

1.25 “Released PAGA Claims” means the claims being released by the Plaintiff, Aggrieved Employees, and PAGA Counsel and as described in Paragraph 5 below.

1.26 “Released Parties” means Sedgwick and all of its parent, subsidiary, and affiliated and related companies and entities, as well as its/their officers, directors, investors, owners, members, shareholders, employees, partners, agents, attorneys, insurers, predecessors, successors, assigns, and any entities or partnerships.

1.27 “Settlement” means the disposition of the Action effected by this Agreement and the Judgment.

1.28 “Sedgwick” means named Defendant Sedgwick Claims Management Services, Inc.

2. RECITALS.

2.1 On August 25, 2021, Plaintiff commenced this Action by filing a Complaint alleging a single cause of action under PAGA against Sedgwick. On September 28, 2021, Plaintiff filed a First Amended Complaint. The First Amended Complaint is the operative complaint in the Action (the “Operative Complaint”). Sedgwick denies the allegations in the Operative Complaint, denies any failure to comply with the laws identified in the Operative Complaint and denies any and all liability for the causes of action alleged.

2.2 Pursuant to Labor Code section 2699.3, subdivision (a), Plaintiff gave timely written notice to Sedgwick and the LWDA by sending the PAGA Notice.

2.3 On December 5, 2023, the Parties participated in an all-day mediation presided over by the Honorable Jan M. Adler (Ret.), which led to this Agreement to settle the Action.

2.4 Prior to mediation and negotiating the Settlement, Plaintiff obtained, through informal exchange, sufficient information to arrive at the settlement provided herein. This includes time and pay records for 50% of the Aggrieved Employees.

2.5 The Parties, PAGA Counsel and Defense Counsel represent that they are not aware of any other pending matter or action asserting claims that will be extinguished or affected by the Settlement.

3. MONETARY TERMS.

3.1 Gross Settlement Amount. Sedgwick promises to pay \$250,000 and no more as the Gross Settlement Amount. Sedgwick will not be required to pay any additional monies to resolve the Action and receive the releases of claims in Paragraph 5 below. Sedgwick has no obligation to pay the Gross Settlement Amount prior to the deadline stated in Paragraphs 1.9 and 4.3 of this Agreement. The Administrator will disburse the entire Gross Settlement Amount without asking or requiring Aggrieved Employees to submit any claim as a condition of payment. None of the Gross Settlement Amount will revert to Sedgwick.

3.2 Payments from the Gross Settlement Amount. The Administrator will make and deduct the following payments from the Gross Settlement Amount, in the amounts specified by the Court in the Approval Order:

3.2.1 To PAGA Counsel: A PAGA Counsel Fees Payment of not more than 25%, which is currently estimated to be \$62,500, and PAGA Counsel Litigation Expenses Payment of not more than \$10,000. Sedgwick will not oppose requests for Court approval of these payments provided that they do not exceed these amounts. Plaintiff and/or PAGA Counsel will file an application or motion for PAGA Counsel Fees Payment and PAGA Litigation Expenses Payment. If the Court approves a PAGA Counsel Fees Payment and/or a PAGA Counsel Litigation Expenses Payment less than the amounts requested, the Administrator will allocate the remainder to the Net Settlement Amount. With the exception of the PAGA Counsel Fees Payment and PAGA Litigation Expenses Payment, all Parties shall bear their own fees and costs. Released Parties shall have no liability to PAGA Counsel or any other Plaintiff's Counsel arising from any claim to any portion of the PAGA Counsel Fees Payment and/or PAGA Counsel Litigation Expenses Payment. The Administrator will pay the PAGA Counsel Fees Payment and PAGA Counsel Expenses Payment using one or more IRS 1099 Forms. PAGA Counsel assumes full responsibility and liability for taxes owed on the PAGA Counsel Fees Payment and the PAGA Counsel Litigation Expenses Payment and holds Sedgwick harmless, and

indemnifies Sedgwick, from any dispute or controversy regarding any division or sharing of any of these Payments.

3.2.2 To the Administrator: An Administrator Expenses Payment not to exceed \$2,500 except for a showing of good cause and as approved by the Court. To the extent the Administration Expenses are less or the Court approves payment less than \$2,500, the Administrator will retain the remainder in the Net Settlement Amount.

3.2.3 To the LWDA and Aggrieved Employees: PAGA Penalties in the amount of \$175,000 to be paid from the Gross Settlement Amount, with 75% (\$131,250) allocated to the LWDA PAGA Payment and 25% (\$43,750) allocated to the Individual PAGA Payments.

3.2.3.1 The Administrator will calculate each Individual PAGA Payment by (a) dividing the amount of the Aggrieved Employees' 25% share of PAGA Penalties (\$43,750) by the total number of PAGA Period Pay Periods worked by all Aggrieved Employees during the PAGA Period and (b) multiplying the result by each Aggrieved Employee's PAGA Period Pay Periods. Aggrieved Employees assume full responsibility and liability for any taxes owed on their Individual PAGA Payment.

3.2.3.2 The Administrator will report the Individual PAGA Payments as penalties on IRS 1099 Forms.

4. SETTLEMENT FUNDING AND PAYMENTS.

4.1 Aggrieved Employee Pay Periods. Based on a review of its records to date, Sedgwick estimates there are 37 Aggrieved Employees who worked a total of 1,238 PAGA Pay Periods.

4.2 Aggrieved Employee Data. Within 21 days of the Effective Date, Sedgwick will deliver the Aggrieved Employee Data to the Administrator in the form of a Microsoft Excel spreadsheet. To protect Aggrieved Employees' privacy rights, the Administrator must maintain the Aggrieved Employee Data in confidence, use the Aggrieved Employee Data only for purposes of this Settlement and for no other purpose and restrict access to the Aggrieved Employee Data to Administrator employees who need access to the Aggrieved Employee Data to effect and perform under this Agreement. Sedgwick has a continuing duty to immediately notify PAGA Counsel if it discovers that the Aggrieved Employee Data omitted employee identifying information and to provide corrected or updated Aggrieved Employee Data as soon as reasonably feasible. Without any extension of the deadline by which Sedgwick must send the Aggrieved Employee Data to the Administrator, the Parties and their counsel will expeditiously use best efforts, in good faith, to reconstruct or otherwise resolve any issues related to missing or omitted Aggrieved Employee Data.

4.3 Funding of Gross Settlement Amount. Sedgwick shall fully fund the Gross Settlement Amount by transmitting the funds to the Administrator no later than 30 days after the Effective Date.

4.4 Payments from the Gross Settlement Amount. Within 10 days after Sedgwick funds the Gross Settlement Amount, the Administrator will issue payment for all Individual PAGA Payments, the LWDA PAGA Payment, the Administration Expenses Payment, the PAGA Counsel Fees Payment, and the PAGA Counsel Litigation Expenses Payment. Disbursement of the PAGA Counsel Fees Payment and PAGA Counsel Litigation Expenses Payment shall not precede disbursement of Individual PAGA Payments.

4.4.1 The Administrator will issue checks for the Individual PAGA Payments and send them to the Aggrieved Employees via First Class U.S. Mail, postage prepaid. The face of each check shall prominently state the date (not less than 180 days after the date of mailing) when the check will be voided. Each check will be accompanied by a letter in the form attached hereto as Exhibit A. The Administrator will cancel all checks not cashed by the void date. Before mailing any checks, the Settlement Administrator must update the recipients' mailing addresses using the National Change of Address Database.

4.4.2 The Administrator must conduct an Aggrieved Employee Address Search for all Aggrieved Employees whose checks are returned undelivered without a USPS forwarding address. Within 7 days of receiving a returned check, the Administrator must re-mail checks to the USPS forwarding address provided or to an address ascertained through the Aggrieved Employee Address Search. The Administrator need not take further steps to deliver checks to Aggrieved Employees whose re-mailed checks are returned as undelivered. The Administrator shall promptly send a replacement check to any Aggrieved Employee whose original check was lost or misplaced, as requested by the Aggrieved Employee prior to the void date.

4.4.3 For any Aggrieved Employee whose Individual PAGA Payment check is uncashed and cancelled after the void date, the Administrator shall transmit the funds represented by such checks to the California Controller's Unclaimed Property Fund in the name of the Aggrieved Employee.

4.4.4 The payment of Individual PAGA Payments shall not obligate Sedgwick to confer any additional benefits or make any additional payments to the Aggrieved Employees (such as 401(k) contributions or bonuses) beyond those specified in this Agreement.

5. RELEASES OF CLAIMS. Effective on the date when Sedgwick fully funds the entire Gross Settlement Amount, Plaintiff, the Aggrieved Employees, and PAGA Counsel will release claims against all Released Parties as follows:

5.1 Plaintiff's Release. Plaintiff and her respective former and present spouses, representatives, agents, attorneys (including PAGA Counsel), heirs, administrators, successors

and assigns generally, as a representative of the State of California and on behalf of the LWDA, release and discharge Released Parties from all claims, transactions or occurrences, including, but not limited to: all claims that were, or reasonably could have been, alleged, based on the facts contained in the Operative Complaint and the PAGA Notice (“Plaintiff’s Release”). Plaintiff’s Release does not extend to any claims or actions to enforce this Agreement, or to any claims for vested benefits, unemployment benefits, disability benefits, social security benefits, or workers’ compensation benefits that arose at any time or based on occurrences outside the PAGA Period. Plaintiff acknowledges that Plaintiff may discover facts or law different from, or in addition to, the facts or law that Plaintiff now knows or believes to be true but agrees, nonetheless, that Plaintiff’s Release shall be and remain effective in all respects, notwithstanding such different or additional facts or Plaintiff’s discovery of them.

5.1.1 Plaintiff’s Waiver of Rights Under Civil Code Section 1542. For purposes of Plaintiff’s Release, Plaintiff expressly waives and relinquishes the provisions, rights, and benefits, if any, of section 1542 of the California Civil Code, which reads:

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

5.2 Release by Aggrieved Employees:

All Aggrieved Employees are deemed to release, on behalf of themselves and their respective former and present representatives, agents, attorneys, heirs, administrators, successors and assigns, the Released Parties from all claims for PAGA penalties during the PAGA Period that were alleged, or reasonably could have been alleged, based on the facts stated in the Operative Complaint and the PAGA Notice, including all PAGA claims pled or that could have been pled in the Operative Complaint pursuant to PAGA, California Labor Code §§ 2698, *et seq.*, deriving from and/or based on the facts alleged in the Operative Complaint and/or Plaintiff’s PAGA Notice, arising out of or related to services to or work performed for Sedgwick during the PAGA Period upon approval of the settlement, including claims for penalties, interest, attorneys’ fees and/or costs. The release shall encompass all claims, causes of action or liability pursuant to PAGA, including any penalties based on alleged violations of the IWC Wage Orders or California Labor Code sections 201, 202, 203, 226, 226.7, 510, 512, 558, 1174, 1174.5, 1182.11, 1182.12, 1194, 1771, and 1774. The release shall include Sedgwick and the Released Parties.

5.3 Release by PAGA Counsel:

PAGA Counsel release on behalf of their present and former attorneys, employees, agents, successors and assigns the Released Parties from all claims for PAGA Fees incurred in connection with the Operative Complaint and the facts stated in the Operative Complaint and the PAGA Notice during the PAGA Period.

MOTION OR APPLICATION FOR APPROVAL OF SETTLEMENT. PAGA

Counsel shall prepare and file an application or motion for approval of this Settlement. Sedgwick will not oppose so long as the motion conforms to this Agreement.

6.1 Plaintiff's Responsibilities. Plaintiff will prepare and deliver to Defense Counsel all documents necessary for obtaining approval of this Settlement under Labor Code section 2699, subdivision (f)(2)) including (i) a draft proposed Order Approving the PAGA Settlement; (ii) a signed declaration from the Administrator attaching its "not to exceed" bid for administering the Settlement and attesting to its willingness to serve; competency; operative procedures for protecting the security of Aggrieved Employee Data; amounts of insurance coverage for any data breach, defalcation of funds or other misfeasance; all facts relevant to any actual or potential conflicts of interest with Aggrieved Employees or the LWDA; and the nature and extent of any financial relationship with Plaintiff, PAGA Counsel or Defense Counsel; (iii) a signed declaration from PAGA Counsel's firm attesting to its timely transmission to the LWDA of all necessary PAGA documents (initial notice of violations (Labor Code section 2699.3, subd. (a)), Operative Complaint (Lab. Code, § 2699, subd. (1)(1)), this Agreement (Lab. Code, § 2699, subd. (1)(2)); and (iv) all facts relevant to any actual or potential conflict of interest with Aggrieved Employees and/or the Administrator. In their Declarations, PAGA Counsel shall aver that they are not aware of any other pending matter or action asserting claims that will be extinguished or adversely affected by the Settlement.

6.2 Responsibilities of PAGA Counsel. PAGA Counsel shall expeditiously finalize and file the application or motion for approval of this Settlement no later than 30 days after the full execution of this Agreement and, if necessary, obtain a prompt hearing date for the motion and appear in Court to advocate in favor of the motion. PAGA Counsel shall provide the motion to Sedgwick's counsel for review at least three business days prior to filing. PAGA Counsel is responsible for notifying the LWDA of this Settlement and delivering a copy of this Agreement to the LWDA as required by Lab. Code, § 2699, subd. (1)(2)). PAGA Counsel is responsible for delivering the Court's Approval Order to the Administrator.

6.

6.3 Duty to Cooperate. The Parties agree to act immediately and diligently to perform their obligations under the Agreement, including the review and approval of settlement documents, such that there are no substantial delays in seeking court approval or administration of this Settlement. If the Parties disagree on any aspect of the proposed application or motion for approval of this Settlement and/or the supporting declarations and documents, PAGA Counsel and Defense Counsel will expeditiously work together on behalf of the Parties by meeting in person or by telephone, and in good faith, to resolve the disagreement. If the Court does not grant the motion for approval of this Settlement or conditions its approval on any material change to this Agreement, PAGA Counsel and Defense Counsel will expeditiously work together on behalf of the Parties by meeting in person or by telephone, and in good faith, to modify the Agreement and otherwise satisfy the Court's concerns in order to obtain court approval of the Settlement in the gross amount agreed upon herein.

6.4 Court Approval. This Settlement is contingent on approval by the Court as required by Lab. Code, § 2699, subd. (1)(2). If for any reason this Settlement is not approved by the Court, then this Agreement shall be automatically void and vacated and the Parties shall revert to their respective positions before entering into this Agreement.

SETTLEMENT ADMINISTRATION.

7.1 Selection of Administrator. The Parties have jointly selected Phoenix Settlement Administrators to serve as the Administrator and verified that Phoenix Settlement Administrators, as a condition of appointment, agrees to be bound by this Agreement and to perform, as a fiduciary, all duties specified in this Agreement in exchange for payment of Administration Expenses. The Parties and their Counsel represent that they have no interest or relationship, financial or otherwise, with the Administrator other than a professional relationship arising out of prior experiences administering settlements.

7.2 Employer Identification Number. The Administrator shall have and use its own Employer Identification Number for purposes of calculating payroll tax withholdings and providing reports to state and federal tax authorities.

7.3 Qualified Settlement Fund. The Administrator shall establish a settlement fund that meets the requirements of a Qualified Settlement Fund ("QSF") under US Treasury Regulation section 468B-1.

8.

7.4 Administrator Duties. The Administrator has a duty to perform or observe all tasks to be performed or observed by the Administrator contained in this Agreement or otherwise.

CONTINUING JURISDICTION OF THE COURT.

8.1 The Parties agree that, after entry of Judgment, the Court will retain jurisdiction over the Parties, Action and the Settlement solely for purposes of (i) enforcing this Agreement and/or Judgment, (ii) addressing settlement administration matters and (iii) addressing such post-Judgment matters as are permitted by law.

8.2 In the event a motion to enforce this Agreement is required to be filed due to a party's failure to comply with the terms herein, the prevailing party shall be awarded reasonable attorney's fees and costs, which shall be in addition to any amounts to be paid under this Settlement.

8.3 Waiver of Right to Appeal. Provided the Judgment is consistent with the terms and conditions of this Agreement, specifically including the PAGA Counsel Fees Payment and PAGA Counsel Litigation Expenses Payment, the Parties and their respective counsel waive all rights to appeal from the Judgment, including all rights to post-judgment and appellate proceedings, and the right to file motions to vacate judgment, motions for new trial, and extraordinary writs and appeals. The waiver of appeal does not include any waiver of the right to oppose such motions, writs or appeals. If another party appeals the Judgment, the Parties' obligations to perform under this Agreement will be suspended until such time as the appeal is finally resolved and the Judgment becomes final, except as to matters that do not affect the amount of the Net Settlement Amount.

9. ADDITIONAL PROVISIONS.

9.1 No Admission of Liability or Representative Manageability for Other Purposes. This Agreement represents a compromise and settlement of highly disputed claims. Nothing in this Agreement is intended or should be construed as an admission by Sedgwick that any of the allegations in the Operative Complaint have merit or that Sedgwick has any liability for any claims asserted; nor should it be intended or construed as an admission by Plaintiff that Sedgwick's defenses in the Action have merit. The Parties agree that representative treatment is for purposes of this Settlement only. If for any reason the Court does not approve this Settlement, Sedgwick reserves all available defenses to the claims in the Action, and Plaintiff reserves the right to contest Sedgwick's defenses. The Settlement, this Agreement and the Parties' willingness to settle the Action will have no bearing on, and will not be admissible in connection with, any litigation (except for proceedings to enforce or effectuate the Settlement and this Agreement).

9.2 Integrated Agreement. Upon execution by all Parties and their counsel, this Agreement and its exhibit shall constitute the entire agreement between the Parties relating to the Settlement, superseding any and all oral representations, warranties, covenants or inducements made to or by any Party.

9.3 Attorney Authorization. PAGA Counsel and Defense Counsel separately warrant and represent that they are authorized by Plaintiff and Sedgwick, respectively, to take all appropriate action required or permitted to be taken by such Parties pursuant to this Agreement to effectuate its terms, and to execute any other documents reasonably required to effectuate the terms of this Agreement including any amendments to this Agreement.

9.4 Cooperation. The Parties and their counsel will cooperate with each other and use their best efforts, in good faith, to implement the Settlement by, among other things, modifying the Settlement Agreement, submitting supplemental evidence and supplemental points and authorities as requested by the Court. In the event the Parties are unable to agree upon the form or content of any document necessary to implement the Settlement, or on any modification of the Agreement that may become necessary to implement the Settlement, the Parties will seek the assistance of a mediator and/or the Court for resolution.

9.5 No Prior Assignments. The Parties separately represent and warrant that they have not directly or indirectly assigned, transferred, encumbered or purported to assign, transfer or encumber to any person or entity any portion of any liability, claim, demand, action, cause of action or right released and discharged by the Party in this Settlement.

9.6 No Tax Advice. Neither Plaintiff, PAGA Counsel, Sedgwick nor Defense Counsel are providing any advice regarding taxes or taxability, nor shall anything in this Settlement be relied upon as such within the meaning of United States Treasury Department Circular 230 (31 CFR Part 10, as amended) or otherwise.

9.7 Modification of Agreement. This Agreement, and all parts of it, may be amended, modified, changed or waived only by an express written instrument signed by all Parties or their representatives, and approved by the Court.

9.8 Agreement Binding on Successors. This Agreement will be binding upon, and inure to the benefit of, the successors of each of the Parties.

9.9 Applicable Law. All terms and conditions of this Agreement will be governed by and interpreted according to the internal laws of the state of California, without regard to conflict of law principles.

9.10 Cooperation in Drafting. The Parties have cooperated in the drafting and preparation of this Agreement. This Agreement will not be construed against any Party on the basis that the Party was the drafter or participated in the drafting.

9.11 Confidentiality. To the extent permitted by law, all agreements made and orders entered during the Action and in this Agreement relating to the confidentiality of information shall survive the execution of this Agreement.

9.12 Use and Return of Aggrieved Employee Data. Information provided to PAGA Counsel pursuant to Evidence Code section 1152, and all copies and summaries of data provided to PAGA Counsel by Sedgwick in connection with the mediation, other settlement negotiations, or in connection with the Settlement, may be used only with respect to this Settlement, and no other purpose, and may not be used in any way that violates any existing contractual agreement, statute or California Rules of Court rule. Not later than 90 days after the Administrator discharges its obligation to pay out all Settlement funds, Plaintiff and PAGA Counsel shall destroy all paper and electronic versions of Aggrieved Employee Data received from Sedgwick unless, prior to the Administrator's payment of all Settlement funds, Sedgwick makes a written request to PAGA Counsel for the return, rather than the destruction, of Aggrieved Employee Data.

9.13 Headings. The descriptive heading of any section or paragraph of this Agreement is inserted for convenience of reference only and does not constitute a part of this Agreement.

9.14 Calendar Days. Unless otherwise noted, all reference to "days" in this Agreement shall be to calendar days. In the event any date or deadline set forth in this Agreement falls on a weekend or state or federal legal holiday, such date or deadline shall be on the first business day thereafter.

9.15 Notice. All notices, demands or other communications between the Parties in connection with this Agreement will be in writing and deemed to have been duly given as of the third business day after mailing by United States mail, or the day sent by email or messenger, addressed as follows:

To Plaintiff:

Ricardo J. Prieto (Pro Hac Vice)
Melinda Arbuckle (Bar No. 302723)
WAGE AND HOUR FIRM
5050 Quorum Drive, Suite 700
Dallas, TX 75254
Tel.: (214) 489-7653; Fax: (469) 319-0317
Email: rprieto@wageandhourfirm.com
marbuckle@wageandhourfirm.com

Richard D. Daly (Pro Hac Vice)
DALY & BLACK, P.C.
2211 Norfolk St., Suite 800
Houston, TX 77098
Tel.: (713) 655-1405; Fax: (713) 655-1587
Email: rdaly@dalyblack.com

To SEDGWICK:

Lois M. Kosch (Bar No. 131859)
Nicole R. Roysdon (Bar No. 262237)
Brittney S. Slack (Bar No. 311488)
WILSON TURNER KOSMO LLP
402 West Broadway, Suite 1600
San Diego, CA 92101
Tel. (619) 236-9600; Fax: (619) 236-9669
Email: lkosch@wilsonturnerkosmo.com
Email: nroysdon@wilsonturnerkosmo.com
Email: bslack@wilsonturnerkosmo.com

9.16 Execution in Counterparts. This Agreement may be executed in one or more counterparts by facsimile, electronically (i.e. DocuSign), or email which for purposes of this Agreement shall be accepted as an original. All executed counterparts and each of them will be deemed to be one and the same instrument if counsel for the Parties will exchange between themselves signed counterparts. Any executed counterpart will be admissible in evidence to prove the existence and contents of this Agreement.

9.17 Stay of Litigation. The Parties agree that upon the execution of this Agreement the litigation shall be stayed, except to effectuate the terms of this Agreement. The Parties further agree, upon the signing of this Agreement, that pursuant to Code of Civil Procedure section 583.330 to extend the date to bring a case to trial under Code of Civil Procedure Section 583.310 for the entire period of this settlement process.

9.18 Publicity. The settlement terms of this Agreement shall remain confidential until such time as Plaintiff's Motion for PAGA Settlement Approval is filed with the Court and uploaded to the LWDA. Even after approval, except for communications between PAGA

Counsel and Aggrieved Employees, Plaintiff and her counsel agree not to make any public statements, issue any press releases, place information regarding this settlement on their web site, or make any other announcements publicizing this settlement.

9.19 Severability. In the event that any one or more of the provisions contained in this Agreement shall for any reason be held invalid, illegal, or unenforceable in any respect, or not approved, such invalidity, illegality, unenforceability, or non-approval shall in no way affect any other provision if Defense Counsel and PAGA Counsel, on behalf of the Parties and the Aggrieved Employees, mutually elect in writing to proceed as if such invalid, illegal, unenforceable, or unapproved provision had never been included in this Agreement. If the Parties do not elect to proceed, the Parties shall be restored to their respective positions in the Action, as of the date of the hearing on the motion for approval of the settlement.

AGREED AND EXECUTED ON THIS 1st DAY OF February 2024.

Plaintiff:

Holly Garrett
Holly Garrett (Feb 1, 2024 10:42 PST)
Holly Garrett

Defendant:

DocuSigned by:
Doug Foster
ADT36B9F560E498
By: Doug Foster
Its: Senior Vice-President, Managing Counsel,
Litigation

EXHIBIT A

<<DATE>>

<<FIRST NAME>> <<LAST NAME>>
<<ADDRESS>>

Re: Payment from *Garrett v. Sedgwick Claims Management Services, Inc.*, Riverside County Superior Court, Case No. CVRI2103869

Dear <<FIRST NAME>> <<LAST NAME>>:

Enclosed you will find a check made payable to you. This is your payment from the settlement of the lawsuit entitled *Garrett v. Sedgwick Claims Management Services, Inc.*, Case No. CVRI2103869 (Riverside County Superior Court) (the “Action”). This is a portion of civil penalties payable to you under the California Private Attorneys General Act of 2004 (“PAGA”).

Named Plaintiff brought the Action on behalf of the State of California and all non-exempt employees working as Telephonic Case Managers (“TCMs”) for Sedgwick in California during the PAGA Period. The PAGA Period is November 1, 2020 to XXXX, 2024 for TCMs in California who were involved in the *Warner, et al. v. York Risk Services Group, Inc.* lawsuit (Placer County Superior Court Case No. SCV0043872). The PAGA Period is June 9, 2020 to XXXX, 2024 for all other TCMs in California. You have been identified as one of the individuals on whose behalf the case was brought.

The Named Plaintiff in the Action claimed that Sedgwick owed penalties under PAGA for alleged violations of the California Labor Code and the Industrial Welfare Commission Wage Orders. Sedgwick maintains it complied with the Labor Code and Wage Orders at all times and that its employees were compensated in accordance with the law, and further denies any wrongdoing or that it owes any penalties. To resolve the dispute without further risk, expense, and litigation, the parties have settled the case. By settling this case, Sedgwick is not admitting it has done anything wrong.

The Court has not ruled on the merits of the lawsuit, but it has approved the settlement amount the parties agreed to. Pursuant to the settlement, enclosed is a check for your share of a portion of the civil penalties. You are not a party to this lawsuit, but you and the government will be bound by the judgment in this matter as to civil penalties, regardless of whether you cash or deposit the enclosed check.

Please do not call the Court to ask questions about the settlement. If you have any questions, you may contact the Settlement Administrator at [INSERT CONTACT INFO].