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

DIONDRE EDWARDS and FRANCISCO
PONCE, individually and on behalf of all others
similarly situated and other aggrieved persons,

Plaintiffs,

v.

THE GOODYEAR TIRE & RUBBER
COMPANY, a corporation; JUST TIRES, an
unknown entity; and DOES 1 through 10,
inclusive,

Defendants.

Case No.: 24STCV16291

CLASS & REPRESENTATIVE ACTION

[Assigned to: Hon. Samantha P. Jessner,
Dept. 7]

**DECLARATION OF BENJAMIN HABER
IN SUPPORT OF PLAINTIFFS' MOTION
FOR PRELIMINARY APPROVAL OF
CLASS ACTION SETTLEMENT**

PRELIMINARY APPROVAL HEARING

Date: January 27, 2026

Time: 10:00 a.m.

Dept: 7

Complaint Filed: June 28, 2024

FAC filed: September 4, 2025

Trial Date: Not set

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1. I am admitted, in good standing, to practice as an attorney in the State of California and the United States District Courts for the Central, Southern, Eastern, and Northern Districts of California. I am a Partner at Wilshire Law Firm, PLC (“WLF”), counsel of record for Plaintiff Diondre Edwards and Francisco Ponce (“Plaintiffs”). I have personal knowledge of the facts set forth in this declaration and could and would competently testify to them under oath if called as a witness. This Declaration is submitted in support of Plaintiffs’ Motion for Preliminary Approval of Class Action Settlement.

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(Labor Code §§ 201-203); (6) failure to provide accurate itemized wage statements (Labor Code § 226); (7) failure to indemnify employees for expenditures (Labor Code § 2802); and (8) unfair business practices (Business and Professions Code §§ 17200, *et seq.*). On August 2, 2024, Defendant removed this action to United States District Court, Northern District of California pursuant to the Class Action Fairness Act (“CAFA”), Central District of California Case No. 2:24-cv- 06534-DSF-AJR (“Federal Class Action”). Plaintiff Edwards sent a notice to Defendant and the California Labor & Workforce Development Agency (“LWDA”) alleging similar wage and hour violations pursuant to the PAGA on July 17, 2024. On October 8, 2024, Plaintiff Edwards filed a separate civil action against Defendant in Los Angeles Superior Court asserting a single cause of action for civil penalties pursuant to the Private Attorneys General Act (“PAGA”), or Labor Code § 2698, *et seq.*, Case No. 24TRCV03366. Plaintiffs sent an amended notice to Defendant and the LWDA on January 31, 2025. On March 21, 2025, the Parties’ Joint Stipulation to Remand was granted and the Federal Class Action was remanded back to state court for settlement purposes.

5. On September 4, 2025, Plaintiff Edwards filed a First Amended Complaint in Los Angeles Superior Court, Case No. 24STCV16291, adding Plaintiff Ponce to the action and the following alleged claims: violation of California Private Attorneys General Act (“PAGA”), Labor Code Section 2698 *et seq.*, failure to pay California paid sick leave, illegal deductions from wages, failure to pay vacation pay in violation of Labor Code Section 227.3, failure to provide suitable seating, failure to pay split shift premiums, and failure to pay reporting time pay (the “Operative Complaint”). Plaintiffs sent an amended notice to Defendant and the LWDA on January 31, 2025.

DISCOVERY, INVESTIGATION, AND SETTLEMENT

6. Following the filing of the initial complaint, the Parties exchanged documents and information before mediating this action. Defendant produced a sample of time and pay records for class members. Defendant also provided documents of its wage and hour policies and practices during the class period, and information regarding the total number of current and former employees in its informal discovery responses.

7. After reviewing documents regarding Defendant's wage and hour policies and practices and analyzing Defendant's timekeeping and payroll records, Class Counsel was able to evaluate the probability of class certification, success on the merits, and Defendant's maximum monetary exposure for all claims. Class Counsel also investigated the applicable law regarding the claims and defenses asserted in the litigation. Class Counsel reviewed these records and prepared a damage analysis prior to mediation. This extensive investigation and discovery allowed Class Counsel to act intelligently and effectively in negotiating the Settlement.

SETTLEMENT NEGOTIATIONS

8. On February 3, 2025, the Parties participated in private mediation with experienced class action mediator Jill Sperber, Esq. The mediation was conducted via Zoom. The settlement negotiations were at arm's length and, although conducted in a professional manner, were adversarial. The Parties went into the mediation willing to explore the potential for a settlement of the dispute, but each side was also prepared to litigate their position through trial and appeal if a settlement had not been reached.

9. After extensive negotiations and discussions regarding the strengths and weaknesses of Plaintiffs' claims and Defendant's defenses, the Parties reached a settlement that was fully executed on August 21, 2025, the material terms of which are encompassed within the Settlement Agreement. Attached as **Exhibit 1** is a true and correct copy of the Class Action and PAGA Settlement Agreement and Class Notice (the "Settlement" or "Settlement Agreement").

10. Class Counsel submitted the proposed Settlement to the LWDA before filing the Motion for Preliminary Approval.

11. Wilshire Law Firm requested several bids from experienced class action settlement administrators to handle the responsibilities of the Settlement Administrator under this Settlement. The Parties accepted the bid of Phoenix Class Action Administration Solutions (“Phoenix”). Phoenix has multiple years of experience in the field of Class Action Administration, particularly in the wage and hour arena. In its bid, Phoenix agreed to cap its costs at \$15,000.00 for 1564 class members. Phoenix bid accounts for Notice in English and Spanish. A true and correct copy of the bid is attached hereto as **Exhibit 2**.

1 12. Plaintiffs do not have any interest, financial or otherwise, in the proposed third-
2 party administrator, Phoenix.

3 13. No one at Wilshire Law Firm, PLC (meaning the law firm itself and anyone
4 employed at the law firm) has any interest, financial or otherwise, in the proposed third-party
5 administrator, Phoenix.

6 14. Wilshire Law Firm, PLC, has no fee-splitting agreement with any other counsel in
7 this case.

8 THE PROPOSED SETTLEMENT IS FAIR AND REASONABLE

9 15. Class Counsel has conducted a thorough investigation into the facts of this case.
10 Based on the foregoing discovery and their own independent investigation and evaluation, Class
11 Counsel is of the opinion that the Settlement is fair, reasonable, and adequate and is in the best
12 interests of the Settlement Class Members in light of all known facts and circumstances, the risk
13 of significant delay, the defenses that could be asserted by Defendant both to certification and on
14 the merits, trial risk, and appellate risk.

15 16. Based on an analysis of the facts and legal contentions in this case, documents and
16 information from Defendant, Wilshire Law Firm evaluated Defendant's maximum exposure. We
17 took into account the risk of not having the claims certified and the risk of not prevailing at trial,
18 even if the claims are certified. After using the data Defendant provided, including class member
19 timekeeping and payroll records, as well as class member demographics (i.e., the number of class
20 members, workweeks, and average total compensation of the class), with the assistance of a
21 statistics expert, my team created a damages model to evaluate the realistic range of potential
22 recovery for the class. The damages model is based on the following benchmarks:

23 //

24 Total Class Members: 1,562

25 Terminated Class Members during 3-year statute of limitations period: 903

26 Total Workweeks: 88,313

27 PAGA Pay Periods: 51,731

28 PAGA Eligible Employees: 1,198

Avg. Hourly Rate: \$22.03

17. Based on Plaintiffs' discovery and investigation, Class Counsel reached the conclusion that Defendant had a policy and practice of: requiring its employees to work "off-the-clock" prior to clocking in for the workday, during meal periods, and after clocking out for the workday, time which it did not pay for; not providing its employees with California compliant meal and rest periods, which it did not pay appropriate premiums for; and failing to reimburse its employees for business-related expenses. Defendant denies these claims.

18. Plaintiffs allege that Defendant failed to pay for all hours worked, including minimum, straight time, overtime wages, vacation, split shift premiums, and reporting time by requiring class members to work off-the-clock, unpaid. For purposes of calculating Defendant's liability based on a best-case scenario for Plaintiffs and the Class, we estimate that Defendant's maximum potential exposure by assuming that all unpaid work time should have been paid at the overtime rate, not minimum or straight time wages and we assumed that Defendant is liable for 1 hour of unpaid worktime per workweek. This results in an estimate of \$2,918,303.09 (88,313 workweeks * \$22.03 hourly rate * 1.5 overtime rate * 1 hour of unpaid work per workweek), but we discounted this figure by 80% to account for the difficulty of prevailing on a motion for class certification and a trial on the merits because liability depends on whether Defendant knew or should have known that class members were working off-the-clock, yielding a realistic damage estimate of \$583,660.62.¹

19. Plaintiffs allege that Defendant failed to pay for all wages, including vested vacation pay upon termination, sick leave pay, and reporting time pay. With respect to the vested vacation pay, we assumed (based on Plaintiffs' and other class members' experiences, as well as Defendant's vacation allowance policy) 8 hours of unpaid vested vacation pay for each terminated employee, or \$159,144.72 (8 hours * 903 terminated employees * \$22.03). With respect to the reporting time pay, we assumed (based on Plaintiffs' and other class members' experiences)

¹ An 80% discount for risk at certification and trial is reasonable because the Judicial Council of California found that only 21.4% of all class actions were certified either as part of a settlement *or* as part of a contested certification motion. See Findings of the Study of California Class Action Litigation, 2000-2006, available at <http://www.courts.ca.gov/documents/class-action-lit-study.pdf>.

1 reporting time pay was not paid for approximately 25% of the applicable recorded shifts of less
2 than 4 hours, for a total of \$44,060 (approximately 8,000 shifts less than 4 hours * 25%) * 1 hour
3 * \$22.03). With respect to the sick leave pay analysis, our expert opined that approximately 3.8%
4 of applicable shifts included sick pay with additional compensation, totaling an underpayment of
5 approximately \$109,702. Although these claims amount to a maximum damages estimate of
6 \$312,906.72, we discounted this figure by 80% to account for the difficulty of prevailing on a
7 motion for class certification and a trial on the merits, yielding a realistic damage estimate of
8 \$62,581.34.

9 20. With respect to the meal period claim, Plaintiffs allege that Defendant required her
10 and similarly situated class members to either work in lieu of taking meal periods, or their meal
11 periods were untimely or interrupted. Our expert analyzed Defendant's timekeeping records and
12 opined that approximately 11% of all meal-period eligible shifts had violations of short, missed,
13 or no meal periods. However, after including amount of meal period premiums paid, this violation
14 rate was reduced to 2.2%. Potential liability for the meal period claim is \$188,327.82 (88,313
15 workweeks * 4.4 average shifts per workweek * \$22.03 * 2.2%). We discounted this figure by
16 80% to account for the difficulty of certifying and proving meal period claims, as well as
17 Defendant's contention that the claim lacks merit, particularly in light of its numerous meal period
18 premium payments and potentially waivable meals, yielding a realistic damage estimate of
19 \$37,665.56.

20 21. With respect to the rest period claim, Plaintiffs allege that Defendant required them
21 and similarly situated class members to work in lieu of taking rest periods, or their rest periods
22 were interrupted. Assuming a 50% violation rate for the class period based on Plaintiffs' and other
23 class members' experience working for Defendant, Defendant's potential liability for the rest
24 period claim is \$4,280,177.86 (88,313 workweeks * 4.4 average shifts per workweek * \$22.03 *
25 50%); however, we discounted this figure by 90% to account for the difficulty of certifying and
26 proving rest period claims, particularly because rest periods do not have to be recorded, and to
27 account for the possibility of class members voluntarily choosing to forego a rest period, yielding
28 a realistic damage estimate of \$428,017.78.

22. Plaintiffs also allege that Defendant failed to reimburse necessary business expenses and unlawfully deducted certain expenses. Defendant's employees (including Plaintiffs) regularly paid out-of-pocket for necessary employment-related expenses, including, without limitation, gas mileage for personal vehicles, use of personal cell phone, and work attire. For purposes of calculating Defendant's liability based on a best-case scenario for Plaintiffs and the Class, we estimated that Defendant was liable to each class member for \$40 per month, or \$10.00 per workweek, in unreimbursed expenses and unlawful deductions, for a total amount of \$883,130.00 ($\$10.00 * 88,313$). However, we discounted this figure by 80% to account for the difficulty of certifying and proving expense reimbursement claims and the unlawful deductions, particularly in light of written policies and practices providing a mechanism for class members to seek reimbursement, yielding a realistic damage estimate of \$176,626.00.

23. In sum, we estimated that Plaintiff's maximum recovery for the off-the-clock claim, sick pay claim, meal period violations, rest period violations, and failure to reimburse expenses is approximately \$8 million, but, after factoring in the risk and uncertainty of prevailing at certification and trial, we estimate that Plaintiff's realistic estimated recovery for the non-penalty claims is \$1,288,551.30.

24. With respect to Plaintiff's derivative claims for statutory and civil penalties, including those penalties for failure to provide suitable seating, Plaintiff estimated that Defendant's realistic potential liability is \$2,353,316.08. While Defendant's maximum potential liability for: waiting time penalties is \$4,774,341.60 based on approximately 903 terminated class members during the 3-year statute of limitations period ($903 * \$22.03 * 8 \text{ hours} * 30 \text{ days}$); inaccurate wage statements is \$5,113,200 based on approximately 1,198 class members who worked approximately 51,731 pay periods within the 1-year statute of limitations period ($\$50 * 1,198 + \$100 * 50,533$); and PAGA violations is \$5,173,100.00 based on the Court assessing a \$100 penalty for initial violations for all 51,731 pay periods within the 1-year statute of limitations period, we believe that it would be unrealistic to expect the Court to award the full \$15,060,641.60 in penalties given Defendant's defenses, the contested nature of Plaintiff's claims, and the discretionary nature of penalties. Considering that the underlying claims are realistically estimated to be \$1,739,591.31

1 such a disproportionate award would also raise due process concerns. Weighing these factors and
2 applying a discount of 90% to account for the risk and uncertainty of prevailing at trial and the
3 Court's discretionary ability to lower penalties, we arrived at \$1,506,064.16 for statutory and civil
4 penalties.

5 25. Using these estimated figures, Plaintiff predicted that the realistic maximum
6 recovery for all claims, including penalties, would be \$2,794,615.46. This means that the
7 \$1,700,000.00 settlement figure represents approximately 61% of the realistic maximum recovery
8 ($\$1,700,000.00 / \$2,794,615.46 = 61\%$). Considering the risk and uncertainty of prevailing at class
9 certification and at trial, this is an excellent result for the Class.² Indeed, because of the proposed
10 Settlement, class members will receive timely, guaranteed relief and will avoid the risk of an
11 unfavorable judgment.

12 26. While Plaintiffs are confident in the merits of their claims, a legitimate controversy
13 exists as to each cause of action. Plaintiffs also recognize that proving the amount of wages due
14 to each Class Member would be an expensive, time-consuming, and uncertain proposition.

15 27. This Settlement avoids the risks and the accompanying expenses of further
16 litigation. Although the Parties had engaged in significant amount of investigation, informal
17 discovery and class-wide data analysis, the Parties had not yet completed formal written discovery.
18 Plaintiffs intended to depose corporate officers and managers of Defendant. Moreover, preparation
19 for a class certification and a trial remained for the Parties as well as the prospect of appeals in the
20 wake of a disputed class certification ruling for Plaintiffs and/or adverse summary judgment ruling.
21 Had the Court certified any claims, Defendant could not move to decertify the claims. As a result,
22 the Parties would incur considerably more attorneys' fees and costs through trial.

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26 ² See, e.g., *Wise v. Ulta Salon, Cosmetics & Fragrance, Inc.* (E.D. Cal. Aug. 21, 2019) 2019 WL 3943859 at
27 *8 (granting preliminary approval where the proposed allocation to settle class claims was between 9.53 percent of
28 Plaintiffs' maximum recovery); *Bravo v. Gale Triangle, Inc.* (C.D. Cal. Feb 16, 2017) 2017 WL 708766 at * 10
(finding that "a settlement for fourteen percent recovery of Plaintiffs' maximum recovery is reasonable"); *In re*
Omnivision Techs., Inc. (N.D. Cal. 2008) 559 F.Supp.2d 1036, 1042 (approving settlement amount that "is just over
9% of the maximum potential recovery asserted by either party.").

1 28. The Net Settlement Amount available for Class Member settlement payments is
2 estimated to be \$1,003,333.33, for a class of 1,562 persons.³ As a result, each Settlement Class
3 Member is eligible to receive an average net benefit of approximately \$642.34.

4 29. The proposed Settlement of \$1,700,000.00, therefore, represents a substantial
5 recovery when compared to Plaintiff's reasonably forecasted recovery. When considering the risks
6 of litigation, the uncertainties involved in achieving class certification, the burdens of proof
7 necessary to establish liability, the probability of appeal of a favorable judgment, it is clear that the
8 settlement amount of \$1,700,000.00 is within the "ballpark" of reasonableness, and preliminary
9 settlement approval is appropriate.

10 ENHANCEMENT AWARDS FOR PLAINTIFFS ARE REASONABLE

11 30. Class Counsel represents that Plaintiffs devoted a great deal of time and work
12 assisting counsel in the case, communicated with counsel very frequently for litigation and to
13 prepare for mediation, and were frequently in contact with Class Counsel during the mediation.
14 Plaintiffs' requested enhancement awards are reasonable particularly in light of the substantial
15 benefits Plaintiffs generated for all class members.

16 31. Throughout this litigation, Plaintiffs, who are former employees of Defendant, have
17 cooperated immensely with my office and has taken many actions to protect the interests of the
18 class. Plaintiffs provided valuable information regarding the off-the-clock, meal period, and rest
19 period claims. Plaintiffs also informed my office of developments and information relevant to this
20 action, participated in decisions concerning this action, and made herself available to answer
21 questions during the mediation. Before we filed this case, Plaintiffs provided my office with
22 documents regarding the claims alleged in this action. The information and documentation
23 provided by Plaintiffs were instrumental in establishing the wage and hour violations alleged in
24 this action, and the recovery provided for in the Settlement Agreement would have been impossible
25 to obtain without Plaintiffs participation.

26
27 ³ The Net Settlement Amount is: \$1,700,000.00 minus \$566,666.67 for Class Counsel's attorneys' fees,
28 minus \$30,000.00 for Class Counsel's litigation expenses, minus \$15,000.00 in administration costs, minus
 \$65,000.00 for the PAGA payment, and minus \$20,000.00 for the class representatives service awards to the named
 Plaintiffs.

1 32. At the same time, Plaintiffs faced many risks in adding themselves as the class
2 representatives in this matter. Plaintiffs faced actual risks with their future employment, as putting
3 themselves on public record in an employment lawsuit could also very well affect their likelihood
4 for future employment. Furthermore, as part of this settlement, Plaintiffs are executing general
5 release of all claims against Defendant.

6 33. In turn, class members will now have the opportunity to participate in a settlement,
7 reimbursing them for alleged wage violations they may have never known about on their own or
8 been willing to pursue on their own. If these class members would have each tried to pursue their
9 legal remedies on their own, that would have resulted in each having to expend a significant amount
10 of their own monetary resources and time, which were obviated by Plaintiffs putting themselves
11 on the line on behalf of these other class members.

12 34. In the final analysis, this class action would not have been possible without the aid
13 of Plaintiffs, who put their own time and effort into this litigation, sacrificed the value of their own
14 individual claims, and placed themselves at risk for the sake of the class members. The requested
15 enhancement awards for Plaintiffs for their service as the class representative and for their general
16 releases of all individual claims is a relatively small amount of money when the time and effort
17 put into the litigation are considered and in comparison to enhancements granted in other class
18 actions. The requested incentive awards are therefore reasonable to compensate Plaintiffs for their
19 active participation in this lawsuit.

20 THE REQUEST FOR ATTORNEYS' FEES AND COSTS IS REASONABLE

21 35. The settlement provides for attorneys' fees and costs to Class Counsel in an amount
22 up to 1/3 of the Gross Settlement Amount, for a maximum fees award of \$566,666.67, plus
23 reasonable litigation expenses of up to \$30,000.00.

24 36. I am informed and believe that the fee and costs provision is reasonable. The fee
25 percentage requested is less than that charged by my office for most employment cases. My office
26 invested significant time and resources into the case, with payment deferred to the end of the case,
27 and then, of course, contingent on the outcome.

28 37. It is further estimated that my office will need to expend at least another 50 to 100

1 hours to monitor the process leading up to the final approval and payments made to the class. My
2 office also bears the risk of taking whatever actions are necessary if Defendant fails to pay.

3 38. The risk to my office has been very significant, particularly if we would not be
4 successful in pursuing this class action. In that case, we would have been left with no compensation
5 for all the time taken in litigating this case. Indeed, Wilshire Law Firm has taken on a number of
6 class action cases that have resulted in thousands of attorney hours being expended and ultimately
7 having certification denied or the defendant company going bankrupt. The contingent risk in these
8 types of cases is very real and they do occur regularly. Furthermore, we were precluded from
9 focusing on, or taking on, other cases which could have resulted in a larger, and less risky,
10 monetary gain.

11 39. Because most individuals cannot afford to pay for representation in litigation on an
12 hourly basis, Wilshire Law Firm, PLC represents virtually all of its employment law clients on a
13 contingency fee basis. Pursuant to this arrangement, we are not compensated for our time unless
14 we prevail at trial or successfully settle our clients' cases. Because Wilshire Law Firm, PLC is
15 taking the risk that we will not be reimbursed for our time unless our client settles or wins his or
16 her case, we cannot afford to represent an individual employee on a contingency basis if, at the
17 end of our representation, all we are to receive is our regular hourly rate for services. It is essential
18 that we recover more than our regular hourly rate when we win if we are to remain in practice so
19 as to be able to continue representing other individuals in civil rights employment disputes.

20 PLAINTIFFS' COUNSEL'S EXPERIENCE AND QUALIFICATIONS

21 40. Plaintiff is represented by Wilshire Law Firm, PLC. The attorneys at WLF
22 performed significant work and expended litigation costs in prosecuting this matter with no
23 guarantee of payment.

24 41. Wilshire Law Firm, PLC was selected by Best Lawyers and U.S. News & World
25 Report as one of the nation's Best Law Firms for every year since 2020 and is comprised of over
26 100 attorneys and over 600 employees. Wilshire Law Firm, PLC is actively and continuously
27 practicing in employment litigation, representing employees in both individual and class actions
28 in both state and federal courts throughout California.

1 42. WLF is qualified to handle this Litigation because its attorneys are experienced in
2 litigating Labor Code violations in both individual, class action, and representative action cases.
3 WLF has handled, and is currently handling, numerous wage and hour class action lawsuits, as
4 well as class actions involving consumer rights and data privacy litigation.

5 43. I am a Partner at Wilshire Law Firm. I graduated from the University of California,
6 Los Angeles, in 2012 and received my Juris Doctor from the University of California, Hastings
7 College of the Law (now the University of California College of Law, San Francisco) in 2016.
8 During law school, I was a member of the executive board for the *Hastings Law Journal*; a student
9 mediator at the San Francisco Superior Court, Small Claims Division; and a managing editor for
10 *SCOCAblog*, which continues to be a leading online publication for analysis regarding trends and
11 cases before the California Supreme Court. Since graduating from law school, I have focused my
12 legal work primarily on wage-and-hour litigation and have helped obtain more than one hundred
13 class settlements on behalf of tens of thousands of workers in California. I was also selected as a
14 “Southern California Rising Star” in 2024 and 2025.

15 44. I have been appointed as class counsel in numerous wage-and-hour cases
16 throughout California. Below is a non-exhaustive list of cases where I was appointed as class
17 counsel or myself and other members of my firm were appointed as class counsel:

- 18 a. *Colter v. Propulsion Controls Engineering*, San Diego County, Case No. 37-
19 2020-00030682-CU-OE-CTL; Motion for Final Approval granted on October
20 28, 2022.
- 21 b. *Rodriguez v. Modesto Restaurant Group, LLC*, Stanislaus County, Case No. CV-
22 21-000269; Motion for Final Approval granted on January 10, 2023.
- 23 c. *Kingsbury v. Caravan Foods II, Inc.*, Alameda County, Case No. RG21096357;
24 Motion for Final Approval granted on January 31, 2023.
- 25 d. *Frias-Estrada v. Trek Retail Corporation*, Contra Costa County, Case No.
26 MSC20-01916; Motion for Final Approval granted on March 3, 2023.
- 27 e. *Varez v. Valley Connection, LLC dba Carl's Jr.*, Merced County, Case No.
28 22CV-00985; Motion for Final Approval granted on April 27, 2023.

- 1 f. *Reyes v. Everytable, PBC, et al.*, Los Angeles County, Case No. 21STCV35987;
2 Motion for Final Approval granted on May 3, 2023.
- 3 g. *Ortiz v. Tara Materials, Inc.*, San Diego County, Case No. 37-2021-0001473-
4 CU-OE-CTL; Motion for Final Approval granted on May 30, 2023.
- 5 h. *Cruz-Sanchez v. Eagle Lath & Plaster, Inc.*, Sacramento County, Case No. 34-
6 2021-00293739-CU-OE-GDS; Motion for Final Approval granted on May 30,
7 2023.
- 8 i. *Garduno v. New Generation Framing, Inc., et al.*, Stanislaus County, Case No.
9 CV-21-000544; Motion for Final Approval granted on August 11, 2023.
- 10 j. *Hernandez, et al. v. Burford Farming Company, Inc.*, Fresno County, Case No.
11 21CECG03817; Motion for Final Approval granted on August 21, 2023.
- 12 k. *Barajas v. Final Phase Construction, Inc.*, San Bernardino County, Case No.
13 CIVSB2118622; Motion for Final Approval granted on September 13, 2023.
- 14 l. *Jaimes, et al. v. Infiniti Health LLC*, Los Angeles County, Case No.
15 22STCV07261; Motion for Final Approval granted on October 17, 2023.
- 16 m. *Nunez v. Gabriel Container*, Los Angeles County, Case No. 21STCV09787;
17 Motion for Final Approval granted on November 2, 2023.
- 18 n. *Gutierrez v. Next Level Door & Millwork, Inc.*, Riverside County, Case No.
19 CVRI2105455; Motion for Final Approval granted on January 11, 2024.
- 20 o. *Lupercio v. Western CNC, Inc.*, San Diego County, Case No. 37-2021-
21 00010314-CU-OE-CTL; Motion for Final Approval granted on January 26,
22 2024.
- 23 p. *Jackson, et al. v. Apple Valley Communications, Inc., et al.*, San Bernardino
24 County, Case No. CIVSB2124721; Motion for Final Approval granted on
25 February 1, 2024.
- 26 q. *Cuadras, et al. v. Guinn Corporation*, Kern County, Case No. BCV-21-101520;
27 Motion for Final Approval granted on February 22, 2024.
- 28 r. *Canton, et al v. John B. Sanfilippo & Sons, Inc.*, Merced County, Case No. 22-

- CV-01145; Motion for Final Approval granted on March 15, 2024.
- s. *Williams v. Total Longterm Care, Inc., et al.*, San Bernardino County, Case No. CIVSB2213347; Motion for Final Approval granted on April 2, 2024.
- t. *Espinoza v. Delallo's Italian Foods, Inc.*, Butte County, Case No. 21CV02640; Motion for Final Approval granted on April 24, 2024.
- u. *Meza v. Argus Management Company, LLC, et al.*, Los Angeles County, Case No. 21STCV31612; Motion for Final Approval granted on May 20, 2024.
- v. *Wade v. Mallory Safety and Supply LLC*, Siskiyou County, Case No. 23CV00951; Motion for Final Approval granted on July 11, 2024.
- w. *Abarca-Rueda, et al. v. Foley Family Wines, Inc., et al.*, Sonoma County, Case No. S-CV-268148; Motion for Final Approval granted on August 21, 2024.
- x. *Aguilar v. American Pasteurization Company, Inc., et al.*, Sacramento County, Case No. 34-2021-00312027-CU-OE-GDS; Motion for Final Approval granted on September 3, 2024.
- y. *Hayes, et al. v. Gonzales Park, LLC, et al.*, Butte County, Case No. 21CV02456; Motion for Final Approval granted on May 1, 2024.
- z. *Arias v. The Shyft Group GTB, LLC, et al.*, Los Angeles County, Case No. 22STCV37390; Motion for Final Approval granted on December 3, 2024.
- aa. *Hernandez v. KW California, et al.*, Kern County, Case No. BCV-23-100346; Motion for Final Approval Granted on December 4, 2024.
- bb. *Barajas Maya v. United Facilities Group, Inc., et al.*, Santa Clara County, Case No. 22CV397353; Motion for Final Approval granted on November 22, 2024.

45. The reasonableness of my firm's hourly rates is also supported by several surveys of legal rates, including the following:

- a. The 2022 Real Rate Report survey compiled by Wolters Kluwer, which presents the real market rates of Los Angeles area attorneys who practice litigation. For that category, the third quartile 2022 rate was \$1,045 per hour for partners and \$855 for associates. Likewise, page 32 of the Report describes

1 the rates charged by 183 Los Angeles partners with “21 or more years of
2 experience” and “Fewer than 21 years.” For those categories, the third quartile
3 Los Angeles partner rate in 2022 were \$1,133 per hour for 21 or more years
4 and \$1,075 for attorneys with fewer than 21 years. A true and correct copy of
5 portions of the 2022 Real Rate Report is attached hereto as **Exhibit 3**.

6 b. In an article entitled “Big Law Rates Topping \$2,000 Leave Value ‘In Eye of
7 Beholder,’” written by Roy Strom and published by Bloomberg Law on June
8 9, 2022, the author describes how Big Law firms have crossed the \$2,000-per
9 hour rate. The article also notes that law firm rates have been increasing by
10 just under 3% per year. A true and correct copy of this article is attached
11 hereto as **Exhibit 4**.

12 46. Daniel J. Kramer is a Senior Attorney at Wilshire Law Firm, PLC. He is admitted
13 to practice law in the State of California and the Central, Eastern, Southern, and Northern Districts
14 of California. He graduated from Stanford University with a Bachelor of Arts in History and
15 Political Science, and received his Juris Doctor from Loyola Law School, Los Angeles in 2016.
16 During law school, he was a research editor for the Loyola of Los Angeles International and
17 Comparative Law Review. Before joining Wilshire Law Firm, he practiced briefly at a firm that
18 focused on municipal law and code enforcement and then moved to a respected plaintiff-side firm
19 to practice wage and hour class action litigation. He has several years of work experience litigating
20 wage and hour class actions.

21 47. Alan Wilcox is a Senior Attorney at Wilshire Law Firm. He graduated from the
22 University of California, Berkeley in 2007, and graduated from Pepperdine University’s School of
23 Law and became a member of the California State Bar in 2012. Throughout his career, Alan has
24 represented clients in both state and federal Courts in a wide variety of matters, including contract
25 disputes, wrongful foreclosure, unlawful detainer, divorce, product defect, tort, and employment
26 matters. From 2014 to the present, he has exclusively practiced complex civil litigation
27 representing plaintiff employees in employment matters. He has handled both individual wrongful
28 discharge and collective wage and hour actions, with the class action and PAGA matters including

1 *Flores v. Aqua Terra Culinary, Inc.*, Monterey Superior Court Case No. 17CV002672, *Garcia v.*
2 *Construction Innovations Group, LLC*, Sacramento Superior Court Case No. 34-2020-00285239,
3 *Kim v. Sheraton Operating Corp.*, Central District of California Case No. 2:17-cv-09247-FMO-E,
4 *Pease v. Wattrans, Inc.*, San Bernardino Superior Court Case No. CIVDS1919832, and *Lachman*
5 *v. Berlitz Languages, Inc.*, Los Angeles Superior Court Case No. 19STCV01533, among others.

6 48. Chase Stern is an Associate Attorney at Wilshire Law Firm. He has more than a
7 decade of complex litigation experience, which has been largely dedicated to representing
8 individual and corporate entity plaintiffs in complex class action and commercial litigation in state
9 and federal courts throughout the country. He is admitted to practice law before all courts in the
10 State of California, the United States District Courts for the Northern, Southern, and Central
11 Districts of California, and the United States Court of Appeals for the Ninth Circuit. Over the
12 course of his career, he has been appointed as class counsel in numerous class action matters
13 throughout California, including wage-and-hour cases. He holds a B.S. in Finance and
14 Entrepreneurship & Emerging Enterprises from Syracuse University and a J.D. from California
15 Western School of Law, graduating from both institutions with honors.

16 49. Justin F. Marquez is a former Senior Partner at Wilshire Law Firm who was actively
17 involved in the litigation and resolution of this matter from its inception through December 2024.
18 He graduated from University of California, Los Angeles's College Honors Program in 2004 with
19 Bachelor of Arts degrees in History and Japanese, *magna cum laude* and *Phi Beta Kappa*. His
20 practice focused primarily on advocating for the rights of consumers and employees in class action
21 litigation and appellate litigation. He received numerous awards for his legal work: from 2017 to
22 2020, Super Lawyers selected him as a "Southern California Rising Star," and from 2022 to 2025,
23 he was selected as a "Southern California Super Lawyer"; he was selected as one of the "Best
24 Lawyers in America" from 2023 to 2025; and in 2024, he, along with his colleagues at Wilshire
25 Law Firm, received a CLAY (California Lawyer Attorneys of the Year) award for their work on a
26 false advertising case against Apple which ultimately led to a \$25 million settlement. He also was
27 selected to speak at multiple CELA conferences throughout his career – in 2019, he spoke on the
28 topic of manageability of class actions at CELA's 2019 Advanced Wage & Hour Seminar, and in

1 2024, he spoke on the topic of dealings with multiple cases against the same defendant at CELA's
2 2024 Advanced Wage & Hour Seminar. He served as lead or co-lead in negotiating class action
3 settlements worth over \$10 million in gross recovery to class members for each year since 2020,
4 including over \$37.5 million in 2022 and over \$75 million in 2023.

5 I declare under penalty of perjury under the laws of the State of California and the United
6 States that the foregoing is true and correct.

7 Executed on September 5, 2025, in Los Angeles, California.

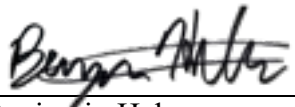
8
9 
10 Benjamin Haber

Exhibit 1

CLASS ACTION AND PAGA SETTLEMENT AGREEMENT AND CLASS NOTICE

This Class Action and PAGA Settlement Agreement (“Agreement”) is made by and between Plaintiffs Diondre Edwards and Francisco Ponce (collectively, “Plaintiffs”) and Defendant The Goodyear Tire & Rubber Company (“Defendant”). The Agreement refers to Plaintiffs and Defendant collectively as “Parties,” or individually as “Party.”

1. DEFINITIONS.

- 1.1. “Action” means the Plaintiffs’ lawsuit alleging wage and hour violations against Defendant captioned *Diondre Edwards v. The Goodyear Tire & Rubber Company* initiated on June 28, 2024 and October 9, 2024, respectively, and pending in Superior Court of the State of California, County of Los Angeles, Case Nos. 24STCV16291 and 24TRCV03366, as well as Central District of California Case No. 2:24-cv-06534-DSF-AJR.
- 1.2. “Administrator” means Phoenix Class Action Administration Solutions, 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 Preliminary Approval of the Settlement.
- 1.4. “Aggrieved Employee” means all current and former non-exempt employees of Defendant who worked in the State of California at any time during the PAGA Period.
- 1.5. “Class” means all current and former non-exempt employees of Defendant who worked in the State of California at any time during the Class Period.
- 1.6. “Class Counsel” means Wilshire Law Firm, PLC.
- 1.7. “Class Counsel Fees Payment” and “Class Counsel Litigation Expenses Payment” mean the amounts allocated to Class Counsel for reimbursement of reasonable attorneys’ fees and expenses, respectively, incurred to prosecute the Action.
- 1.8. “Class Data” means Class Member identifying information in Defendant’s possession including the Class Member’s: (1) full name, (2) last-known mailing address, (3) last known telephone number, (4) Social Security number, (5) start and end dates of active employment of each Class Member, (6) total number of Class Period Workweeks, (7) total number of PAGA Pay Periods, if any, and (8) any other information required by the Settlement Administrator to effectuate the terms of the Settlement.
- 1.9. “Class Member” or “Settlement Class Member” means a member of the Class, as either a Participating Class Member or Non-Participating Class Member (including a Non-Participating Class Member who qualifies as an Aggrieved Employee).

- 1.10. “Class Member Address Search” means the Administrator’s investigation and search for current Class Member 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 Class Members.
- 1.11. “Class Notice” means the COURT APPROVED NOTICE OF CLASS ACTION SETTLEMENT AND HEARING DATE FOR FINAL COURT APPROVAL, to be mailed to Class Members in English, with a Spanish translation, if applicable, in the form, without material variation, attached as Exhibit A and incorporated by reference into this Agreement.
- 1.12. “Class Period” means the period commencing on January 2, 2020, and ending on the date of preliminary approval of the Settlement by the Court, except for Defendant’s hourly non-exempt employees in California who were part of the settlement class in the action entitled *Luis Franco v. The Goodyear Tire and Rubber Company*, Santa Clara Superior Court Case No. 22CV393403 (“*Franco*”) the Class Period begins on July 31, 2022 and ends on the date of preliminary approval of the Settlement by the Court.
- 1.13. “Class Representative” means the named Plaintiffs in the operative complaint in the Action seeking Court approval to serve as a Class Representative.
- 1.14. “Class Representative Service Payment” means the payment to the Class Representative for initiating the Action and providing services in support of the Action.
- 1.15. “Court” means the Superior Court of California, County of Los Angeles.
- 1.16. “Defendant” means named Defendant The Goodyear Tire & Rubber Company.
- 1.17. “Defense Counsel” means Littler Mendelson, P.C.
- 1.18. “Effective Date” means the date by when both of the following have occurred: (a) the Court enters a Judgment on its Order Approving the Settlement and (b) the Judgment is final. The Judgment is final upon the later of: (i) if no timely objections are filed or if all objections are withdrawn, the date upon which the Court enters Final Approval; (ii) if an objection is filed and not withdrawn, the date for filing an appeal (i.e., 61 days after Judgment is entered) and no such appeal being filed; or (iii) if any timely appeals are filed, the date of the resolution (or withdrawal) of any such appeal in a way that does not alter the terms of the settlement.
- 1.19. “Final Approval” means the Court’s order granting final approval of the Settlement.
- 1.20. “Final Approval Hearing” means the Court’s hearing on the Motion for Final Approval of the Settlement.
- 1.21. “Final Judgment” means the Judgment Entered by the Court upon Granting Final Approval of the Settlement.

- 1.22. “Gross Settlement Amount” means \$1,700,000.00, which is the total amount Defendant agrees to pay under the Settlement except as provided in Paragraph 9 below. The Gross Settlement Amount is non-reversionary and will be used to pay Individual Class Payments, Individual PAGA Payments, the LWDA PAGA Payment, Class Counsel Fees, Class Counsel Expenses, Class Representative Service Payment and the Administrator’s Expenses. The Gross Settlement Amount is exclusive of the employer share of any applicable payroll taxes, and any such employer-side payroll taxes shall be paid by Defendant separately and in addition to the Gross Settlement Amount.
- 1.23. “Individual Class Payment” means the Participating Class Member’s pro rata share of the Net Settlement Amount calculated according to the number of Workweeks worked during the Class Period.
- 1.24. “Individual PAGA Payment” means the Aggrieved Employee’s pro rata share of 35% of the PAGA Penalties calculated according to the number of PAGA Pay Periods worked.
- 1.25. “Judgment” means the judgment entered by the Court based upon the Final Approval.
- 1.26. “LWDA” means the California Labor and Workforce Development Agency, the agency entitled, under Labor Code section 2699, subd. (i).
- 1.27. “LWDA PAGA Payment” means the 65% of the PAGA Penalties paid to the LWDA under Labor Code section 2699, subd. (i).
- 1.28. “Net Settlement Amount” means the Gross Settlement Amount, less the following payments in the amounts approved by the Court: Individual PAGA Payments, the LWDA PAGA Payment, Class Representative Service Payment, Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment, and the Administration Expenses Payment. The remainder is to be paid to Participating Class Members as Individual Class Payments.
- 1.29. “Non-Participating Class Member” means any Class Member who opts out of the Settlement by sending the Administrator a valid and timely Request for Exclusion.
- 1.30. “PAGA Pay Period(s)” means any Pay Period during which an Aggrieved Employee performed any work for Defendant during the PAGA Period.
- 1.31. “PAGA Period” means the period from August 4, 2023, and ending on the date of preliminary approval of the Settlement by the Court.
- 1.32. “PAGA” means the Private Attorneys General Act (Labor Code §§ 2698. *et seq.*).
- 1.33. “PAGA Notice” means Plaintiffs’ July 17, 2024, and January 31, 2025, letters to Defendant and the LWDA providing notice pursuant to Labor Code section 2699.3, subd.(a).
- 1.34. “PAGA Penalties” means the total amount of PAGA civil penalties (\$100,000) to be paid from the Gross Settlement Amount, allocated 35% to the Aggrieved Employees (\$35,000)

and the 65% to LWDA (\$65,000) in settlement of PAGA claims.

- 1.35. "Participating Class Member" means a Class Member who does not submit a valid and timely Request for Exclusion from the Settlement.
- 1.36. "Plaintiffs" and "Named Plaintiffs" means Diondre Edwards and Francisco Ponce, the named Plaintiffs in the Action.
- 1.37. "Preliminary Approval" means the Court's Order Granting Preliminary Approval of the Settlement.
- 1.38. "Preliminary Approval Order" means the proposed Order Granting Preliminary Approval and Approval of PAGA Settlement.
- 1.39. "Released Class Claims" means the claims being released as described in Paragraph 6.2 below.
- 1.40. "Released PAGA Claims" means the claims being released as described in Paragraph 6.3 below.
- 1.41. "Released Parties" means: Defendant and its present, former, or successor parent and/or subsidiary corporations, and The Goodyear Tire & Rubber Company's past, present and/or future, direct and/or indirect, owners, officers, directors, members, managers, managing agents, representatives, employees, attorneys, insurers, partners, investors, shareholders, administrators, parent companies, subsidiaries, affiliates, divisions, predecessors, successors, assigns, contractors, joint venturers, and any and all agents, legal representatives, and/or attorneys of all of the foregoing entities or individuals.
- 1.42. "Request for Exclusion" means a Class Member's submission of a written request to be excluded from the Class Settlement signed by the Class Member.
- 1.43. "Response Deadline" means 45 calendar days after the Administrator mails Notice to Class Members and Aggrieved Employees, and shall be the last date on which Class Members may: (a) fax, email, or mail Requests for Exclusion from the Settlement to the Administrator, or (b) fax, email, or mail his or her Objection to the Settlement to the Administrator. Class Members to whom Notice Packets are re-sent after having been returned undeliverable to the Administrator shall have an additional 14 calendar days beyond the Response Deadline has expired.
- 1.44. "Settlement" means the disposition of the Action effected by this Agreement and the Judgment.
- 1.45. "Workweek" means any week in which a Class Member performed any work for Defendant, during the Class Period.

2. RECITALS.

- 2.1. On June 28, 2024, Plaintiffs commenced this Action in Los Angeles Superior Court, Case No. 24STCV16291, by filing a Complaint alleging causes of action against Defendant for (1) Failure to Pay Minimum and Straight Time Wages (Cal. Labor Code Sections 204, 1194, 1194.2, 1197); (2) Failure To Pay Overtime Wages (Cal. Labor Code Sections 1194, and 1198); (3) Failure to Provide Meal Periods (Cal. Labor Code Sections 226.7, and 512); (4) Failure to Authorize and Permit Rest Periods (Cal. Labor Code Section 226.7); (5) Failure to Timely Pay Final Wages at Termination (Cal. Labor Code Section 201-203.); (6) Failure to Provide Accurate Itemized Wage Statements (Cal. Labor Code Section 226); (7) Failure To Indemnify Employees For Expenditures (Cal. Labor Code Section 2802); and (8) Unfair Business Practices (Business & Professions Code Section 17200, *et seq.*). On August 2, 2024, Defendant removed this action to California Central District Court pursuant to the Class Action Fairness Act (“CAFA”), Central District of California Case No. 2:24-cv-06534-DSF-AJR. On October 8, 2024, Plaintiffs filed a separate civil action in Los Angeles Superior Court asserting a single cause of action for Civil Penalties Under The Private Attorney General Act (Labor Code Section 2698, *et seq.*) against Defendant., Case No. 24TRCV03366.
- 2.2. On August 11, 2025, Plaintiffs filed a First Amended Complaint in Los Angeles Superior Court, Case No. 24STCV16291, adding the following alleged claims: Violation of California Private Attorneys General Act (“PAGA”), Labor Code Section 2698 *et seq.*, failure to pay California paid sick leave in violation of Labor Code Sections 245-249, illegal deductions from wages in violation of Labor Code Section 221, failure to pay vacation pay in violation of Labor Code Section 227.3, failure to provide suitable seating in violation of the applicable IWC Wage Orders, Section 14(A-B), failure to pay split shift premiums in violation of the applicable IWC Wage Orders, Section 4, and failure to pay reporting time pay in violation of the applicable IWC Wage Orders, Section 5 (the “Operative Complaint”). Defendant denies the allegations in the Operative Complaint, denies any failure to comply with the laws identified in in the Operative Complaint and denies any and all liability for the causes of action alleged. The Parties agree that if the Settlement is not finally approved despite the best and good-faith efforts of the Parties, or is terminated, cancelled or fails to become effective for any reason, the Parties shall revert back to their respective positions as of before entering into the Settlement and this Action will return to the California Central District Court.
- 2.3. Pursuant to Labor Code section 2699.3, subd.(a), Plaintiffs gave timely written notice to Defendant and the LWDA by sending the PAGA Notice.
- 2.4. On February 3, 2025, the Parties participated in an all-day private mediation presided over by mediator, Jill Sperber, which led to this Agreement to settle the Action.
- 2.5. Prior to mediation, Plaintiffs obtained, through informal discovery: (1) 990 putative class members timekeeping records in excel format for the time period August 1, 2024 1, 2021 to December 31, 2024, 333 putative class members timekeeping records in excel format for the time period August 4, 2022 to August 15, 2024, payroll records in excel format for 414 putative class members for the time period July 29, 2022 to December 26, 2024, and payroll records in excel format for 511 putative class members for the time period July 29, 2022 to

December 31, 2024; (2) Plaintiff Diondre Edward's wage statements ; (3) documents contained in Plaintiff Diondre Edward's Personnel File; and (4) Defendant's Employee Handbooks and policies, which include all of Defendant's relevant wage and hour policies in effect during the entirety of the Class Period. Plaintiffs' investigation was sufficient to satisfy the criteria for court approval set forth in *Dunk v. Foot Locker Retail, Inc.* (1996) 48 Cal.App.4th 1794, 1801 and *Kullar v. Foot Locker Retail, Inc.* (2008) 168 Cal.App.4th 116, 129-130 ("*Dunk/Kullar*").

2.6. The Court has not granted class certification.

2.7. Defense Counsel is aware of two other pending actions asserting claims that will be extinguished or affected by the Settlement. *Ortiz v. The Goodyear Tire & Rubber Co.*, Los Angeles Superior Court, Case No. 25STCV01436, filed on or about January 21, 2025, and *Mario Velasquez v. The Goodyear Tire & Rubber Company*, Tulare County Superior Court, Case No. VCU318050, filed on or about February 13, 2025.

3. MONETARY TERMS.

3.1. Gross Settlement Amount. Except as otherwise provided by Paragraph 9 below, Defendant promises to pay \$1,700,000.00, and no more as the Gross Settlement Amount and to separately pay any and all employer payroll taxes owed on the Wage Portions of the Individual Class Payments. Defendant has no obligation to pay the Gross Settlement Amount (or any payroll taxes) prior to the deadline stated in Paragraph 4.3 of this Agreement. The Administrator will disburse the entire Gross Settlement Amount without asking or requiring Participating Class Members or Aggrieved Employees to submit any claim as a condition of payment. None of the Gross Settlement Amount will revert to Defendant.

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 Final Approval:

3.2.1. To Plaintiffs: Class Representative Service Payments to the Class Representatives of not more than \$10,000.00 to each of the Plaintiffs (in addition to any Individual Class Payment and any Individual PAGA Payment the Class Representative is entitled to receive as a Participating Class Member). Defendant will not oppose Plaintiffs' request for a Class Representative Service Payment that does not exceed this amount. As part of the motion for Class Counsel Fees Payment and Class Litigation Expenses Payment, Plaintiffs will seek Court approval for any Class Representative Service Payments no later than 16 court days prior to the Final Approval Hearing. If the Court approves a Class Representative Service Payment less than the amount requested, the Administrator will retain the remainder in the Net Settlement Amount. The Administrator will pay the Class Representative Service Payment using IRS Form 1099. Plaintiffs assumes full responsibility and liability for employee taxes owed on the Class Representative Service Payment. Any reduction by the Court of the Class Representative Service Payment shall not be sufficient grounds on its own to void

the Settlement or appeal the Judgment.

- 3.2.2. To Class Counsel: A Class Counsel Fees Payment of not more than one third (33 1/3%) of the Gross Settlement Amount which is currently estimated to be \$566,666.67 and a Class Counsel Litigation Expenses Payment of not more than \$30,000.00. Defendant will not oppose requests for these payments provided that do not exceed these amounts. Plaintiffs and/or Class Counsel will file a motion for Class Counsel Fees Payment and Class Litigation Expenses Payment no later than 16 court days prior to the Final Approval Hearing. If the Court approves a Class Counsel Fees Payment and/or a Class Counsel Litigation Expenses Payment less than the amounts requested, the Administrator will allocate the remainder to the Net Settlement Amount. Released Parties shall have no liability to Class Counsel or any other Plaintiffs' Counsel arising from any claim to any portion any Class Counsel Fee Payment and/or Class Counsel Litigation Expenses Payment. The Administrator will pay the Class Counsel Fees Payment and Class Counsel Expenses Payment using one or more IRS 1099 Forms. Class Counsel assumes full responsibility and liability for taxes owed on the Class Counsel Fees Payment and the Class Counsel Litigation Expenses Payment and holds Defendant harmless, and indemnifies Defendant, from any dispute or controversy regarding any division or sharing of any of these Payments. This is not a material term of this Settlement, and any reduction by the Court of the Class Counsel Fees Payment and/or reasonable costs/expenses shall not be sufficient grounds to void the Settlement or appeal the Judgment.
- 3.2.3. To the Administrator: An Administrator Expenses Payment not to exceed \$15,000.00 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 \$15,000.00, the Administrator will retain the remainder in the Net Settlement Amount.
- 3.2.4. To Each Participating Class Member: An Individual Class Payment calculated by (a) dividing the Net Settlement Amount by the total number of Workweeks worked by all Participating Class Members during the Class Period and (b) multiplying the result by the number of Workweeks worked by each individual Participating Class Member.
 - 3.2.4.1. Tax Allocation of Individual Class Payments. 33.33% of each Participating Class Member's Individual Class Payment will be allocated to settlement of wage claims (the "Wage Portion"). The Wage Portions are subject to tax withholding and will be reported on an IRS W-2 Form. 66.67% of each Participating Class Member's Individual Class Payment will be allocated to settlement of claims for interest and penalties (the "Non-Wage Portion(s)"). The Non-Wage Portions are not subject to wage withholdings and will be reported on IRS 1099 Forms. Participating Class Members assume full responsibility and liability for any employee taxes owed on their Individual Class Payment and Defendant assumes full responsibility and liability for any employer taxes owed on the Wage Portion of each Individual Class Payment.

3.2.4.2. Effect of Non-Participating Class Members on Calculation of Individual Class Payments. Non-Participating Class Members will not receive any Individual Class Payments. The Administrator will retain amounts equal to their Individual Class Payments in the Net Settlement Amount for distribution to Participating Class Members on a pro rata basis.

3.2.5. To the LWDA and Aggrieved Employees: PAGA Penalties in the amount of \$100,000.00 to be paid from the Gross Settlement Amount, with 65% (\$65,000.00) allocated to the LWDA PAGA Payment and 35% (\$35,000.00) allocated to the Individual PAGA Payments.

3.2.5.1. The Administrator will calculate each Individual PAGA Payment by (a) dividing the amount of the Aggrieved Employees' 35% share of PAGA Penalties (\$35,000) by the total number of PAGA Pay Periods worked by all Aggrieved Employees during the PAGA Period and (b) multiplying the result by the number of PAGA Period Pay Periods worked by each individual Aggrieved Employee. Aggrieved Employees assume full responsibility and liability for any taxes owed on their Individual PAGA Payment.

3.2.5.2. If the Court approves PAGA Penalties of less than the amount requested, the Administrator will allocate the remainder to the Net Settlement Amount. The Administrator will report the Individual PAGA Payments on IRS 1099 Forms.

4. SETTLEMENT FUNDING AND PAYMENTS.

4.1. Class Workweeks and Aggrieved Employee Pay Periods. Based on a review of its records to date, Defendant estimates there are 1,562 Class Members who collectively worked a total of approximately 88,313 Workweeks. Defendant estimates that there are approximately 1,196 Aggrieved Employees who collectively worked a total of approximately 51,333 PAGA Pay Periods.

4.2. Class Data. Not later than 30 days after the Court grants Preliminary Approval of the Settlement, Defendant will simultaneously deliver the Class Data to the Administrator, in the form of a Microsoft Excel spreadsheet. To protect Class Members' privacy rights, the Administrator must maintain the Class Data in confidence, use the Class Data only for purposes of this Settlement and for no other purpose, and restrict access to the Class Data to Administrator employees who need access to the Class Data to effect and perform under this Agreement. Defendant has a continuing duty to immediately notify Class Counsel and the Administrator if it discovers that the Class Data omitted class member identifying information or and to provide corrected or updated Class Data as soon as reasonably feasible. Without any extension of the deadline by which Defendant must send the Class 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 Class Data.

4.3. Funding of Gross Settlement Amount. Defendant shall fully fund the Gross Settlement

Amount, and also fund the amounts necessary to fully pay Defendant's share of payroll taxes by transmitting the funds to the Administrator no later than 14 days after the Effective Date.

4.4. Payments from the Gross Settlement Amount. Within 14 days after Defendant funds the Gross Settlement Amount, the Administrator will mail checks for all Individual Class Payments, all Individual PAGA Payments, the LWDA PAGA Payment, the Administration Expenses Payment, the Class Counsel Fees Payment, the Class Counsel Litigation Expenses Payment, and the Class Representative Service Payment. Disbursement of the Class Counsel Fees Payment, the Class Counsel Litigation Expenses Payment and the Class Representative Service Payment shall not precede disbursement of Individual Class Payments and Individual PAGA Payments.

4.4.1. The Administrator will issue checks for the Individual Class Payments and/or Individual PAGA Payments and send them to the Class Members via First Class U.S. Mail, postage prepaid. The face of each check shall prominently state the date (180 days after the date of mailing) when the check will be voided. The Administrator will cancel all checks not cashed by the void date. The Administrator will send checks for Individual Settlement Payments to all Participating Class Members (including those for whom Class Notice was returned undelivered). The Administrator will send checks for Individual PAGA Payments to all Aggrieved Employees including Non-Participating Class Members who qualify as Aggrieved Employees (including those for whom Class Notice was returned undelivered). The Administrator may send Participating Class Members a single check combining the Individual Class Payment and the Individual PAGA Payment. 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 a Class Member Address Search for all other Class Members whose checks are returned undelivered without 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 Class Member Address Search. The Administrator need not take further steps to deliver checks to Class Members whose re-mailed checks are returned as undelivered. The Administrator shall promptly send a replacement check to any Class Member whose original check was lost or misplaced and requested by the Class Member prior to the void date.

4.4.3. For any Class Member whose Individual Class Payment check or 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 Class Member thereby leaving no "unpaid residue" subject to the requirements of California Code of Civil Procedure Section 384, subd. (b). The Parties, Class Counsel and Defense Counsel represent that they have no interest or relationship, financial or otherwise, with the intended Cy Pres Recipient.

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

6. RELEASES OF CLAIMS. Effective on the date when Defendant fully funds the entire Gross Settlement Amount and funds all employer payroll taxes owed on the Wage Portion of the Individual Class Payments, Plaintiffs, Class Members, and Aggrieved Employees will release claims against all Released Parties as follows:

6.1 Plaintiffs' Release. Plaintiffs and all persons purporting to act on Plaintiffs' behalf or purporting to assert a claim under or through them, including their respective former and present spouses, representatives, agents, attorneys, heirs, administrators, successors, and assigns generally, shall be deemed to have fully, finally, and forever released, settled, compromised, relinquished and discharged any and all of the Released Parties of and from any and all claims whatsoever regarding Named Plaintiffs' employment and/or the termination of that employment including, but not limited to, a release of all claims under the California Fair Employment and Housing Act, the Americans with Disabilities Act, and Title VII of the Civil Rights Act of 1964, and the California Labor Code and all equivalent claims under federal law, the Federal Family Medical Leave Act, the California Family Rights Act, any claims for wages, bonuses, severance pay, vacation pay, penalties, employment benefits, stock options, violation of any personnel policy, any claims based on discrimination, harassment, unlawful retaliation, violation of public policy, or damages of any kind whatsoever, arising out of any common law torts, contracts, express or implied, any covenant of good faith and fair dealing, any theory of wrongful discharge, any theory of negligence, any theory of retaliation, any legal restriction on Defendant's right to terminate the employment relationship, or any federal, state, or other governmental statute, executive order, regulation or ordinance, or common law, or any other basis whatsoever, to the fullest extent provided by law.

6.1.1 Plaintiffs' Waiver of Rights Under California Civil Code Section 1542.

Named Plaintiffs also shall be deemed to have, and by operation of the Judgment shall have, expressly waived and relinquished to the fullest extent permitted by law the provisions, rights, and benefits of Section 1542 of the California Civil Code, or any other similar provision under federal or state law that purports to limit the scope of a general release. Named Plaintiffs, for themselves, have read Section 1542 of the Civil Code of the State of California, which provides as follows:

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.

Named Plaintiffs understand that Section 1542 gives them the right not to release existing claims of which he is not now aware, unless Named Plaintiffs voluntarily

choose to waive this right. Having been so apprised, Named Plaintiffs nevertheless voluntarily waive the rights described in Section 1542, and elects to assume all risks for claims that now exist in his favor, known or unknown. The release of the claims of Named Plaintiffs as set forth in this Paragraph is a condition precedent to enforcement of this Settlement.

6.2 Release by Participating Class Members: Upon the full funding of the Gross Settlement Amount and all applicable employer-side payroll taxes, the Participating Class Members shall release Defendant and the Released Parties from all claims, rights, demands, liabilities and causes of actions that are alleged, or reasonably could have been alleged, based on the facts stated in the Operative Complaint and ascertained in the course of the Action, including claims regarding Defendant's alleged: (i) failure to pay all regular wages, minimum wages, straight time wages, and overtime wages due (including off-the-clock and rounding claims); (ii) failure to pay all wages at the correct rate of pay (including premium pay such as, meal period premiums, rest break premiums, and California Paid Sick Leave, vacation wages, and reporting time pay); (iii) failure to provide meal periods or compensation in lieu thereof; (iv) failure to provide rest periods or compensation in lieu thereof; (v) failure to correctly pay bonus or incentive pay and compensation; (vi) failure to pay wages timely at time of termination or resignation; (vii) failure to provide timely payment of wages during employment; (viii) failure to maintain complete, accurate records (including payroll records and records of work periods, meal periods, total daily hours, hours per pay period, and applicable pay rates); (ix) failure to provide complete, accurate wage statements; (x) failure to pay reporting time pay; (xi) failure to pay accrued vacation; (xii) failure to reimburse for necessary business-related expenses; (xiii) failure to reimburse for necessary business-related expenses; (xiv) unlawful deductions of wages; (xv) failure to pay overtime and double time at the regular rate; (xvi) failure to pay California Paid Sick Leave; (xvii) failure to pay vacation wages; (xviii) split shift premiums; (xix) illegal deductions from wages; and (xx) unfair business practices. This release includes any and all claims pursuant to: California Labor Code sections §§ 201, 202, 203, 204, 207, 210, 218.5, 218.6, 221, 226, 226(a), 226.3, 226.7, 227.3, 245, 245.5, 246, 246.5, 247, 247.5, 248, 248.1, 248.2, 248.3, 248.5, 248.6, 248.7, 249, 256, 510, 512, 551, 552, 558, 1174, 1174.5, 1194, 1194.2, 1197, 1197.1, 1198, 1199, 2800, and 2802; the California Business & Professions Code § 17200 et seq.; the California Code of Civil Procedure Section 1021.5; and the applicable Industrial Welfare Commission Wage Orders, Sections 4, 5, and 14(A-B). This release shall apply to claims arising during the Class Period.

6.3 Release by Aggrieved Employees: Upon the full funding of the Gross Settlement Amount, Named Plaintiffs, as the PAGA Representatives, PAGA Members, and the State of California Labor and Workforce Development Agency shall fully release and discharge Defendant and the Released Parties from all claims under the California Labor Code Private Attorneys General Act of 2004 (California Labor Code § 2698, *et seq.*) for civil penalties that are alleged, or reasonably could have been alleged, based on the facts stated in the Operative Complaint, ascertained in the course of the Action, and premised on the facts alleged in both Named Plaintiffs' PAGA Letter and subsequent PAGA Letters if any, to the LWDA, including PAGA claims for alleged violations of Labor Code sections 201, 202, 203, 204, 207, 210, 218.5, 218.6, 221, 226, 226(a), 226.3, 226.7, 227.3, 245, 245.5, 246, 246.5, 247, 247.5, 248, 248.1, 248.2, 248.3, 248.5, 248.6, 248.7,

249, 256, 510, 512, 551, 552, 558, 1174, 1174.5, 1194, 1194.2, 1197, 1197.1, 1198, 1199, 2800, 2802, 2699, and the applicable Industrial Welfare Commission Wage Orders, Sections 4, 5, and 14(A-B), and including but not limited to penalties that could have been awarded pursuant to Labor Code sections 210, 225.5, 226, 226.3, 558, 1174.5, 1197.1, and 2698 *et seq.*

6.3.1 The Parties agree that the doctrines of res judicata, claim preclusion, issue preclusion, primary rights, and collateral estoppel shall fully and broadly apply to Released Claims and the release in this Settlement to the greatest effect and extend permitted by law. Plaintiffs do not release any PAGA Representative Action Member's claim for wages and damages. This does not preclude the release of wages and damages by the Class Members (who may or may not be PAGA Representative Action Members) as set forth in this Agreement. Each PAGA Representative Action Member will be issued a check for their share of thirty-five percent (35%) of the PAGA allocation and will not have the opportunity to opt out of, or object to, the release of the PAGA claims. The PAGA Representative Action Members are bound by the release of the PAGA claims regardless of whether they cash or deposit their portion of the PAGA allocation or exclude themselves from the class portion of the settlement.

7. MOTION FOR PRELIMINARY APPROVAL. The Parties agree to jointly prepare and file a motion for preliminary approval ("Motion for Preliminary Approval") that complies with the Court's current checklist for Preliminary Approvals.

7.1 Plaintiffs' Responsibilities. Plaintiffs will prepare and deliver to Defense Counsel all documents necessary for obtaining Preliminary Approval, including: (i) a draft of the notice, and memorandum in support, of the Motion for Preliminary Approval that includes an analysis of the Settlement under *Dunk/Kullar* and a request for approval of the PAGA Settlement under Labor Code Section 2699, subd. (f)(2)); (ii) a draft proposed Order Granting Preliminary Approval and Approval of PAGA Settlement; (iii) a draft proposed Class Notice; (iv) 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 Class 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 Class Members and/or the proposed Cy Pres; and the nature and extent of any financial relationship with Plaintiffs, Class Counsel or Defense Counsel; (v) a signed declaration from Plaintiffs confirming willingness and competency to serve and disclosing all facts relevant to any actual or potential conflicts of interest with Class Members, and/or the Administrator and/or the proposed Cy Pres; (v) a signed declaration from each Class Counsel firm attesting to its competency to represent the Class Members; its timely transmission to the LWDA of all necessary PAGA documents (initial notice of violations (Labor Code section 2699.3, subd. (a)), Operative Complaint (Labor Code section 2699, subd. (l)(1)), this Agreement (Labor Code section 2699, subd. (l)(2)); (vi) a redlined version of the parties' Agreement showing all modifications made to the Model Agreement ready for filing with the Court; and (vii) all facts relevant to any actual or potential conflict of interest with Class Members, the Administrator and/or the Cy Pres Recipient. In their Declarations, Plaintiffs and Class Counsel Declaration 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, other than as indicated in section 2.7 above.

7.2 Responsibilities of Counsel. Class Counsel and Defense Counsel are jointly responsible for expeditiously finalizing and filing the Motion for Preliminary Approval as soon as reasonably practicable; obtaining a prompt hearing date for the Motion for Preliminary Approval; and for appearing in Court to advocate in favor of the Motion for Preliminary Approval. Class Counsel is responsible for delivering the Court's Preliminary Approval to the Administrator.

7.3 Duty to Cooperate. If the Parties disagree on any aspect of the proposed Motion for Preliminary Approval and/or the supporting declarations and documents, Class 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 Preliminary Approval or conditions Preliminary Approval on any material change to this Agreement, Class 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.

8. SETTLEMENT ADMINISTRATION.

8.1 Selection of Administrator. The Parties have jointly selected Phoenix Class Action Administration Solutions to serve as the Administrator and verified that, as a condition of appointment, Phoenix Class Action Administration Solutions 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.

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

8.3 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.

8.4 Notice to Class Members.

8.4.1 No later than three (3) business days after receipt of the Class Data, the Administrator shall notify Class Counsel that the list has been received and state the number of Class Members, PAGA Members, Workweeks, and Pay Periods in the Class Data.

8.4.2 Using best efforts to perform as soon as possible, and in no event later than 7 days after receiving the Class Data, the Administrator will send to all Class

Members identified in the Class Data, via first-class United States Postal Service (“USPS”) mail, the Class Notice with Spanish translation, if applicable substantially in the form attached to this Agreement as Exhibit A. The first page of the Class Notice shall prominently estimate the dollar amounts of any Individual Class Payment and/or Individual PAGA Payment payable to the Class Member, and the number of Workweeks and PAGA Pay Periods (if applicable) used to calculate these amounts. Before mailing Class Notices, the Administrator shall update Class Member addresses using the National Change of Address database.

8.4.3 Not later than 3 business days after the Administrator’s receipt of any Class Notice returned by the USPS as undelivered, the Administrator shall re-mail the Class Notice using any forwarding address provided by the USPS. If the USPS does not provide a forwarding address, the Administrator shall conduct a Class Member Address Search, and re-mail the Class Notice to the most current address obtained. The Administrator has no obligation to make further attempts to locate or send Class Notice to Class Members whose Class Notice is returned by the USPS a second time.

8.4.4 The deadlines for Class Members’ written objections, Challenges to Workweeks and/or Pay Periods, and Requests for Exclusion will be extended an additional 14 days beyond the 45 days otherwise provided in the Class Notice for all Class Members whose notice is re-mailed. The Administrator will inform the Class Member of the extended deadline with the re-mailed Class Notice.

8.4.5 If the Administrator, Defendant or Class Counsel is contacted by or otherwise discovers any persons who believe they should have been included in the Class Data and should have received Class Notice, the Parties will expeditiously meet and confer in person or by telephone, and in good faith, in an effort to agree on whether to include them as Class Members. If the Parties agree, such persons will be Class Members entitled to the same rights as other Class Members, and the Administrator will send, via email or overnight delivery, a Class Notice requiring them to exercise options under this Agreement not later than 14 days after receipt of Class Notice, or the deadline dates in the Class Notice, which ever are later.

8.5 Requests for Exclusion (Opt-Outs).

8.5.1 Class Members who wish to exclude themselves (opt-out of) the Class Settlement must send the Administrator, by fax, email, or mail, a signed written Request for Exclusion not later than 45 days after the Administrator mails the Class Notice (plus an additional 14 days for Class Members whose Class Notice is re-mailed). A Request for Exclusion is a letter from a Class Member or his/her representative that reasonably communicates the Class Member’s election to be excluded from the Settlement and includes the Class Member’s name, address and email address or telephone number. To be valid, a Request for Exclusion must be timely faxed, emailed, or postmarked by the Response Deadline.

8.5.2 The Administrator may not reject a Request for Exclusion as invalid

because it fails to contain all the information specified in the Class Notice. The Administrator shall accept any Request for Exclusion as valid if the Administrator can reasonably ascertain the identity of the person as a Class Member and the Class Member's desire to be excluded. The Administrator's determination shall be final and not appealable or otherwise susceptible to challenge. If the Administrator has reason to question the authenticity of a Request for Exclusion, the Administrator may demand additional proof of the Class Member's identity. The Administrator's determination of authenticity shall be final and not appealable or otherwise susceptible to challenge.

8.5.3 Every Class Member who does not submit a timely and valid Request for Exclusion is deemed to be a Participating Class Member under this Agreement, entitled to all benefits and bound by all terms and conditions of the Settlement, including the Participating Class Members' Releases under Paragraphs 6.2 and 6.3 of this Agreement, regardless whether the Participating Class Member actually receives the Class Notice or objects to the Settlement.

8.5.4 Every Class Member who submits a valid and timely Request for Exclusion is a Non-Participating Class Member and shall not receive an Individual Class Payment or have the right to object to the class action components of the Settlement. Because future PAGA claims are subject to claim preclusion upon entry of the Judgment, Non-Participating Class Members who are Aggrieved Employees are deemed to release the claims identified in Paragraph 6.3 of this Agreement and are eligible for an Individual PAGA Payment.

8.6 Challenges to Calculation of Workweeks. Each Class Member shall have 45 days after the Administrator mails the Class Notice (plus an additional 14 days for Class Members whose Class Notice is re-mailed) to challenge the number of Class Workweeks and PAGA Pay Periods (if any) allocated to the Class Member in the Class Notice. The Class Member may challenge the allocation by communicating with the Administrator via fax, email or mail. The Administrator must encourage the challenging Class Member to submit supporting documentation. In the absence of any contrary documentation, the Administrator is entitled to presume that the Workweeks contained in the Class Notice are correct so long as they are consistent with the Class Data. The Administrator's determination of each Class Member's allocation of Workweeks and/or Pay Periods shall be final and not appealable or otherwise susceptible to challenge. The Administrator shall promptly provide copies of all challenges to calculation of Workweeks and/or Pay Periods to Defense Counsel and Class Counsel and the Administrator's determination the challenges.

8.7 Objections to Settlement.

8.7.1 Only Participating Class Members may object to the class action components of the Settlement and/or this Agreement, including contesting the fairness of the Settlement, and/or amounts requested for the Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment and/or Class Representative Service Payment.

8.7.2 Participating Class Members may send written objections to the Administrator, by fax, email, or mail. In the alternative, Participating Class Members may appear in Court (or hire an attorney to appear in Court) to present verbal objections at the Final Approval Hearing. A Participating Class Member who elects to send a written objection to the Administrator must do so not later than 45 days after the Administrator's mailing of the Class Notice (plus an additional 14 days for Class Members whose Class Notice was re-mailed).

8.7.3 Non-Participating Class Members have no right to object to any of the class action components of the Settlement.

8.8 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.

8.8.1 Website, Email Address and Toll-Free Number. The Administrator will establish and maintain and use an internet website to post information of interest to Class Members including the date, time and location for the Final Approval Hearing and copies of the Settlement Agreement, Motion for Preliminary Approval, the Preliminary Approval, the Class Notice, the Motion for Final Approval, the Motion for Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment and Class Representative Service Payment, the Final Approval and the Judgment. The Administrator will also maintain and monitor an email address and a toll-free telephone number to receive Class Member calls, faxes and emails.

8.8.2 Requests for Exclusion (Opt-outs) and Exclusion List. The Administrator will promptly review on a rolling basis Requests for Exclusion to ascertain their validity. Not later than 5 days after the expiration of the deadline for submitting Requests for Exclusion, the Administrator shall email a list to Class Counsel and Defense Counsel containing (a) the names and other identifying information of Class Members who have timely submitted valid Requests for Exclusion ("Exclusion List"); (b) the names and other identifying information of Class Members who have submitted invalid Requests for Exclusion; (c) copies of all Requests for Exclusion from Settlement submitted (whether valid or invalid).

8.8.3 Weekly Reports. The Administrator must, on a weekly basis, provide written reports to Class Counsel and Defense Counsel that, among other things, tally the number of: Class Notices mailed or re-mailed, Class Notices returned undelivered, Requests for Exclusion (whether valid or invalid) received, objections received, challenges to Workweeks and/or Pay Periods received and/or resolved, and checks mailed for Individual Class Payments and Individual PAGA Payments ("Weekly Report"). The Weekly Reports must include the Administrator's assessment of the validity of Requests for Exclusion and attach copies of all Requests for Exclusion and objections received.

8.8.4 Workweek and/or Pay Period Challenges. The Administrator has the authority to address and make final decisions consistent with the terms of this Agreement on all Class Member challenges over the calculation of Workweeks and/or Pay Periods. The Administrator's decision shall be final and not appealable or otherwise susceptible to challenge.

8.8.5 Administrator's Declaration. Not later than 14 days before the date by which Plaintiffs is required to file the Motion for Final Approval of the Settlement, the Administrator will provide to Class Counsel and Defense Counsel, a signed declaration suitable for filing in Court attesting to its due diligence and compliance with all of its obligations under this Agreement, including, but not limited to, its mailing of Class Notice, the Class Notices returned as undelivered, the re-mailing of Class Notices, attempts to locate Class Members, the total number of Requests for Exclusion from Settlement it received (both valid or invalid), the number of written objections and attach the Exclusion List. The Administrator will supplement its declaration as needed or requested by the Parties and/or the Court. Class Counsel is responsible for filing the Administrator's declaration(s) in Court.

8.8.6 Final Report by Settlement Administrator. Within 10 days after the Administrator disburses all funds in the Gross Settlement Amount, the Administrator will provide Class Counsel and Defense Counsel with a final report detailing its disbursements by employee identification number only of all payments made under this Agreement. At least 15 days before any deadline set by the Court, the Administrator will prepare, and submit to Class Counsel and Defense Counsel, a signed declaration suitable for filing in Court attesting to its disbursement of all payments required under this Agreement. Class Counsel is responsible for filing the Administrator's declaration in Court.

9. CLASS SIZE ESTIMATES and ESCALATOR CLAUSE. Defendant has certified that from the start of the Class Period, through February 3, 2025, Class Members worked a total of 88,313 workweeks. The Parties negotiated a settlement based on there being 88,313 workweeks through February 3, 2025. If the actual number of workweeks worked through February 3, 2025 should exceed 88,313 by more than ten percent (10%), then Defendant shall have the option of either: (a) closing the release period on the date the Class Members reach the ten percent (10%) threshold, or (b) increasing the GSA by the percentage difference beyond ten percent (10%) between the certified amount of 88,313 and the actual number of workweeks.

10. DEFENDANT'S RIGHT TO WITHDRAW. If the number of valid Requests for Exclusion identified in the Exclusion List exceeds 10% of the total of all Class Members, Defendant may, but is not obligated to, elect to withdraw from the Settlement. The Parties agree that, if Defendant withdraws, the Settlement shall be void ab initio, have no force or effect whatsoever, and that neither Party will have any further obligation to perform under this Agreement; provided, however, Defendant will remain responsible for paying all Settlement Administration Expenses incurred to that point. Defendant must notify Class Counsel and the Court of its election to withdraw not later than seven days after the Administrator sends the final Exclusion List to Defense Counsel; late elections will have no

effect.

11. MOTION FOR FINAL APPROVAL. Not later than 16 court days before the calendared Final Approval Hearing, Plaintiffs will file in Court, a motion for final approval of the Settlement that includes a request for approval of the PAGA settlement under Labor Code section 2699, subd. (l), a Proposed Final Approval Order and a proposed Judgment (collectively “Motion for Final Approval”). Plaintiffs shall provide drafts of these documents to Defense Counsel not later than seven days prior to filing the Motion for Final Approval, or as otherwise agreed to by counsel. Class Counsel and Defense Counsel will expeditiously meet and confer in person or by telephone, and in good faith, to resolve any disagreements concerning the Motion for Final Approval.

11.1 Response to Objections. Each Party retains the right to respond to any objection raised by a Participating Class Member, including the right to file responsive documents in Court no later than five court days prior to the Final Approval Hearing, or as otherwise ordered or accepted by the Court.

11.2 Duty to Cooperate. If the Court does not grant Final Approval or conditions Final Approval on any material change to the Settlement (including, but not limited to, the scope of release to be granted by Class Members), the Parties will expeditiously work together in good faith to address the Court’s concerns by revising the Agreement as necessary to obtain Final Approval. The Court’s decision to award less than the amounts requested for the Class Representative Service Payment, Class Counsel Fees Payment, Class Counsel Litigation Expenses Payment and/or Administrator Expenses Payment shall not constitute a material modification to the Agreement within the meaning of this paragraph.

11.3 Continuing Jurisdiction of the Court. 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.

11.4 Waiver of Right to Appeal. Provided the Judgment is consistent with the terms and conditions of this Agreement, the Parties, their respective counsel, and all Participating Class Members who did not object to the Settlement as provided in this Agreement, waive all rights to appeal from the Judgment, including all rights to post-judgment and appellate proceedings, the right to file motions to vacate judgment, motions for new trial, extraordinary writs, and appeals. The waiver of appeal does not include any waiver of the right to oppose such motions, writs or appeals. If an objector 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.

11.5 Appellate Court Orders to Vacate, Reverse, or Materially Modify Judgment. If the reviewing Court vacates, reverses, or modifies the Judgment in a manner that requires a material modification of this Agreement (including, but not limited to, the scope of release to be granted by Class Members), the Parties shall nevertheless expeditiously work

together in good faith to address the appellate court's concerns and to obtain Final Approval and entry of Judgment, sharing, on a 50-50 basis, any additional Administration Expenses reasonably incurred after remittitur. An appellate decision to vacate, reverse, or modify the Court's award of the Class Representative Service Payment or any payments to Class Counsel shall not constitute a material modification of the Judgment within the meaning of this paragraph, as long as the Gross Settlement Amount remains unchanged.

12. AMENDED JUDGMENT. If any amended judgment is required under Code of Civil Procedure section 384, the Parties will work together in good faith to jointly submit and a proposed amended judgment.

13. ADDITIONAL PROVISIONS.

13.1 No Admission of Liability, Class Certification 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 Defendant that any of the allegations in the Operative Complaint have merit or that Defendant has any liability for any claims asserted; nor should it be intended or construed as an admission by Plaintiffs that Defendant's defenses in the Action have merit. The Parties agree that class certification and representative treatment is for purposes of this Settlement only. If, for any reason the Court does grant Preliminary Approval, Final Approval or enter Judgment, Defendant reserves the right to contest certification of any class for any reasons, and Defendant reserves all available defenses to the claims in the Action, and Plaintiffs reserves the right to move for class certification on any grounds available and to contest Defendant's defenses. The Settlement, this Agreement and 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).

13.2 Confidentiality Prior to Preliminary Approval. Plaintiffs, Class Counsel, Defendant and Defense Counsel separately agree that, until the Motion for Preliminary Approval of Settlement is filed, they and each of them will not disclose, disseminate and/or publicize, or cause or permit another person to disclose, disseminate or publicize, any of the terms of the Agreement directly or indirectly, specifically or generally, to any person, corporation, association, government agency, or other entity except: (1) to the Parties' attorneys, accountants, or spouses, all of whom will be instructed to keep this Agreement confidential; (2) counsel in a related matter; (3) to the extent necessary to report income to appropriate taxing authorities; (4) in response to a court order or subpoena; or (5) in response to an inquiry or subpoena issued by a state or federal government agency.

Each Party agrees to immediately notify each other Party of any judicial or agency order, inquiry, or subpoena seeking such information. Plaintiffs, Class Counsel, Defendant and Defense Counsel separately agree not to, directly or indirectly, initiate any conversation or other communication, before the filing of the Motion for Preliminary Approval, any with third party regarding this Agreement or the matters giving rise to this Agreement except to respond only that "the matter was resolved," or words to that effect. This

paragraph does not restrict Class Counsel's communications with Class Members in accordance with Class Counsel's ethical obligations owed to Class Members.

- 13.3 No Solicitation. The Parties separately agree that they and their respective counsel and employees will not solicit any Class Member to opt out of or object to the Settlement, or appeal from the Judgment. Nothing in this paragraph shall be construed to restrict Class Counsel's ability to communicate with Class Members in accordance with Class Counsel's ethical obligations owed to Class Members.
- 13.4 Integrated Agreement. Upon execution by all Parties and their counsel, this Agreement together with its attached exhibits 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.
- 13.5 Attorney Authorization. Class Counsel and Defense Counsel separately warrant and represent that they are authorized by Plaintiffs and Defendant, 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.
- 13.6 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 supplementing 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.
- 13.7 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 and portion of any liability, claim, demand, action, cause of action, or right released and discharged by the Party in this Settlement.
- 13.8 No Tax Advice. Neither Plaintiffs, Class Counsel, Defendant 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.
- 13.9 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.
- 13.10 Agreement Binding on Successors. This Agreement will be binding upon, and inure to the benefit of, the successors of each of the Parties.

- 13.11 Applicable Law. All terms and conditions of this Agreement and its exhibits will be governed by and interpreted according to the internal laws of the state of California, without regard to conflict of law principles.
- 13.12 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.
- 13.13 Confidentiality. To the extent permitted by law, all agreements made, and orders entered during Action and in this Agreement relating to the confidentiality of information shall survive the execution of this Agreement.
- 13.14 Use and Return of Class Data. Information provided to Class Counsel pursuant to Cal. Evid. Code §1152, and all copies and summaries of the Class Data provided to Class Counsel by Defendant 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 rule of court. Except for data relating specifically to Plaintiffs, not later than 90 days after the date when the Court discharges the Administrator's obligation to provide a Declaration confirming the final pay out of all Settlement funds, Plaintiffs shall destroy, all paper and electronic versions of Class Data received from Defendant unless, prior to the Court's discharge of the Administrator's obligation, Defendant makes a written request to Class Counsel for the return, rather than the destructions, of Class Data.
- 13.15 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.
- 13.16 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 federal legal holiday, such date or deadline shall be on the first business day thereafter.
- 13.17 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 pursuant to the California Code of Civil Procedure if addressed as follows:

To Plaintiffs:

Benjamin H. Haber (Cal. Bar No. 315664)
benjamin.haber@wilshirelawfirm.com
Chase Stern (Cal. Bar No. 290540)
chase.stern@wilshirelawfirm.com
Alan Wilcox (Cal. Bar No. 287476)
alan.wilcox@wilshirelawfirm.com
Bradford Smith (Cal. Bar No. 345879)

bradford.smith@wilshirelawfirm.com

WILSHIRE LAW FIRM

660 S. Figueroa St., Sky Lobby

Los Angeles, California 90017

Telephone: (213) 381-9988

Facsimile: (213) 381-9989

To Defendant:

Alecia Whitaker Winfield, Bar No. 209661

awinfield@littler.com

Krystal Saleh, Bar No. 320932

ksaleh@littler.com

LITTLER MENDELSON, P.C.

2049 Century Park East

5th Floor

Los Angeles, California 90067.3107

Telephone: 310.553.0308

Fax No.: 800.715.1330

13.18 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.

13.19 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 that upon the signing of this Agreement that pursuant to CCP section 583.330 to extend the date to bring a case to trial under CCP section 583.310 for the entire period of this settlement process.

**THE GOODYEAR TIRE & RUBBER
COMPANY**

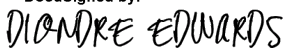
Dated: _____, 2025

By: _____

Its:

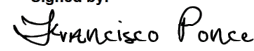
NAMED PLAINTIFFS

Dated: 8/21/2025, 2025

DocuSigned by:

Diondre Edwards

NAMED PLAINTIFFS

Dated: 8/14/2025, 2025

Signed by:

Francisco Ponce

AGREED AS TO FORM

LITTLER MENDELSON, P.C.

Dated: _____, 2025

Alecia Winfield
Krystal Saleh
Counsel for Defendant
The Goodyear Tire & Rubber Company

WILSHIRE LAW FIRM

Dated: August 14, 2025



Benjamin H. Haber
Chase Stern
Alan Wilcox
Bradford Smith
Counsel for Named Plaintiffs

bradford.smith@wilshirelawfirm.com

WILSHIRE LAW FIRM

660 S. Figueroa St., Sky Lobby

Los Angeles, California 90017

Telephone: (213) 381-9988

Facsimile: (213) 381-9989

To Defendant:

Alecia Whitaker Winfield, Bar No. 209661

awinfield@littler.com

Krystal Saleh, Bar No. 320932

ksaleh@littler.com

LITTLER MENDELSON, P.C.

2049 Century Park East

5th Floor

Los Angeles, California 90067.3107

Telephone: 310.553.0308

Fax No.: 800.715.1330

13.18 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.

13.19 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 that upon the signing of this Agreement that pursuant to CCP section 583.330 to extend the date to bring a case to trial under CCP section 583.310 for the entire period of this settlement process.

**THE GOODYEAR TIRE & RUBBER
COMPANY**

Dated: August 12, 2025


By: Jennifer L. Strazzella
Its: Assistant Secretary

NAMED PLAINTIFFS

Dated: _____, 2025

Diondre Edwards

NAMED PLAINTIFFS

Dated: _____, 2025

Francisco Ponce

AGREED AS TO FORM

LITTLER MENDELSON, P.C.

Dated: August 12, 2025



Alecia Winfield
Krystal Saleh
Counsel for Defendant
The Goodyear Tire & Rubber Company

WILSHIRE LAW FIRM

Dated: _____, 2025

Benjamin H. Haber
Chase Stern
Alan Wilcox
Bradford Smith
Counsel for Named Plaintiffs

Exhibit A

**COURT APPROVED NOTICE OF CLASS ACTION SETTLEMENT AND HEARING
DATE FOR FINAL COURT APPROVAL**

Diondre Edwards v. The Goodyear Tire & Rubber Co.
(Los Angeles Superior Court Case Nos. 24STCV16291 and 24TRCV03366;
Central District of California Case No. 2:24-cv-06534-DSF-AJR)

***The Superior Court for the State of California authorized this Notice. Read it carefully!
It's not junk mail, spam, an advertisement, or solicitation by a lawyer. You are not being sued.***

You may be eligible to receive money from an employee class action lawsuit (“Action”) against The Goodyear Tire & Rubber Company (“Defendant” is used herein as a placeholder) for alleged wage and hour violations. The Action was filed by former employees of Defendant, Diondre Edwards and Francisco Ponce (“Plaintiffs”) and seeks payment of (1) back wages and other relief for a class of non-exempt employees (“Class Members”) who worked for Defendant during the Class Period (January 2, 2020, and ending on the date of preliminary approval of the Settlement by the Court, except for Defendant’s hourly non-exempt employees in California who were part of the settlement class in the action entitled *Luis Franco v. The Goodyear Tire and Rubber Company*, Santa Clara Superior Court Case No. 22CV393403 (“*Franco*”) the Class Period begins on July 31, 2022 and ends on the date of preliminary approval of the Settlement by the Court); and (2) penalties under the California Private Attorney General Act (“PAGA”) for all non-exempt employees who worked for Defendant during the PAGA Period (August 4, 2023, and ending on the date of preliminary approval of the Settlement by the Court) (“Aggrieved Employees”).

The proposed Settlement has two main parts: (1) a Class Settlement requiring Defendant to fund Individual Class Payments, and (2) a PAGA Settlement requiring Defendant to fund Individual PAGA Payments and pay penalties to the California Labor and Workforce Development Agency (“LWDA”).

Based on Defendant’s records, and the Parties’ current assumptions, **your Individual Class Payment is estimated to be \$_ (less withholding) and your Individual PAGA Payment is estimated to be \$_____**. The actual amount you may receive likely will be different and will depend on a number of factors. (If no amount is stated for your Individual PAGA Payment, then according to Defendant’s records you are not eligible for an Individual PAGA Payment under the Settlement because you didn’t work during the PAGA Period.)

The above estimates are based on Defendant’s records showing that **you worked __ workweeks** during the Class Period and **you worked _____ pay periods** during the PAGA Period. If you believe that you worked more workweeks during the Class Period, and/or more pay periods during the PAGA Period, you can submit a challenge by the deadline date. See Section 4 of this Notice.

The Court has already preliminarily approved the proposed Settlement and approved this Notice. The Court has not yet decided whether to grant final approval. Your legal rights are affected whether you act or not act. Read this Notice carefully. You will be deemed to have

carefully read and understood it. At the Final Approval Hearing, the Court will decide whether to finally approve the Settlement and how much of the Settlement will be paid to Plaintiffs and Plaintiffs’ attorneys (“Class Counsel”). The Court will also decide whether to enter a judgment that requires Defendant to make payments under the Settlement and requires Class Members and Aggrieved Employees to give up their rights to assert certain claims against Defendant.

If you worked for Defendant during the Class Period and/or the PAGA Period, you have two basic options under the Settlement:

- (1) **Do Nothing.** You don’t have to do anything to participate in the proposed Settlement and be eligible for an Individual Class Payment and/or an Individual PAGA Payment. As a Participating Class Member, though, you will give up your right to assert Class Period wage claims and PAGA Period penalty claims against Defendant.
- (2) **Opt-Out of the Class Settlement.** You can exclude yourself from the Class Settlement (opt-out) by submitting the written Request for Exclusion or otherwise notifying the Administrator in writing. If you opt-out of the Settlement, you will not receive an Individual Class Payment. You will, however, preserve your right to personally pursue Class Period wage claims against Defendant, and, if you are an Aggrieved Employee, remain eligible for an Individual PAGA Payment. You cannot opt-out of the PAGA portion of the proposed Settlement.

Defendant will not retaliate against you for any actions you take with respect to the proposed Settlement.

SUMMARY OF YOUR LEGAL RIGHTS AND OPTIONS IN THIS SETTLEMENT

You Don’t Have to Do Anything to Participate in the Settlement	If you do nothing, you will be a Participating Class Member, eligible for an Individual Class Payment and an Individual PAGA Payment (if any). In exchange, you will give up your right to assert the wage claims against Defendant that are covered by this Settlement (Released Claims).
You Can Opt-out of the Class Settlement but not the PAGA Settlement The Opt-out Deadline is _____	If you don’t want to fully participate in the proposed Settlement, you can opt-out of the Class Settlement by sending the Administrator a written Request for Exclusion. Once excluded, you will be a Non-Participating Class Member and no longer eligible for an Individual Class Payment. Non-Participating Class Members cannot object to any portion of the proposed Settlement. See Section 6 of this Notice. You cannot opt-out of the PAGA portion of the proposed Settlement. Defendant must pay Individual PAGA Payments to all Aggrieved Employees and the Aggrieved Employees must give up their rights to pursue Released Claims (defined below).

Participating Class Members Can Object to the Class Settlement but not the PAGA Settlement Written Objections Must be Submitted by _____	All Class Members who do not opt-out (“Participating Class Members”) can object to any aspect of the proposed Settlement. The Court’s decision whether to finally approve the Settlement will include a determination of how much will be paid to Class Counsel and Plaintiffs who pursued the Action on behalf of the Class. You are not personally responsible for any payments to Class Counsel or Plaintiffs, but every dollar paid to Class Counsel and Plaintiffs reduces the overall amount paid to Participating Class Members. You can object to the amounts requested by Class Counsel or Plaintiffs if you think they are unreasonable. See Section 7 of this Notice.
You Can Participate in the _____ Final Approval Hearing	The Court’s Final Approval Hearing is scheduled to take place on _____. You don’t have to attend but you do have the right to appear (or hire an attorney to appear on your behalf at your own cost), in person, by telephone or by using the Court’s virtual appearance platform. Participating Class Members can verbally object to the Settlement at the Final Approval Hearing. See Section 8 of this Notice.
You Can Challenge the Calculation of Your Workweeks/Pay Periods Written Challenges Must be Submitted by _____	The amount of your Individual Class Payment and PAGA Payment (if any) depend on how many workweeks you performed any work for Defendant during the Class Period and how many Pay Periods you performed any work for Defendant during the PAGA Period, respectively. The number Class Period Workweeks and number of PAGA Period Pay Periods you worked according to Defendant’s records is stated on the first page of this Notice. If you disagree with either of these numbers, you must challenge it by _____. See Section 4 of this Notice.

1. WHAT IS THE ACTION ABOUT?

Plaintiffs are Defendant’s former employees. The Action accuses Defendant of violating California labor laws by failing to pay minimum and straight time wages, overtime wages, wages due upon termination and reimbursable expenses and failing to provide meal periods, rest breaks and accurate itemized wage statements. Based on the same claims, Plaintiffs have also asserted a claim for civil penalties under the California Private Attorneys General Act (Labor Code §§ 2698, et seq.) (“PAGA”). Plaintiffs are represented by attorneys in the Action:

Benjamin H. Haber (Cal. Bar No. 315664)
benjamin.haber@wilshirelawfirm.com
Chase Stern (Cal. Bar No. 290540)
chase.stern@wilshirelawfirm.com
Alan Wilcox (Cal. Bar No. 287476)
alan.wilcox@wilshirelawfirm.com
Bradford Smith (Cal. Bar No. 345879)
bradford.smith@wilshirelawfirm.com
WILSHIRE LAW FIRM

660 S. Figueroa St., Sky Lobby
Los Angeles, California 90017
Telephone: (213) 381-9988
Facsimile: (213) 381-9989

(“Class Counsel.”)

Defendant strongly denies violating any laws or failing to pay any wages and contends it complied with all applicable laws.

2. WHAT DOES IT MEAN THAT THE ACTION HAS SETTLED?

So far, the Court has made no determination whether Defendant or Plaintiffs are correct on the merits. In the meantime, Plaintiffs and Defendant hired an experienced, neutral mediator in an effort to resolve the Action by negotiating an to end the case by agreement (settle the case) rather than continuing the expensive and time-consuming process of litigation. The negotiations were successful. By signing a lengthy written settlement agreement (“Agreement”) and agreeing to jointly ask the Court to enter a judgment ending the Action and enforcing the Agreement, Plaintiffs and Defendant have negotiated a proposed Settlement that is subject to the Court’s Final Approval. Both sides agree the proposed Settlement is a compromise of disputed claims. By agreeing to settle, Defendant does not admit any violations or concede the merit of any claims. Plaintiffs and Class Counsel strongly believe the Settlement is a good deal for you because they believe that: (1) Defendant has agreed to pay a fair, reasonable and adequate amount considering the strength of the claims and the risks and uncertainties of continued litigation; and (2) Settlement is in the best interests of the Class Members and Aggrieved Employees. The Court preliminarily approved the proposed Settlement as fair, reasonable and adequate, authorized this Notice, and scheduled a hearing to determine Final Approval.

3. WHAT ARE THE IMPORTANT TERMS OF THE PROPOSED SETTLEMENT?

1. Defendant Will Pay \$1,700,000.00 as the Gross Settlement Amount (Gross Settlement). Defendant has agreed to deposit the Gross Settlement into an account controlled by the Administrator of the Settlement. The Administrator will use the Gross Settlement to pay the Individual Class Payments, Individual PAGA Payments, Class Representative Service Payments, Class Counsel’s attorney’s fees and expenses, the Administrator’s expenses, and penalties to be paid to the California Labor and Workforce Development Agency (“LWDA”). Assuming the Court grants Final Approval, Defendant will fund the Gross Settlement not more than 14 days after the Judgment entered by the Court become final. The Judgment will be final on the date the Court enters Judgment, or a later date if Participating Class Members object to the proposed Settlement or the Judgment is appealed.
2. Court Approved Deductions from Gross Settlement. At the Final Approval Hearing, Plaintiffs and/or Class Counsel will ask the Court to approve the following deductions from the Gross Settlement, the amounts of which will be decided by the Court at the

Final Approval Hearing:

- A. Up to \$566,666.67 (33 1/3% of the Gross Settlement) to Class Counsel for attorneys' fees and up to \$30,000.00 for their litigation expenses. To date, Class Counsel have worked and incurred expenses on the Action without payment.
- B. Up to \$10,000.00 as a Class Representative Award to each of the Plaintiffs (\$20,000.00 total) for filing the Action, working with Class Counsel and representing the Class. A Class Representative Award will be the only monies Plaintiffs will receive other than Plaintiffs' Individual Class Payment and any Individual PAGA Payment.
- C. Up to \$15,000.00 to the Administrator for services administering the Settlement.
- D. Up to \$100,000.00 for PAGA Penalties, allocated 65% to the LWDA PAGA Payment and 35% in Individual PAGA Payments to the Aggrieved Employees based on their PAGA Pay Periods.

Participating Class Members have the right to object to any of these deductions. The Court will consider all objections.

- 3. Net Settlement Distributed to Class Members. After making the above deductions in amounts approved by the Court, the Administrator will distribute the rest of the Gross Settlement (the "Net Settlement") by making Individual Class Payments to Participating Class Members based on their Class Period Workweeks.
- 4. Taxes Owed on Payments to Class Members. Plaintiffs and Defendant are asking the Court to approve an allocation of 33.33% of each Individual Class Payment to wages ("Wage Portion") and 66.67% to non-wage interest and penalties, etc. ("Non-Wage Portion."). The Wage Portion is subject to withholdings and will be reported on IRS W-2 Forms. Defendant will separately pay employer payroll taxes it owes on the Wage Portion. The Individual PAGA Payments are counted as penalties rather than wages for tax purposes. The Administrator will report the Individual PAGA Payments and the Non-Wage Portions of the Individual Class Payments on IRS 1099 Forms.

Although Plaintiffs and Defendant have agreed to these allocations, neither side is giving you any advice on whether your Payments are taxable or how much you might owe in taxes. You are responsible for paying all taxes (including penalties and interest on back taxes) on any Payments received from the proposed Settlement. You should consult a tax advisor if you have any questions about the tax consequences of the proposed Settlement.

- 5. Need to Promptly Cash Payment Checks. The front of every check issued for Individual Class Payments and Individual PAGA Payments will show the date when the check expires (the void date). If you don't cash it by the void date, your check will be automatically cancelled, and the monies will be deposited with the California Controller's

Unclaimed Property Fund in your name.

If the monies represented by your check are sent to the Controller's Unclaimed Property, you should consult the rules of the Fund for instructions on how to retrieve your money.

6. Requests for Exclusion from the Class Settlement (Opt-Outs). You will be treated as a Participating Class Member, participating fully in the Class Settlement, unless you notify the Administrator in writing, not later than _____, that you wish to opt-out. The easiest way to notify the Administrator is to send a written and signed Request for Exclusion by the _____ Response Deadline. The Request for Exclusion should be a letter from a Class Member or his/her representative setting forth a Class Member's name, present address, telephone number, and a simple statement electing to be excluded from the Settlement. Excluded Class Members (i.e., Non-Participating Class Members) will not receive Individual Class Payments, but will preserve their rights to personally pursue wage and hour claims against Defendant.

You cannot opt-out of the PAGA portion of the Settlement. Class Members who exclude themselves from the Class Settlement (Non-Participating Class Members) remain eligible for Individual PAGA Payments and are required to give up their right to assert PAGA claims against Defendant based on the PAGA Period facts alleged in the Action.

7. The Proposed Settlement Will be Void if the Court Denies Final Approval. It is possible the Court will decline to grant Final Approval of the Settlement or decline enter a Judgment. It is also possible the Court will enter a Judgment that is reversed on appeal. Plaintiffs and Defendant have agreed that, in either case, the Settlement will be void: Defendant will not pay any money and Class Members will not release any claims against Defendant.
8. Administrator. The Court has appointed a neutral company, Phoenix Class Action Administration Solutions, (the "Administrator") to send this Notice, calculate and make payments, and process Class Members' Requests for Exclusion. The Administrator will also decide Class Member Challenges over Workweeks, mail and re-mail settlement checks and tax forms, and perform other tasks necessary to administer the Settlement. The Administrator's contact information is contained in Section 9 of this Notice.
9. Participating Class Members' Release. After the Judgment is final and Defendant has fully funded the Gross Settlement, Participating Class Members will be legally barred from asserting any of the claims released under the Settlement. This means that unless you opted out by validly excluding yourself from the Class Settlement, you cannot sue, continue to sue, or be part of any other lawsuit against Defendant or related entities for wages based on the Class Period facts and PAGA penalties based on PAGA Period facts, as alleged in the Action and resolved by this Settlement.

The Participating Class Members will be bound by the following release:

Upon the full funding of the Gross Settlement Amount and all applicable employer-side payroll taxes, the Participating Class Members shall release Defendant and the Released Parties from all claims, rights, demands, liabilities and causes of actions that are alleged, or reasonably could have been alleged, based on the facts stated in the Operative Complaint and ascertained in the course of the Action, including claims regarding Defendant's alleged: (i) failure to pay all regular wages, minimum wages, straight time wages, and overtime wages due (including off-the-clock and rounding claims); (ii) failure to pay all wages at the correct rate of pay (including premium pay such as, meal period premiums, rest break premiums, and California Paid Sick Leave, vacation wages, and reporting time pay); (iii) failure to provide meal periods or compensation in lieu thereof; (iv) failure to provide rest periods or compensation in lieu thereof; (v) failure to correctly pay bonus or incentive pay and compensation; (vi) failure to pay wages timely at time of termination or resignation; (vii) failure to provide timely payment of wages during employment; (viii) failure to maintain complete, accurate records (including payroll records and records of work periods, meal periods, total daily hours, hours per pay period, and applicable pay rates); (ix) failure to provide complete, accurate wage statements; (x) failure to pay reporting time pay; (xii) failure to pay accrued vacation; (xiii) failure to reimburse for necessary business-related expenses; (xiv) unlawful deductions of wages; (xv) failure to pay overtime and double time at the regular rate; (xvi) failure to pay California Paid Sick Leave; (xvii) failure to pay vacation wages; (xviii) split shift premiums; (xix) illegal deductions from wages; and (xx) unfair business practices. This release includes any and all claims pursuant to: California Labor Code sections §§ 201, 202, 203, 204, 207, 210, 218.5, 218.6, 221, 226, 226(a), 226.3, 226.7, 227.3, 245, 245.5, 246, 246.5, 247, 247.5, 248, 248.1, 248.2, 248.3, 248.5, 248.6, 248.7, 249, 256, 510, 512, 551, 552, 558, 1174, 1174.5, 1194, 1194.2, 1197, 1197.1, 1198, 1199, 2800, and 2802; the California Business & Professions Code § 17200 et seq.; the California Code of Civil Procedure Section 1021.5; and the applicable Industrial Welfare Commission Wage Orders, Sections 4, 5, and 14(A-B). This release shall apply to claims arising during the Class Period.

10. PAGA Members' Release. The Aggrieved Employees' Releases for Participating and Non-Participating Class Members are as follows:

Upon the full funding of the Gross Settlement Amount, Named Plaintiffs, as the PAGA Representatives, PAGA Members, and the State of California Labor and Workforce Development Agency shall fully release and discharge Defendant and the Released Parties from all claims under the California Labor Code Private Attorneys General Act of 2004 (California Labor Code § 2698, *et seq.*) for civil penalties that are alleged, or reasonably could have been alleged, based on the facts stated in the Operative Complaint, ascertained in the course of the Action, and premised on the facts alleged in both Named Plaintiffs' PAGA Letter and subsequent PAGA Letters if any, to the LWDA, including PAGA claims for alleged violations of Labor Code sections 201, 202, 203, 204, 207, 210, 218.5, 218.6, 221, 226, 226(a), 226.3, 226.7, 227.3, 245, 245.5, 246, 246.5, 247, 247.5, 248, 248.1, 248.2, 248.3, 248.5, 248.6, 248.7, 249, 256, 510, 512, 551, 552, 558, 1174, 1174.5, 1194, 1194.2, 1197, 1197.1, 1198, 1199, 2800, 2802, 2699, and the applicable Industrial Welfare Commission Wage Orders, Sections 4, 5, and 14(A-B), and including but not limited to

penalties that could have been awarded pursuant to Labor Code sections 210, 225.5, 226, 226.3, 558, 1174.5, 1197.1, and 2698 *et seq.* This release shall apply to claims arising during the PAGA Period

4. HOW WILL THE ADMINISTRATOR CALCULATE MY PAYMENT?

1. Individual Class Payments. The Administrator will calculate Individual Class Payments by (a) dividing the Net Settlement Amount by the total number of Workweeks worked by all Participating Class Members during the Class Period, and (b) multiplying the result by the number of Workweeks worked by each individual Participating Class Member.
2. Individual PAGA Payments. The Administrator will calculate Individual PAGA Payments by (a) dividing \$35,000.00 by the total number of PAGA Pay Periods worked by all Aggrieved Employees during the PAGA Period and (b) multiplying the result by the number of PAGA Period Pay Periods worked by each individual Aggrieved Employee.
3. Workweek/Pay Period Challenges. The number of Class Workweeks you worked during the Class Period and the number of PAGA Pay Periods you worked during the PAGA Period, as recorded in Defendant's records, are stated in the first page of this Notice. You have until _____ to challenge the number of Workweeks and/or Pay Periods credited to you. You can submit your challenge by signing and sending a letter to the Administrator via mail, email or fax. Section 9 of this Notice has the Administrator's contact information.

You need to support your challenge by sending copies of pay stubs or other records. The Administrator will accept Defendant's calculation of Workweeks and/or Pay Periods based on Defendant's records as accurate unless you send copies of records containing contrary information. You should send copies rather than originals because the documents will not be returned to you. The Administrator will resolve Workweek and/or Pay Period challenges based on your submission and on input from Class Counsel (who will advocate on behalf of Participating Class Members) and Defendant's Counsel. The Administrator's decision is final. You can't appeal or otherwise challenge its final decision.

5. HOW WILL I GET PAID?

1. Participating Class Members. The Administrator will send, by U.S. mail, a single check to every Participating Class Member (i.e., every Class Member who doesn't opt-out) including those who also qualify as Aggrieved Employees. The single check will combine the Individual Class Payment and the Individual PAGA Payment.
2. Non-Participating Class Members. The Administrator will send, by U.S. mail, a single Individual PAGA Payment check to every Aggrieved Employee who opts out of the Class Settlement (i.e., every Non-Participating Class Member).

Your check will be sent to the same address as this Notice. If you change your address, be sure to notify the Administrator as soon as possible. Section 9 of this

Notice has the Administrator's contact information.

6. HOW DO I OPT-OUT OF THE CLASS SETTLEMENT?

Submit a written and signed letter with your name, present address, telephone number, and a simple statement that you do not want to participate in the Settlement. The Administrator will exclude you based on any writing communicating your request be excluded. Be sure to personally sign your request, identify the Action as _____, and include your identifying information (full name, address, telephone number, approximate dates of employment, and social security number for verification purposes). You must make the request yourself. If someone else makes the request for you, it will not be valid. **The Administrator must be sent your request to be excluded by _____, or it will be invalid.** Section 9 of the Notice has the Administrator's contact information.

7. HOW DO I OBJECT TO THE SETTLEMENT?

Only Participating Class Members have the right to object to the Settlement. Before deciding whether to object, you may wish to see what Plaintiffs and Defendant are asking the Court to approve. At least 16 court days before the _____ Final Approval Hearing, Class Counsel and/or Plaintiffs will file in Court (1) a Motion for Final Approval that includes, among other things, the reasons why the proposed Settlement is fair, and (2) a Motion for Fees, Litigation Expenses and Service Award stating (i) the amount Class Counsel is requesting for attorneys' fees and litigation expenses; and (ii) the amount Plaintiffs is requesting as a Class Representative Service Award. Upon reasonable request, Class Counsel (whose contact information is in Section 9 of this Notice) will send you copies of these documents at no cost to you. You can also view them on the Administrator's Website _____ (url) or the Court's website _____ (url) using the case number stated at the top of the first page of this Notice.

A Participating Class Member who disagrees with any aspect of the Agreement, the Motion for Final Approval and/or Motion for Fees, Litigation Expenses and Service Award may wish to object, for example, that the proposed Settlement is unfair, or that the amounts requested by Class Counsel or Plaintiffs are too high or too low. **The deadline for sending written objections to the Administrator is _____.** Be sure to tell the Administrator what you object to, why you object, and any facts that support your objection. Make sure you identify the Action, *Diondre Edwards v. The Goodyear Tire & Rubber Co., et al.*, and include your name, current address, telephone number, and approximate dates of employment for Defendant and sign the objection. Section 9 of this Notice has the Administrator's contact information.

Alternatively, a Participating Class Member can object (or personally retain a lawyer to object at your own cost) by attending the Final Approval Hearing. You (or your attorney) should be ready to tell the Court what you object to, why you object, and any facts that support your objection. See Section 8 of this Notice (immediately below) for specifics regarding the Final Approval Hearing.

8. CAN I ATTEND THE FINAL APPROVAL HEARING?

You can, but don't have to, attend the Final Approval Hearing on _____ at (time) in Department 7 of the Los Angeles Superior Court, located at 312 North Spring Street, Los Angeles, CA 90012. At the Hearing, the judge will decide whether to grant Final Approval of the Settlement and how much of the Gross Settlement will be paid to Class Counsel, Plaintiffs, and the Administrator. The Court will invite comment from objectors, Class Counsel and Defense Counsel before making a decision. You can attend (or hire a lawyer to attend) either personally or virtually via LACourtConnect (<https://www.lacourt.org/lacc/>). Check the Court's website for the most current information.

It's possible the Court will reschedule the Final Approval Hearing. You should check the Administrator's website _____ beforehand or contact Class Counsel to verify the date and time of the Final Approval Hearing.

9. HOW CAN I GET MORE INFORMATION?

The Agreement sets forth everything Defendant and Plaintiffs have promised to do under the proposed Settlement. The easiest way to read the Agreement, the Judgment or any other Settlement documents is to go to Phoenix Class Action Administration Solutions' website at _____ (url) _____. You can also telephone or send an email to Class Counsel or the Administrator using the contact information listed below, or consult the Superior Court website by going to (<http://www.lacourt.org/casesummary/ui/index.aspx>) and entering the Case Number for the Action, Case No. 24STCV16291. You can also make an appointment to personally review court documents in the Clerk's Office at the Spring Street Courthouse by calling (213) 310-7000.

DO NOT TELEPHONE THE SUPERIOR COURT TO OBTAIN INFORMATION ABOUT THE SETTLEMENT.

Class Counsel:

Benjamin H. Haber (Cal. Bar No. 315664)
 benjamin.haber@wilshirelawfirm.com
 Chase Stern (Cal. Bar No. 290540)
 chase.stern@wilshirelawfirm.com
 Alan Wilcox (Cal. Bar No. 287476)
 alan.wilcox@wilshirelawfirm.com
 Bradford Smith (Cal. Bar No. 345879)
 bradford.smith@wilshirelawfirm.com
WILSHIRE LAW FIRM
 660 S. Figueroa St., Sky Lobby
 Los Angeles, California 90017
 Telephone: (213) 381-9988
 Facsimile: (213) 381-9989

Settlement Administrator:

Diondre Edwards v. The Goodyear Tire & Rubber Co.

c/o [Settlement Administrator]

Address

City, CA, Zip

Toll-Free Phone Number: [insert]

10. WHAT IF I LOSE MY SETTLEMENT CHECK?

If you lose or misplace your settlement check before cashing it, the Administrator will replace it as long as you request a replacement before the void date on the face of the original check. If your check is already void you should consult the Unclaimed Property Fund for instructions on how to retrieve the funds.

11. WHAT IF I CHANGE MY ADDRESS?

To receive your check, you should immediately notify the Administrator if you move or otherwise change your mailing address.

Exhibit 2



CASE ASSUMPTIONS

Class Members	1,562
Opt Out Rate	1%
Opt Outs Received	15.62
Total Class Claimants	1,546
Subtotal Admin Only	\$16,228.23

Flat Fee Total \$15,000.00

For 1562 Class Members

Pricing Good for Scope of Estimate Only

All Aspects of Escheating to the State of CA Included

Spanish Translation, Printing & Mailing Included

July 24, 2025

Case: CIP, Opt-Out Administration

Phoenix Contact: Melissa Meade

Contact Number: 949.331.0865

Email: melissa@phoenixclassaction.com

Requesting Attorney: Krystal Saleh

Firm: Littler

Contact Number: 310-772-7254

Email: ksaleh@littler.com

Assumptions and Estimate are based on information provided by counsel. If class size changes, PSA will need to adjust this Estimate accordingly. Estimate is based on **1562** Class Members. PSA assumes class data will be sent in Microsoft Excel or other usable format with no or reasonable additional formatting needed. A rate of \$150 per hour will be charged for any additional analysis or programming.

Case & Database Setup / Toll Free Setup & Call Center / NCOA (USPS)

Administrative Tasks:	Rate	Hours/Units	Line Item Estimate
Programming Manager	\$100.00	2	\$200.00
Programming Database & Setup	\$100.00	2	\$200.00
Toll Free Setup*	\$150.00	1	\$150.00
Call Center & Long Distance	\$2.00	20	\$40.00
NCOA (USPS)	\$25.00	1	\$25.00
Total			\$615.00

* Up to 120 days after disbursement

Data Merger & Scrub / Notice Packet, Opt-Out Form & Postage / Spanish Translation / Website

Project Action	Rate	Hours/Units	Line Item Estimate
Notice Packet Formatting	\$100.00	2	\$200.00
Spanish Translation	\$800.00	1	\$800.00
Data Merge & Duplication Scrub	\$0.10	1,562	\$156.20
Notice Packet & Opt-Out Form	\$1.45	1,562	\$2,264.90
Estimated Postage (up to 2 oz.)*	\$0.84	1,562	\$1,312.08
Static Website	\$100.00	1	\$100.00
Check Cashing Reminder Postcard	\$0.60	325	\$194.84
Postage Included			
Total			\$5,028.02

* Prices good for 90 days. Subject to change with the USPS Rate or change in Notice pages or Translation, if any.



PHOENIX

CLASS ACTION ADMINISTRATION SOLUTIONS

Skip Tracing & Remailing Notice Packets / Tracking & Programming Undeliverables

Project Action:	Rate	Hours/Units	Line Item	Estimate
Case Associate	\$55.00	4		\$220.00
Skip Tracing Undeliverables	\$0.85	391		\$331.93
Remail Notice Packets	\$0.75	388		\$290.63
Estimated Postage	\$0.61	388		\$236.38
Programming Undeliverables	\$50.00	1		\$50.00
Total				\$1,128.93

Database Programming / Processing Opt-Outs, Deficiencies or Disputes

Project Action:	Rate	Hours/Units	Line Item	Estimate
Programming Claims Database	\$150.00	2		\$300.00
Non Opt-Out Processing	\$200.00	1		\$200.00
Case Associate	\$55.00	4		\$220.00
Opt-Outs/Deficiency/Dispute Letters	\$10.00	22		\$216.20
Case Manager	\$85.00	3		\$255.00
Total				\$1,191.20

Calculation & Disbursement Programming/ Create & Manage QSF/ Mail Checks

Project Action:	Rate	Hours/Units	Line Item	Estimate
Programming Calculations	\$135.00	2		\$270.00
Disbursement Review	\$135.00	1		\$135.00
Programming Manager	\$95.00	1		\$95.00
QSF Bank Account & EIN	\$135.00	1		\$135.00
Check Run Setup & Printing	\$135.00	4		\$540.00
Mail Class Checks *	\$1.10	1,546		\$1,701.02
Estimated Postage	\$0.61	1,546		\$943.29
Total				\$3,819.31

* Checks are printed on 8.5 x 11 in. sheets with W2/1099 Tax Filing



PHOENIX

CLASS ACTION ADMINISTRATION SOLUTIONS

Tax Reporting & Reconciliation / Re-Issuance of Checks / Conclusion Reports and Declarations			
Project Action:	Rate	Hours/Units	Line Item Estimate
Case Supervisor	\$115.00	4	\$460.00
Remail Checks & Tax Forms (Postage Included)	\$1.70	309	\$525.77
Case Associate	\$55.00	4	\$220.00
Reconcile Uncashed Checks	\$85.00	8	\$680.00
Conclusion Reports	\$115.00	4	\$460.00
Case Manager Conclusion	\$85.00	4	\$340.00
Final Reporting & Declarations	\$115.00	4	\$460.00
IRS & QSF Annual Tax Reporting * (1 State Tax Reporting Included)	\$1,000.00	1	\$1,000.00
Uncashed Checks to the State of California Controllers Office Estimated 9 Total Class Members	\$300.00	1	\$300.00
Total			\$4,445.77

* All applicable California State & Federal taxes, which include SUI, ETT, and SDI, and FUTA filings. Additional taxes are Defendant's responsibility.

Estimate Total: \$16,228.23



CLASS ACTION ADMINISTRATION SOLUTIONS

TERMS AND CONDITIONS

Provisions: The case estimate is in good faith and does not cover any applicable taxes and fees. The estimate does not make any provision for any services or class size not delineated in the request for proposal or stipulations. Proposal rates and amounts are subject to change upon further review, with Counsel/Client, of the Settlement Agreement. Only pre-approved changes will be charged when applicable. No modifications may be made to this estimate without the approval of PSA (Phoenix Settlement Administrators). All notifications are mailed in English language only unless otherwise specified. Additional costs will apply if translation into other language(s) is required. Rates to prepare and file taxes are for Federal and California State taxes only. Additional charges will apply if multiple state tax filing(s) is required. **Pricing is good for ninety (90) days.**

Data Conversion and Mailing: The proposal assumes that data provided will be in ready-to-use condition and that all data is provided in a single, comprehensive Excel spreadsheet. PSA cannot be liable for any errors or omissions arising due to additional work required for analyzing and processing the original database. A minimum of two (2) business days is required for processing prior to the anticipated mailing date with an additional two (2) business days for a National Change of Address (NCOA) update. Additional time may be required depending on the class size, necessary translation of the documents, or other factors. PSA will keep counsel apprised of the estimated mailing date.

Claims: PSA's general policy is to not accept claims via facsimile. However, in the event that facsimile filing of claims must be accepted, PSA will not be held responsible for any issues and/or errors arising out of said filing. Furthermore, PSA will require disclaimer language regarding facsimile transmissions. PSA will not be responsible for any acts or omissions caused by the USPS. PSA shall not make payments to any claimants without verified, valid Social Security Numbers. All responses and class member information are held in strict confidentiality. Additional class members are \$10.00 per opt-out.

Payment Terms: All postage charges and 50% of the final administration charges are due at the commencement of the case and will be billed immediately upon receipt of the data and/or notice documents. PSA bills are due upon receipt unless otherwise negotiated and agreed to with PSA by Counsel/Client. In the event the settlement terms provide that PSA is to be paid out of the settlement fund, PSA will request that Counsel/Client endeavor to make alternate payment arrangements for PSA charges that are due at the onset of the case. The entire remaining balance is due and payable at the time the settlement account is funded by Defendant, or no later than the time of disbursement. Amounts not paid within thirty (30) days are subject to a service charge of 1.5% per month or the highest rate permitted by law.

Tax Reporting Requirements

PSA will file the necessary tax returns under the EIN of the QSF, including federal and state returns. Payroll tax returns will be filed if necessary. Under the California Employment Development Department, all taxes are to be reported under the EIN of the QSF with the exception of the following taxes: Unemployment Insurance (UI) and Employment Training Tax (ETT), employer-side taxes, and State Disability Insurance (SDI), an employee-side tax. These are reported under Defendant's EIN. Therefore, to comply with the EDD payroll tax filing requirements we will need the following information:

1. Defendant's California State ID and Federal EIN.
2. Defendant's current State Unemployment Insurance (UI) rate and Employment Training Tax (ETT) rate. This information can be found in the current year DE 2088, Notice of Contribution Rates, issued by the EDD.
3. Termination dates of the class members, or identification of current employee class members, so we can account for the periods that the wages relate to for each class member.
4. An executed Power of Attorney (Form DE 48) from Defendant. This form is needed so that we may report the UI, SDI, and ETT taxes under Defendant's EIN on their behalf. If this form is not provided we will work with the EDD auditors to transfer the tax payments to Defendant's EIN.
5. Defendant is responsible for reporting the SDI portion of the settlement payments on the class member's W-2. PSA will file these forms on Defendant's behalf for an additional fee and will issue an additional W-2 for each class member under Defendant's EIN, as SDI is reported under Defendant's EIN rather than the EIN of the QSF. The Power of Attorney (Form DE 48) will be needed in order for PSA to report SDI payments.

Exhibit 3



ELM Solutions

2022 Real Rate Report[®]

The industry's leading
analysis of law firm rates,
trends, and practices

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Report Use Considerations

2022 Real Rate Report

- Examines law firm rates over time
- Identifies rates by location, experience, firm size, areas of expertise, industry, and timekeeper role (i.e., partner, associate, and paralegal)
- Itemizes variables that drive rates up or down

All the analyses included in the report derive from the actual rates charged by law firm professionals as recorded on invoices submitted and approved for payment.

Examining real, approved rate information, along with the ranges of those rates and their changes over time, highlights the role these variables play in driving aggregate legal cost and income. The analyses can energize questions for both corporate clients and law firm principals.

Clients might ask whether they are paying the right amount for different types of legal services, while law firm principals might ask whether they are charging the right amount for legal services and whether to modify their pricing approach.

Some key factors¹ that drive rates²:

Attorney location - Lawyers in urban and major metropolitan areas tend to charge more when compared with lawyers in rural areas or small towns.

Litigation complexity - The cost of representation will be higher if the case is particularly complex or time-consuming; for example, if there are a large number of documents to review, many witnesses to depose, and numerous procedural steps, the case is likely to cost more (regardless of other factors like the lawyer's level of experience).

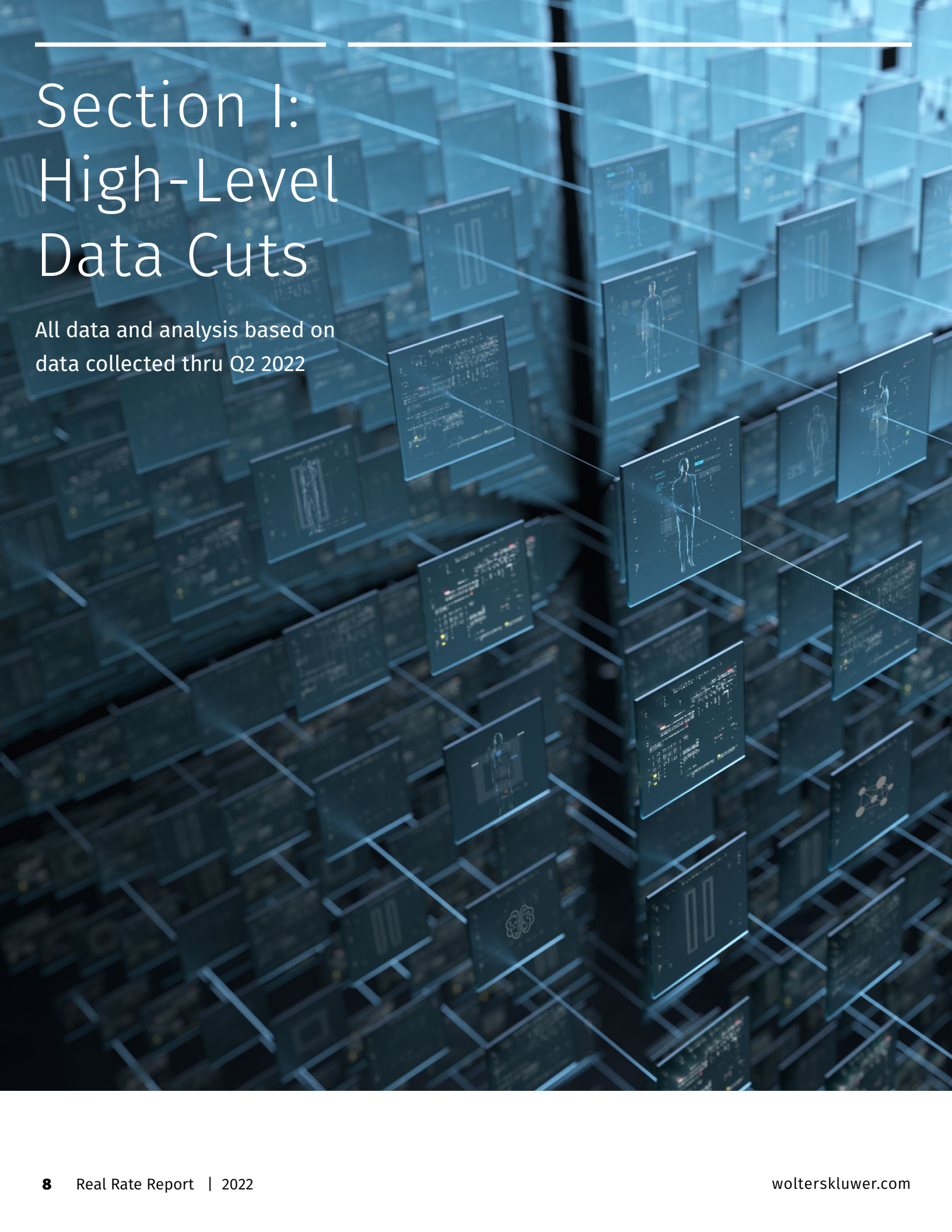
Years of experience and reputation - A more experienced, higher-profile lawyer is often going to charge more, but absorbing this higher cost at the outset may make more sense than hiring a less expensive lawyer who will likely take time and billable hours to come up to speed on unfamiliar legal and procedural issues.

Overhead - The costs associated with the firm's support network (paralegals, clerks, and assistants), document preparation, consultants, research, and other expenses.

Firm size - The rates can increase if the firm is large and has various timekeeper roles at the firm. For example, the cost to work with an associate or partner at a larger firm will be higher compared to a firm that has one to two associates and a paralegal.

¹ David Goguen, J.D., University of San Francisco School of Law (2020) Guide to Legal Services Billing Retrieved from: <https://www.lawyers.com/legal-info/research/guide-to-legal-services-billing-rates.html>

² Source: 2018 RRR. Factor order validated in multiple analyses since 2010



Section I: High-Level Data Cuts

All data and analysis based on
data collected thru Q2 2022

Section I: High-Level Data Cuts

Cities

By Matter Type

2022 - Real Rates for Associate and Partner

Trend Analysis - Mean

City	Matter Type	Role	n	First Quartile	Median	Third Quartile	2022	2021	2020
Jackson MS	Litigation	Associate	56	\$55	\$225	\$250	\$178	\$203	\$175
	Non-Litigation	Partner	24	\$315	\$420	\$485	\$418	\$394	\$375
		Associate	25	\$55	\$126	\$255	\$155	\$125	\$259
Kansas City MO	Litigation	Partner	74	\$413	\$450	\$556	\$472	\$450	\$450
		Associate	50	\$252	\$329	\$385	\$319	\$316	\$305
	Non-Litigation	Partner	101	\$411	\$487	\$615	\$519	\$487	\$464
		Associate	73	\$250	\$320	\$385	\$322	\$312	\$285
Las Vegas NV	Non-Litigation	Partner	20	\$350	\$425	\$525	\$440	\$422	\$432
		Associate	11	\$238	\$267	\$368	\$301	\$297	\$282
Little Rock AR	Non-Litigation	Partner	11	\$215	\$215	\$308	\$264	\$256	\$298
Los Angeles CA	Litigation	Partner	322	\$516	\$725	\$1,045	\$799	\$739	\$702
		Associate	408	\$400	\$615	\$855	\$642	\$606	\$564
	Non-Litigation	Partner	521	\$596	\$868	\$1,201	\$903	\$902	\$858
		Associate	667	\$441	\$603	\$845	\$653	\$712	\$648

Section I: High-Level Data Cuts

Cities

By Matter Type

2022 - Real Rates for Associate and Partner

Trend Analysis - Mean

City	Matter Type	Role	n	First Quartile	Median	Third Quartile	2022	2021	2020
Minneapolis MN	Non-Litigation	Associate	83	\$340	\$421	\$528	\$425	\$408	\$384
Nashville TN	Litigation	Partner	24	\$275	\$320	\$456	\$363	\$378	\$403
	Non-Litigation	Partner	78	\$412	\$484	\$576	\$505	\$481	\$470
		Associate	59	\$270	\$330	\$384	\$340	\$315	\$285
New Orleans LA	Litigation	Partner	47	\$290	\$332	\$412	\$343	\$330	\$340
		Associate	42	\$231	\$243	\$340	\$278	\$290	\$275
	Non-Litigation	Partner	32	\$295	\$347	\$405	\$419	\$380	\$391
		Associate	21	\$244	\$250	\$278	\$273	\$303	\$258
New York NY	Litigation	Partner	614	\$475	\$675	\$1,088	\$808	\$784	\$746
		Associate	631	\$323	\$460	\$729	\$545	\$527	\$509
	Non-Litigation	Partner	1,376	\$765	\$1,235	\$1,638	\$1,189	\$1,139	\$1,090
		Associate	1,809	\$550	\$776	\$1,050	\$796	\$766	\$716
Oklahoma City OK	Non-Litigation	Partner	14	\$235	\$338	\$393	\$337	\$319	\$311
Omaha NE	Litigation	Partner	12	\$293	\$339	\$353	\$329	\$338	\$341

Section I: High-Level Data Cuts

Cities

By Matter Type

2022 - Real Rates for Associate and Partner

Trend Analysis - Mean

City	Matter Type	Role	n	First Quartile	Median	Third Quartile	2022	2021	2020
Rochester NY	Non-Litigation	Partner	12	\$270	\$360	\$488	\$386	\$341	\$446
		Associate	13	\$220	\$310	\$375	\$314	\$278	\$287
Sacramento CA	Non-Litigation	Partner	11	\$381	\$437	\$682	\$534	\$559	\$516
Salt Lake City UT	Litigation	Partner	14	\$246	\$353	\$468	\$363	\$333	\$379
	Non-Litigation	Partner	42	\$297	\$371	\$447	\$391	\$363	\$353
		Associate	22	\$220	\$240	\$270	\$248	\$247	\$228
San Diego CA	Litigation	Associate	23	\$151	\$225	\$300	\$255	\$258	\$264
	Non-Litigation	Partner	89	\$332	\$540	\$1,066	\$699	\$667	\$649
		Associate	71	\$250	\$325	\$424	\$373	\$378	\$351
San Francisco CA	Litigation	Partner	143	\$423	\$675	\$995	\$742	\$711	\$691
		Associate	98	\$325	\$430	\$731	\$525	\$517	\$470
	Non-Litigation	Partner	221	\$475	\$750	\$950	\$758	\$746	\$741
		Associate	151	\$338	\$486	\$702	\$545	\$563	\$507
San Jose CA	Litigation	Partner	33	\$654	\$921	\$1,133	\$916	\$907	\$864

Section I: High-Level Data Cuts

Cities

By Matter Type

2022 - Real Rates for Associate and Partner

Trend Analysis - Mean

City	Matter Type	Role	n	First Quartile	Median	Third Quartile	2022	2021	2020
San Jose CA	Litigation	Associate	22	\$461	\$580	\$745	\$608	\$593	\$498
	Non-Litigation	Partner	50	\$660	\$864	\$1,303	\$969	\$985	\$887
		Associate	46	\$380	\$460	\$775	\$616	\$639	\$567
Seattle WA	Litigation	Partner	76	\$497	\$655	\$760	\$635	\$567	\$510
		Associate	61	\$394	\$468	\$530	\$447	\$453	\$395
	Non-Litigation	Partner	148	\$410	\$526	\$760	\$571	\$547	\$547
		Associate	113	\$310	\$395	\$502	\$422	\$401	\$377
St. Louis MO	Litigation	Partner	46	\$260	\$350	\$435	\$376	\$373	\$388
		Associate	17	\$197	\$225	\$250	\$228	\$237	\$232
	Non-Litigation	Partner	57	\$352	\$419	\$540	\$451	\$446	\$473
Tampa FL	Litigation	Partner	31	\$369	\$508	\$595	\$490	\$467	\$452
		Associate	15	\$269	\$298	\$368	\$316	\$302	\$306
Trenton NJ	Non-Litigation	Partner	21	\$408	\$600	\$700	\$569	\$620	\$581
		Associate	12	\$480	\$495	\$500	\$448	\$376	\$387

Section I: High-Level Data Cuts

Cities

By Years of Experience

2022 - Real Rates for Associate

Trend Analysis - Mean

City	Years of Experience	n	First Quartile	Median	Third Quartile	2022	2021	2020
Kansas City MO	3 to Fewer Than 7 Years	15	\$270	\$325	\$360	\$318	\$295	\$283
	7 or More Years	28	\$292	\$334	\$391	\$333	\$312	\$302
Los Angeles CA	Fewer Than 3 Years	63	\$429	\$595	\$654	\$556	\$524	\$488
	3 to Fewer Than 7 Years	144	\$486	\$688	\$838	\$662	\$626	\$530
	7 or More Years	171	\$351	\$550	\$840	\$600	\$634	\$586
Miami FL	3 to Fewer Than 7 Years	19	\$300	\$360	\$457	\$380	\$331	\$313
	7 or More Years	36	\$295	\$450	\$595	\$460	\$433	\$385
Minneapolis MN	Fewer Than 3 Years	11	\$374	\$405	\$446	\$408		\$230
	3 to Fewer Than 7 Years	27	\$340	\$451	\$510	\$421	\$358	\$356
	7 or More Years	27	\$423	\$468	\$585	\$478	\$438	\$392
Nashville TN	7 or More Years	12	\$219	\$245	\$345	\$282	\$266	\$262
New Orleans LA	3 to Fewer Than 7 Years	12	\$232	\$243	\$265	\$261	\$242	\$245
	7 or More Years	18	\$243	\$312	\$343	\$306	\$318	\$294
New York NY	Fewer Than 3 Years	142	\$443	\$622	\$775	\$629	\$600	\$652

Section I: High-Level Data Cuts

Cities

By Years of Experience

2022 - Real Rates for Partner

Trend Analysis - Mean

City	Years of Experience	n	First Quartile	Median	Third Quartile	2022	2021	2020
Kansas City MO	Fewer Than 21 Years	46	\$400	\$450	\$537	\$473	\$411	\$397
	21 or More Years	68	\$440	\$553	\$658	\$539	\$497	\$491
Las Vegas NV	Fewer Than 21 Years	12	\$284	\$381	\$495	\$389	\$349	\$343
	21 or More Years	13	\$350	\$425	\$515	\$468	\$456	\$472
Los Angeles CA	Fewer Than 21 Years	183	\$533	\$801	\$1,075	\$804	\$797	\$682
	21 or More Years	333	\$550	\$765	\$1,133	\$863	\$842	\$808
Memphis TN	Fewer Than 21 Years	14	\$288	\$331	\$380	\$345	\$317	\$328
	21 or More Years	15	\$355	\$415	\$425	\$394	\$382	\$375
Miami FL	Fewer Than 21 Years	57	\$370	\$450	\$598	\$490	\$498	\$443
	21 or More Years	104	\$388	\$581	\$749	\$584	\$580	\$536
Milwaukee WI	21 or More Years	16	\$302	\$454	\$613	\$589	\$515	\$530
Minneapolis MN	Fewer Than 21 Years	36	\$470	\$530	\$607	\$532	\$486	\$499
	21 or More Years	84	\$507	\$675	\$796	\$656	\$620	\$589
Nashville TN	Fewer Than 21 Years	28	\$375	\$405	\$535	\$449	\$405	\$397

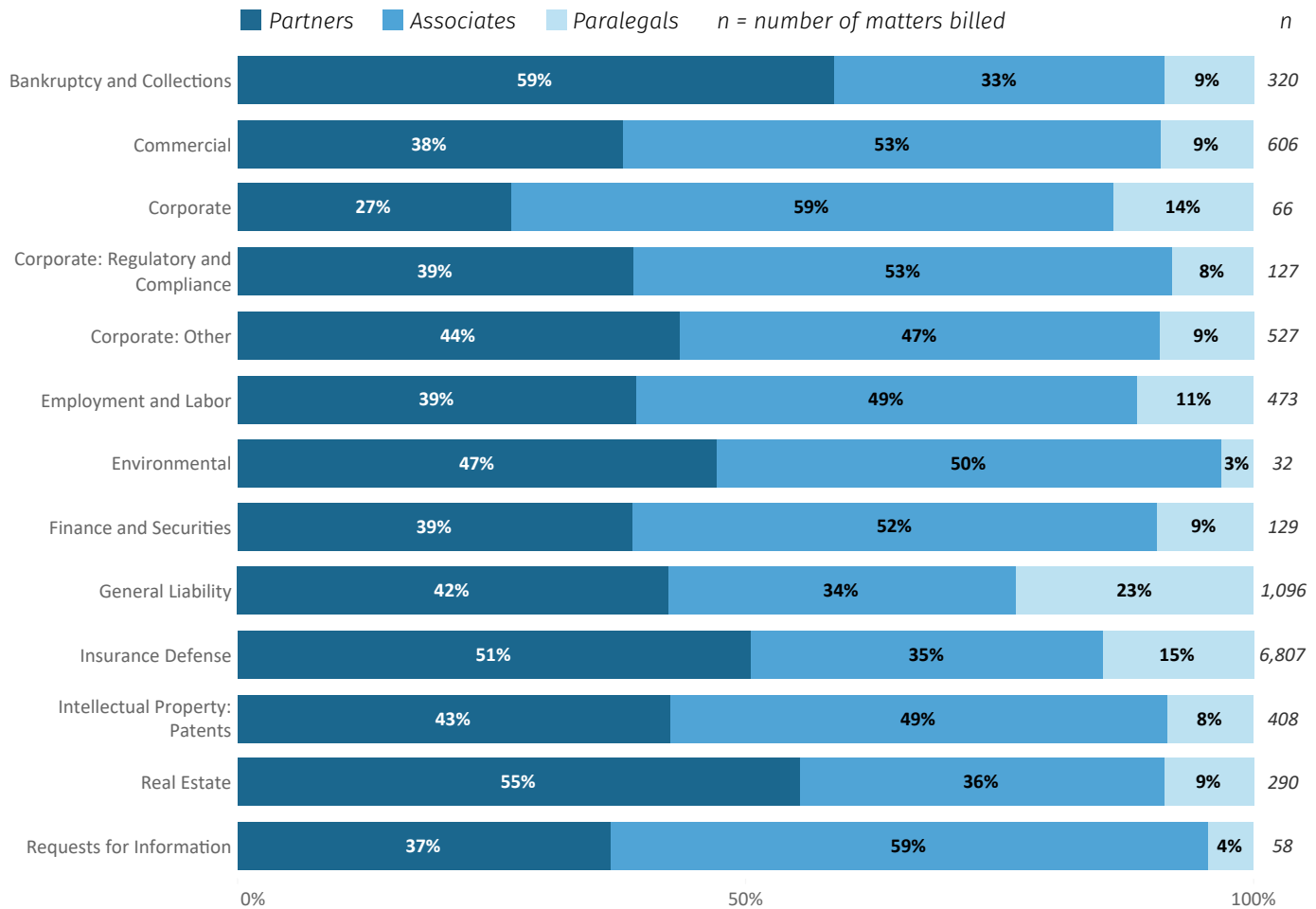
Section VI: Matter Staffing Analysis

All data and analysis based on
data collected thru Q2 2022

Section VI: Matter Staffing Analysis

Long Litigation Matters, More Than 100 Total Hours Billed

2019 to 2022 -- Percentage of Hours Billed per Matter



Section VII: Data Methodology

All data and analysis based on
data collected thru Q2 2022

Appendix: Data Methodology

Invoice Information

Data in Wolters Kluwer ELM Solutions' reference database and the 2022 Real Rate Report were taken from invoice line-item entries contained in invoices received and approved by participating companies.

Invoice data were received in the Legal Electronic Data Exchange Standard (LEDES) format (LEDES.org). The following information was extracted from those invoices and their line items:

- Law firm (which exists as a random number in the ELM Solutions reference database)
- Timekeeper ID (which exists as a random number in the ELM Solutions reference database)
- Matter ID (which exists as a random number in the ELM Solutions reference database)
- Timekeeper's position (role) within the law firm (partner, associate, paralegal, etc.)
- Uniform Task-Based Management System Code Set, Task Codes, and Activity Codes (UTBMS.com)
- Date of service
- Hours billed
- Hourly rate billed
- Fees billed

Non-Invoice Information

To capture practice area details, the matter ID within each invoice was associated with matter profiles containing areas of work in the systems of each company. The areas of work were then systematically categorized into legal practice areas. Normalization of practice areas was done based on company mappings to system-level practice areas available in the ELM Solutions system and by naming convention.

The majority of analyses included in this report have been mapped to one of 11 practice areas, further divided into sub-areas and litigation/non-litigation (for more information on practice areas and sub-areas, please refer to pages 232-234).

To capture location and jurisdiction details, law firms and timekeepers were systematically mapped to the existing profiles within ELM Solutions systems, as well as with publicly available data sources for further validation and normalization. Where city location information is provided, it includes any address within that city's defined Core-Based Statistical Area (CBSA) as defined by the Office of Management and Budget (OMB). The CBSAs are urban centers with populations of 10,000 or more and include all adjacent counties that are economically integrated with that urban center.

Where the analyses focus on partners, associates, and paralegals, the underlying data occasionally included some sub-roles, such as "senior partner" or "junior associate." In such instances, those timekeeper sub-roles were placed within the broader partner, associate, and paralegal segments.

Demographics regarding law firm size, location, and lawyer years of experience were augmented by incorporating publicly available information.

Appendix: Data Methodology

A Note on US Cities

Principal City	CBSA Name
Hartford, CT	Hartford-East Hartford-Middletown, CT
Honolulu, HI	Urban Honolulu HI
Houston, TX	Houston-The Woodlands-Sugar Land, TX
Indianapolis, IN	Indianapolis-Carmel-Anderson, IN
Jackson, MS	Jackson, MS
Jacksonville, FL	Jacksonville, FL
Kansas City, MO	Kansas City, MO-KS
Lafayette, LA	Lafayette, LA
Las Vegas, NV	Las Vegas-Henderson-Paradise, NV
Lexington, KY	Lexington-Fayette, KY
Little Rock, AR	Little Rock-North Little Rock-Conway, AR
Los Angeles, CA	Los Angeles-Long Beach-Anaheim, CA
Louisville, KY	Louisville/Jefferson County, KY-IN
Madison, WI	Madison, WI
Memphis, TN	Memphis-Forrest City, TN-MS-AR
Miami, FL	Miami-Fort Lauderdale-Pompano Beach, FL
Milwaukee, WI	Milwaukee-Waukesha, WI
Minneapolis, MN	Minneapolis-St. Paul-Bloomington, MN-WI
Nashville, TN	Nashville-Davidson-Murfreesboro-Franklin, TN
New Haven, CT	New Haven-Milford, CT
New Orleans, LA	New Orleans-Metairie, LA
New York, NY	New York-Newark-Jersey City, NY-NJ-PA
Oklahoma City, OK	Oklahoma City, OK
Omaha, NE	Omaha-Council Bluffs, NE-IA
Orlando, FL	Orlando-Kissimmee-Sanford, FL
Philadelphia, PA	Philadelphia-Camden-Wilmington, PA-NJ-DE-MD
Phoenix, AZ	Phoenix-Mesa-Chandler, AZ
Pittsburgh, PA	Pittsburgh, PA
Portland, ME	Portland-South Portland, ME
Portland, OR	Portland-Vancouver-Hillsboro, OR-WA
Providence, RI	Providence-Warwick, RI-MA
Raleigh, NC	Raleigh-Cary, NC
Reno, NV	Reno-Carson City-Fernley, NV

Appendix: Data Methodology

Bankruptcy and Collections

Chapter 11
Collections

General/Other
Workouts and Restructuring

Commercial (Commercial Transactions and Agreements)

Contract Breach or Dispute
General, Drafting, and Review
General/Other

Corporate¹

Antitrust and Competition
Corporate Development
General/Other
Governance
Information and Technology
Mergers, Acquisitions, and Divestitures

Partnerships and Joint Ventures
Regulatory and Compliance
Tax
Treasury
White Collar/Fraud/Abuse

Employment and Labor

ADA
Agreements
Compensation and Benefits
Discrimination, Retaliation, and Harassment/EEO
Employee Dishonesty/Misconduct
ERISA

General/Other
Immigration
Union Relations and Negotiations/NLRB
Wages, Tips, and Overtime
Wrongful Termination

Environmental

General/Other
Health and Safety

Superfund
Waste/Remediation

Finance and Securities

Commercial Loans and Financing
Debt/Equity Offerings
Fiduciary Services
General/Other

Investments and Other Financial Instruments
Loans and Financing
SEC Filings and Financial Reporting
Securities and Banking Regulations

General Liability

Asbestos/Mesothelioma
Auto and Transportation
Consumer Related Claims
Crime, Dishonesty and Fraud
General/Other

Personal Injury/Wrongful Death
Premises
Product and Product Liability
Property Damage
Toxic Tort

¹ All references to “Corporate: General/Other” in the Real Rate Report are the aggregation of all Corporate sub-areas excluding the Mergers, Acquisitions, and Divestitures sub-area and the Regulatory and Compliance sub-area.

Exhibit 4

Free Newsletter Sign Up

Business & Practice

Big Law Rates Topping \$2,000 Leave Value ‘In Eye of Beholder’

By Roy Strom

Column

June 9, 2022, 2:30 AM

Welcome back to the Big Law Business column on the changing legal marketplace written by me, Roy Strom. Today, we look at a new threshold for lawyers' billing rates and why it's so difficult to put a price on high-powered attorneys. Sign up to receive this column in your inbox on Thursday mornings. Programming note: Big Law Business will be off next week.

Some of the nation's top law firms are charging more than \$2,000 an hour, setting a new pinnacle after a two-year burst in demand.

Partners at Hogan Lovells and Latham & Watkins have crossed the threshold, according to court documents in bankruptcy cases filed within the past year.

Other firms came close to the mark, billing more than \$1,900, according to the documents. They include Kirkland & Ellis, Simpson Thacher & Bartlett, Boies Schiller Flexner, and Sidley Austin.

Simpson Thacher & Bartlett litigator Bryce Friedman, who helps big-name clients out of jams, especially when they're accused of fraud, charges \$1,965 every 60 minutes, according to a court document.

In need of a former acting US Solicitor General? Hogan Lovells partner Neal Katyal bills time at \$2,465 an hour. Want to hire famous litigator David Boies? That'll cost \$1,950 an hour (at least). Reuters was first to report their fees.

Eye-watering rates are nothing new for Big Law firms, which typically ask clients to pay higher prices at least once a year, regardless of broader market conditions.

"Value is in the eye of the beholder," said John O'Connor, a San Francisco-based expert on legal fees. "The perceived value of a good lawyer can reach into the multi-billions of dollars."

Kirkland & Ellis declined to comment on its billing rates. None of the other firms responded to requests to comment.

Charge It Up

Big Law firms are crossing the \$2,000-an-hour threshold after two years of surging rates driven by an increase in demand for lawyers.

Firm	Highest Billing Rate
Hogan Lovells	\$2,465
Latham & Watkins	\$2,075
Kirkland & Ellis	\$1,995
Simpson Thacher & Bartlett	\$1,965
Boies Schiller Flexner	\$1,950
Sidley Austin	\$1,900

Source: Court documents

Bloomberg Law

Law firms have been more successful raising rates than most other businesses over the past 15 years.

Law firm rates rose by roughly 40 percent from 2007 to 2020, or just short of 3 percent per year, Thomson Reuters Peer Monitor data show. US inflation rose by about 28% during that time.

The 100 largest law firms in the past two years achieved their largest rate increases in more than a decade, Peer Monitor says. The rates surged more than 6% in 2020 and grew another 5.6% through November of last year. Neither level had been breached since 2008.

The price hikes occurred during a once-in-a-decade surge in demand for law services, which propelled profits at firms to new levels. Fourteen law firms reported average profits per equity partner in 2021 over \$5 million, according to data from The American Lawyer. That was up from six the previous year.

The highest-performing firms, where lawyers charge the highest prices, have outperformed their smaller peers. Firms with leading practices in markets such as mergers and acquisitions, capital markets, and real estate were forced to turn away work at some points during the pandemic-fueled surge.

Firms receive relatively tepid pushback from their giant corporate clients, especially when advising on bet-the-company litigation or billion-dollar deals.

The portion of bills law firms collected—a sign of how willingly clients pay full-freight—rose during the previous two years after drifting lower following the Great Financial Crisis. Collection rates last year breached 90% for the first time since 2009, Peer Monitor data show.

Professional rules prohibit lawyers from charging “unconscionable” or “unreasonable” rates. But that doesn’t preclude clients from paying any price they perceive as valuable, said Jacqueline Vinaccia, a San Diego-based lawyer who testifies on lawyer fee disputes.

Lawyers’ fees are usually only contested when they will be paid by a third party.

That happened recently with Hogan Lovells’ Katyal, whose nearly \$2,500 an hour fee was contested in May by a US trustee overseeing a bankruptcy case involving a Johnson & Johnson unit facing claims its talc-based powders caused cancer.

The trustee, who protects the financial interests of bankruptcy estates, argued Katyal’s fee was more than \$1,000 an hour higher than rates charged by lawyers in the same case at Jones Day and Skadden Arps Slate Meagher & Flom.

A hearing on the trustee’s objection is scheduled for next week. Hogan Lovells did not respond to a request for comment on the objection.

Vinaccia said the firm’s options will be to reduce its fee, withdraw from the case, or argue the levy is reasonable, most likely based on Katyal’s extensive experience arguing appeals.

Still, the hourly rate shows just how valuable the most prestigious lawyers’ time can be—even compared to their highly compensated competitors.

“If the argument is that Jones Day and Skadden Arps are less expensive, then you’re already talking about the cream of the crop, the top-of-the-barrel law firms,” Vinaccia said. “I can’t imagine a case in which I might argue those two firms are more reasonable than the rates I’m dealing with.”

Worth Your Time

On Cravath: Cravath Swaine & Moore is heading to Washington, opening its first new office since 1973 by hiring former heads of the U.S. Securities and Exchange Commission and Federal Deposit Insurance Corporation. Meghan Tribe reports the move comes as Big Law firms are looking to add federal government expertise as clients face more regulatory scrutiny.

On Big Law Promotions: It’s rare that associates get promotions to partner in June, but Camille Vasquez is now a Brown Rudnick partner after she shot to fame representing Johnny Depp in his defamation trial against ex-wife Amber Heard.

On Working From Home: I spoke this week with Quinn Emanuel’s John Quinn about why he thinks law firm life is never going back to the office-first culture that was upset by the pandemic. Listen to the podcast [here](#).



That's it for this week! Thanks for reading and please send me your thoughts, critiques, and tips.

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