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10	SUPERIOR COURT OF CALIFORNIA	
11	COUNTY OF SAN FRANCISCO	
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13	JOHN DOE, DAVID GUDEMAN, and PAOLA CORREA, on behalf of the State of	Case No. CGC-16-556034
14	California and aggrieved employees,	PLAINTIFF PAOLA CORREA'S
15	Plaintiffs,	NOTICE OF MOTION AND MOTION FOR INCENTIVE PAYMENT;
16	VS.	MEMORANDUM OF POINTS AND AUTHORITIES IN SUPPORT
17	GOOGLE, INC., ALPHABET, INC. ADECCO USA INC., ADECCO GROUP	Hearing Date: March 4, 2019
18	NORTH AMERICA and ROES 1 through 10,	Time: 2:00 p.m.
19	Defendants.	Department: 304 (COMPLEX) Judge: Hon. A.C. Massullo
20		
21		Complaint Filed: December 20, 2016 Trial Date: Not Set
22		That Date. Not Set
23	PLEASE TAKE NOTICE that on March 4, 2019, at 2:00 p.m., before the Honorable A.C.	
24	Massullo of the California Superior Court, City and County of San Francisco, Department 304,	
25	Plaintiff Paola Correa will and hereby does move the Court, pursuant to Labor Code § 2699(g),	
26	California Code of Civil Procedure 1021.5, and the Court's inherent authority and applicable case	
27	law, for an order awarding an incentive payment to Plaintiff in the amount of \$1000 in connection	
28	with the requested approval of the PAGA Settlement in this case.	

This Motion is based on this Notice of Motion, the Memorandum of Points and Authorities attached to this Motion, the Declaration and Request for Judicial Notice accompanying this motion, all pleadings and papers filed herein, the arguments of counsel, and any other matters properly before the Court. DATED: January 28, 2019 Respectfully submitted: BAKER CURTIS & SCHWARTZ, P.C. By: Chris Baker Attorneys for Plaintiffs JOHN DOE, DAVID GUDEMAN AND PAOLA CORREA

MEMORANDUM OF POINTS AND AUTHORITIES

I. <u>INTRODUCTION</u>

After substantial litigation, Adecco USA, Inc. has agreed to pay \$140,000 into a common fund in exchange for the release of PAGA claims arising from its use of an Adult Content (AC) Liability Release. The settlement amount excludes attorneys fees and costs, which will be the subject of separate negotiation or motion practice in the event the settlement is approved. The settlement permits, however, a payment of \$1,000 to Correa (the former Adecco employee assigned to work at Google) as an incentive and enhancement award for bringing this action, and as a recognition of her service to the State and the other aggrieved employees.

Correa has provided, and continues to provide, material support in this case. Without her, no case against Adecco would have been brought.

II. <u>FACTS</u>

The facts of this case are detailed in the motion for final approval and are not repeated here. As relevant to Correa's request for a \$1,000 incentive payment:

- Correa previously received a modest \$1,000 payment in connection with the Google Settlement.
- 2. Since that time, Correa has continued to be actively involved in this case. She attended a mediation with Adecco and she has continued to be committed to this case. Most recently, she provided an extensive declaration in support of her motion for summary judgment against Adecco. She has also responded to discovery.
- 3. Incentive payments awarded to PAGA plaintiffs typically run much higher than Correa's \$1,000 request, e.g., \$10,000 or more. RJN, <u>Ex 1</u> Garrett v. Bank of America, Alameda Superior Court Case No. RG13699027 (October 28, 2016) (Awarding \$25,000 to each of three PAGA plaintiffs as Service Awards); <u>Ex 2</u>, Brewer v. Connell Chevrolet, Orange County Superior Court, Case No. 30-2016-00852123 at p. 2 ¶5 (approving \$15,000 individual settlement payment to PAGA plaintiff); <u>Ex. 3</u>, Jones v. J.C. Penny Corporation, Los Angeles Superior Court, Case No. BC451823 at 5, Ex. 1 at 3-4 (awarding \$10,000 to PAGA plaintiff as service award); <u>Ex. 4</u>, Garcia v. Macy's West Stores, San Bernardino Superior Court, Case No.

CIVDS1516007 at 2 ¶ 6 (awarding \$10,000 to PAGA plaintiff as service award).

In light of these facts and others, Correa seeks an incentive payment of \$1,000 from the common fund settlement.

III. ARGUMENT

Incentive payments to named plaintiffs are appropriate in representative litigation, including class cases (where an individual sues on behalf of those similarly-situated) and derivative cases (where an individual sues on behalf of a legal entity). *In re Cellphone Fee Termination Cases* (2010) 186 Cal.App.4th 1380, 1383 (class case); *Barovic v. Ballmer* (W.D. Wash. 2016) 2016 WL 199674, * 5. "The rationale for making an enhancement or incentive awards to named plaintiffs is that they should be compensated for the expense or risk they have incurred in conferring a benefit on other members of the class." Among other things, incentive payments to named plaintiffs can be used to "recognize their willingness to act as a private attorney general." *Rodriguez v. West Publishing Corp.* (9th Cir. 2009) 563 F.3d 948, 958. Criteria considered when deciding an incentive award include: (1) the risk to the representative; (2) the notoriety and difficulties encountered by the representative; (3) the duration of the litigation; and (4) the personal benefit (or lack thereof).

While not expressly saying so, PAGA clearly supports incentive awards for named plaintiffs. As with class and derivative cases, the named plaintiffs bring PAGA claims on behalf of a legal entity (the State), and similarly-situated employees share in any resolution. Moreover, "the lack of government resources to enforce the Labor Code led to a legislative choice to deputize and incentivize employees uniquely positioned to detect and prosecute such violations through PAGA". *Iskanian v. CLS Transportation Los Angeles LLC* (2014) 59 Cal.4th 348, 390. While a 25% share of civil penalties would clearly be sufficient incentive if the named plaintiffs collected *the entire 25%*, that is not how PAGA has been construed. *Id.* at 382 (stating that, under PAGA "a portion of the penalty goes not only to the citizen bringing the suit but to all employees affected by the Labor Code violation.") Absent the possibility of an incentive payment, less employees would be willing to step forward. Absent incentive payments, the primary purpose of PAGA – private enforcement of the Labor Code – would be undermined.

Here, Plaintiff Correa requests a modest incentive payment of \$1000. Correa has provided material support to this case, which now spans more than two years. She has receiving no real financial benefit because of the case, and she has risked (and potentially faces) reputational harm. She continues to bear the risks associated with this litigation.

Accordingly, Correa asks that the Court approve the requested incentive payment.

III. <u>CONCLUSION</u>

For all of the reasons set forth above, Plaintiff respectfully requests that the Court, in addition to approving the settlement, award Plaintiff Correa \$1,000 from the common fund as an incentive payment.

DATED: January 28, 2019

BAKER CURTIS & SCHWARTZ, P.C.

By: Chris Baker

Attorneys for Plaintiffs

John Doe, David Gudeman and Paola Correa