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Electronically FILED by Superior Court of California, County of Los Angeles 11/30/2023 8:23 AM David W. Slayton, Executive Officer/Clerk of Court, By J. Gnade, Deputy Clerk

Attorneys for Plaintiffs and the Class

SUPERIOR COURT OF THE STATE OF CALIFORNIA

FOR THE COUNTY OF LOS ANGELES—SPRING STREET COURTHOUSE

JOSE DIAZ, individually, and on behalf of other members of the general public similarly situated and on behalf of other aggrieved employees pursuant to the California Private Attorneys General Act; MATTHEW VIGIL, DIANA ESTRADA, individually, and on behalf of other members of the general public similarly situated:

Plaintiffs,

VS.

ACCUFLEET INTERNATIONAL, INC., an unknown business entity; and DOES 1 through 100, inclusive,

Defendant.

Case No.: 20STCV04183

Honorable Maren E. Nelson Department SSC17

CLASS ACTION

NOTICE REGARDING OCTOBER 24, 2023 STATUS CONFERENCE AND DELAY IN FUNDING AND DISBURSEMENT OF SETTLEMENT

Complaint Filed: January 31, 2020 FAC Filed: July 29, 2020 Trial Date: None Set

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TO THE HONORABLE COURT, ALL PARTIES, AND THEIR ATTORNEYS OF **RECORD:**

PLEASE TAKE NOTICE that on October 24, 2023, at 11:00 a.m., a Status Conference came on for hearing in the above-entitled action in Department SSC17 of the Superior Court for the State of California, County of Los Angeles, located at the Spring Courthouse, 312 North Spring Street, Los Angeles, California 90012.

Joanna Ghosh, Esq. and Yasmin Hosseini, Esq. of Lawyers for Justice, PC appeared through LACourtConnect on behalf of Plaintiffs Jose Diaz, Matthew Vigil, and Diana Estrada and the Class. Katherine Den Bleyker, Esq. of O'Hagan Meyer on behalf of AccuFleet International, Inc.

The Court granted final approval of the settlement in this matter on September 27, 2023 and the settlement was due to be funded by Defendant on October 18, 2023. Defendant has represented that, due to unforeseeable financial circumstances, Defendant requires additional time to fund the settlement, and as a result, the settlement will be funded and payments therefrom will be disbursed at a later date than initially contemplated (this means, payments to Plaintiffs, Participating Class Members, and PAGA Members have been delayed).

The Honorable Court made the following orders:

- 1. The Court urges the parties to meet and confer and obtain an opinion letter from Defendant's accountant regarding Defendant's financial circumstances and/or the Employee Retention Credit that Defendant is proposing to use, in large part, to fund the settlement, and after the opinion letter is obtained and reviewed, to propose a formal mechanism to ensure that Defendant's Employee Retention Credit will be applied to the Court's judgment and to fund the settlement, and to propose a form of notice to the Class if they are not being paid right away.
- The Status Conference is continued to November 30, 2023 at 9:30 a.m. in Department SSC17;
- 3. The parties are to file a joint status report by November 21, 2023, and if there is a proposed stipulation with a form of a notice, it can be submitted to the Court for

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consideration along with the joint status report;

- 4. Plaintiffs are to give notice; and
- 5. The Settlement Administrator is to post a copy of this Notice on its website in order to make information available to the Participating Class Members and PAGA Members of the delay in funding and disbursement of the settlement.

Attached hereto as "EXHIBIT A" is a true and correct copy of the Court's Order Granting Motion for Final Approval of Class action Settlement and Judgment Thereon and attached hereto as "EXHIBIT B" is the Court's Minute Order entered on October 24, 2023.

Dated: November 29, 2023 LAWYERS for JUSTICE, PC

By:

Joanna Ghosh Yasmin Hosseini Attorneys for Plaintiffs and the Class



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Superior Court of California County of Los Angeles

SEP 27 2023

David W. Slayton, Executive Officer/Clerk of Count By: N. Navarro, Deputy

SUPERIOR COURT OF CALIFORNIA COUNTY OF LOS ANGELES

JOSE DIAZ, individually, and on behalf of other members of the general public similarly situated and on behalf of other aggrieved employees pursuant to the California Private Attorneys General Act; MATTHEW VIGIL, DIANA ESTRADA, individually, and on behalf of other members of the general public similarly situated;

Plaintiffs,

V.

ACCUFLEET INTERNATIONAL, INC., an unknown business entity; and DOES 1 through 100, inclusive,

Defendants.

Case No.: 20STCV04183

MOTION FOR FINAL APPROVAL OF CLASS ACTION SETTLEMENT And Julymont Theory

Date: September 27, 2023

Time: 9:00 a.m. Dept.: SSC-17

I. BACKGROUND

Plaintiffs Jose Diaz, Matthew Vigil, and Diana Estrada sue their former employer, Defendant Accufleet International Inc., for alleged wage and hour violations. Defendant is headquartered in Houston, Texas, and provides services to the aviation industry, including upholstery and linen care, ground handling, and cabin cleaning for airlines. It operates in various markets within California, including Los Angeles and San Diego. Plaintiffs seek to represent a class of Defendant's current and former non-exempt employees.

Plaintiffs filed their complaint January 30, 2019. On July 29, 2020, Plaintiffs filed the operative First Amended Complaint ("FAC"), which alleges causes of action for: (1) unpaid overtime (Labor Code §§ 510, 1198); (2) unpaid meal period premiums (Labor Code §§ 226.7, 512(a)); (3) unpaid rest period premiums (Labor Code § 226.7); (4) unpaid minimum wages (Labor Code §§ 1194, 1197, 1197.1); (5) final wages not timely paid (Labor Code §§ 201, 202); (6) wages not timely paid during employment (Labor Code § 204); (7) non-compliant wage statements (Labor Code § 226(a)); (8) failure to keep requisite payroll records (Labor Code § 1174(d)); (9) unreimbursed business expenses (Labor Code §§ 2800, 2802); (10) violation of Business & Professions Code §§ 17200, et seq.); and (11) violation of the Private Attorneys General Act of 2004 (Labor Code § 2698, et seq.) ("PAGA").

On September 22, 2021, the parties attended a full-day mediation with mediator Eve Wagner and reached an agreement to settle the action.

A copy of the Settlement Agreement was filed with the Court, attached to the Declaration of Edwin Aiwazian filed February 9, 2022, as Exhibit 1. The matter was set for hearing and on March 3, 2022, the Court issued a "checklist" to the parties pertaining to deficiencies in the proposed settlement. After hearing on March 4, 2022,

the matter was continued to May 2, 2022, with papers to be filed sixteen court days in advance. The supplemental papers were not timely filed, necessitating that the matter be continued. See Minute Order of April 12, 2022.

The revised papers were filed April 29, 2022 and the matter was heard on August 31, 2022. As discussed with counsel on the record, the matter was continued to January 6, 2023 after Plaintiffs repeatedly failed to provide admissible evidence in support of the motion for preliminary approval of settlement. A written order was issued.

The first admissible evidence tendered by Class Counsel in support of the motion was filed December 13, 2022. The matter of the preliminary approval motion was then continued to April 19, 2023. All references below are to the amended settlement agreement attached as Exhibit 1 to the Further Supplemental Declaration of Edwin Aiwazian filed December 13, 2022.

The settlement was preliminarily approved on April 19, 2023, subject to certain conditions with which there was compliance. Notice was given to the Class Members as ordered (see Declaration of Yami Burns ("Burns Decl.")). Now before the Court is Plaintiff's motion for final approval of the Settlement Agreement, including for payment of fees, costs, and a service award to the named plaintiffs. For the reasons set forth below, the Court grants final approval of the settlement.

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II. THE TERMS OF THE SETTLEMENT

A. SETTLEMENT CLASS DEFINITION

"Class" or "Class Member(s)" means all individuals who worked for AccuFleet International, Inc. as hourly-paid and/or non-exempt employees in California at any time during the Class Period. (¶5)

"Class Period" means January 31, 2016 through the date of Preliminary Approval of the Settlement. (¶6)

"PAGA Member" or "PAGA Members" means all individuals who worked for AccuFleet International, Inc. as hourly-paid and/or non-exempt employees in California at any time during the PAGA Period. (¶26)

"PAGA Period" means the time period between November 27, 2018 through the date of preliminary approval of the settlement (¶28)

B. THE MONETARY TERMS OF SETTLEMENT

The essential monetary terms are as follows:

- The original Gross Settlement Amount ("GSA") was \$775,000 (¶17). This includes payment of a PAGA penalty of \$100,000 to be paid 75% to the LWDA (\$75,000) and 25% to the Aggrieved Employees (\$25,000) (¶27).
 - Escalator Clause: As of September 22, 2021, Defendant represented that the number of total Workweeks through September 22, 2021 was 8,839. If the actual number of Workweeks during the Class Period as of September 22, 2021 is more than 10% greater than this estimate (i.e., if the actual Workweeks during the Class Period as of September 22, 2021 is greater than 9,722.90, then Defendant has the option to either: (a) de-

escalate the Settlement so that the Class Period and PAGA Period end on the date that the total Workweeks add up to 9,722.90; or (b) permit the Gross Settlement Amount to be increased on a proportional basis for Workweeks in excess of 9,722.90. (¶53)

- O The settlement administrator represents that the total number of Workweeks during the Class Period was eleven thousand four hundred fifteen (11,415), which exceeds the Escalator Clause by one thousand six hundred ninety-three (1,693), and that the additional amount due pursuant to the Escalator Clause is \$57,409.41. (Burns Decl. ¶12.) Accordingly, the escalated GSA is \$832,409.41. The original GSA of \$775,000 was the amount disclosed to the Class on the Notice form. (*Id.* at Exhibit A.)
- The Net Settlement Amount ("Net") (\$417,504.31) is calculated by subtracting from the escalated GSA the amounts approved below:
 - o \$271,250.00 for attorney fees;
 - \$18,655.10 for attorney costs (*Ibid.*);
 - \$15,000 for service awards to the proposed class representatives (¶57);
 and
 - \$10,000 for settlement administration costs (¶58)
 - \$100,000 for PAGA penalties.
- Employer-side payroll taxes will be paid separately and in addition to the GSA (¶52).
- The average settlement share will be approximately \$1,276.76. (\$417,504.31 Net ÷ 327 class members = \$1,172.99). In addition, each PAGA Member will receive a portion of the PAGA penalty, estimated to be \$111.61 per PAGA

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Member. (\$25,000 or 25% of \$100,000 PAGA penalty ÷ 224 PAGA Members = \$111.61).

- There is no Claim Requirement (Notice p. 5).
- The settlement is not reversionary (¶17).
- Individual Settlement Share Calculation: The Settlement Administrator will determine the total number of Workweeks for each Participating Class Member and the total aggregated number of Workweeks worked by all Participating Class Members during the Class Period. The Settlement Administrator has been provided with such information, by Defendant, as necessary to calculate each Participating Class Member's Workweeks and the aggregated number of Workweeks. The amount that each Participating Class Member will be eligible to receive was calculated by dividing each Participating Class Member's individual Workweeks by the total Workweeks of all Participating Class Members, and multiplying the resulting fraction by the Net Settlement Amount. (¶61.a)
- Individual PAGA Payment Calculations: The Settlement Administrator determined the total number of PAGA Workweeks for each PAGA Member and the total aggregated number of PAGA Workweeks worked by all PAGA Members during the PAGA Period. The Settlement Administrator was provided with such information, by Defendant to calculate each PAGA Member's PAGA Workweeks and the aggregated number of PAGA Workweeks. The amount that each PAGA Member will receive was calculated by dividing each PAGA Member's individual PAGA Workweeks by the total PAGA Workweeks of all PAGA Members, and multiplying the resulting fraction by the Employee PAGA

Portion. PAGA Members shall receive their Individual PAGA Payment regardless of whether they opt out of the Class Settlement. (¶61.b)

- Tax Withholdings: All Individual Settlement Shares will be allocated as 33.33% wages and 66.66% interest, penalties and non-wage damages. The Individual PAGA Payments are non-wage payments that will be reported on an IRS Form-1099 by the Settlement Administrator (if required). (¶61.c)
- Funding of the Gross Settlement Amount: Within twenty-one (21) calendar days of the Effective Date of the Settlement, Defendant will deposit the Gross Settlement Amount into a Qualified Settlement Fund to be established by the Settlement Administrator. Defendant shall provide all information necessary for the Settlement Administrator to calculate necessary payroll taxes including its official name, eight (8) digit state unemployment insurance tax ID number, and other information requested by the Settlement Administrator, no later than seven (7) calendar days of the Effective Date. (¶54)
- Distribution of the Gross Settlement Amount: Within fourteen (14) calendar
 days of the funding of the Settlement, the Settlement Administrator will issue the
 following payments: (1) Individual Settlement Payment checks to all
 Participating Class Members and Individual PAGA Payment checks to all
 PAGA Members; (2) LWDA Payment to the LWDA; (3) the Class
 Representative Incentive Payments to Plaintiffs; (4) Class Counsel's Fees and
 Costs to Class Counsel, and (5) Settlement Administration Costs to the
 Settlement Administrator. (¶55)
- Uncashed Settlement Payment Checks: Any checks issued by the Settlement
 Administrator to Participating Class Members and PAGA Members will be
 negotiable for at least one hundred eighty (180) calendar days. If a Participating

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Class Member or PAGA Member does not cash his or her check within 180 days, the check will be cancelled. Pursuant to California Code of Civil Procedure Section 384, all funds associated with such cancelled checks will be transmitted to Legal Aid at Work. The Parties each represent that they do not have any significant affiliation or involvement with the proposed cy pres recipient. (¶74)

C. TERMS OF RELEASES

Release by Participating Class Members, PAGA Members, the LWDA and the State of California: It is the desire of Plaintiffs, Participating Class Members, and Defendant to fully, finally, and forever settle, compromise, and discharge the claims asserted in the Operative Complaint. Upon the funding of the Gross Settlement Amount, in exchange for the consideration set forth in this Agreement, Participating Class Members shall fully release and discharge the Released Parties from any and all Class Released Claims for the Class Period. This release shall be binding on all Participating Class Members, including each of their respective attorneys, agents, spouses, executors, representatives, guardians ad litem, heirs, successors, and assigns, and shall inure to the benefit of the Released Parties, who shall have no further or other liability or obligation to any Class Member with respect to the Released Claims, except as expressly provided herein. All PAGA Members, regardless of whether they submit timely and valid Requests for Exclusion from the Settlement Class, will release all PAGA Released Claims for the PAGA Period. The State of California and the LWDA will also release all PAGA Release Claims, as well as all claims that could have been premised on the claims, causes of action or legal theories described the Operative Complaint. (¶78)

"Class Released Claims" shall collectively mean any and all claims, demands, rights, liabilities and causes of action that were pled in Plaintiffs' Operative Complaint, or which could have been pled in the Operative Complaint based on the factual allegations therein, that arose during the Class Period, including but not limited to causes of action for failure to pay overtime wages (Cal. Lab. Code §§ 204, 510, 1194, 1197, 1198, and applicable provisions of the relevant Industrial Wage Order); failure to provide meal periods and associated premium payments (Cal. Lab. Code §§ 226.7, 512, and applicable provisions of the relevant Industrial Wage Order); failure to provide rest periods and associated premium payments (Cal. Lab. Code §§ 226.7, 512, 516, and applicable provisions of the relevant Industrial Wage Order); failure to pay minimum wage (Cal. Lab. Code §§ 558, 1194, 1197, 1197.1, 1198 and applicable provisions of the relevant Industrial Wage Order); failure to timely pay wages upon termination of employment and waiting time penalties (Cal. Lab. Code §§ 201, 202, 203); failure to timely pay wages during employment (Cal. Lab. Code §§ 204); failure to furnish accurate wage statements (Cal. Lab. Code § 226, et seq.); failure to keep requisite payroll records (Cal. Lab. Code § 1174); failure to reimburse business expenses (Cal. Lab. Code §§2800, 2802); all claims for unfair competition (Cal. Bus. & Prof. Code §§ 17200, et seq.), and all claims for attorneys' fees and costs relating to the Class Claims, that could have been premised on the facts, claims, causes of action or legal theories described above or that could have been premised on the facts, claims, causes of action or legal theories described above. (¶37)

 "PAGA Released Claims" shall mean all claims, demands, rights, liabilities and causes of action for penalties under California Labor Code Private Attorneys

General Act of 2004 against the Released Parties, based on the letter to the Labor & Workforce Development Agency on November 27, 2019, that arose during the PAGA Period, including but not limited to claims for civil penalties for violations of Labor Code 201, 202, 203, 204, 226(a), 226.7, 510, 512(a), 551, 552, 1174(d), 1194, 1197, 1197.1, 1198, 2800, and 2802, and applicable Wage Orders of the Industrial Welfare Commission, including but not limited to Industrial Welfare Commission Wage Order Nos. 4-2001 and 9-2001, and all related claims for attorneys' fees and costs. (¶29)

- "Released Parties" shall mean Defendant and each of its parent companies, subsidiaries, affiliates, d/b/a's, current and former management companies, shareholders, members, owners, agents (including without limitation, any investment bankers, accountants, insurers, reinsurers, attorneys and any past, present or future officers, directors, and exempt, executive employees) and any of its predecessors, successors, and assigns. (¶38, as amended by Order of May 8, 2023)
- The named Plaintiffs will also provide a general release and a waiver of the protections of Cal. Civ. Code §1542. (¶79)
- The releases are effective upon the funding of the Gross Settlement Amount, which will occur within twenty-one (21) calendar days of the Effective Date of the Settlement. (¶54)

III. ANALYSIS OF SETTLEMENT AGREEMENT

"Before final approval, the court must conduct an inquiry into the fairness of the proposed settlement." Cal. Rules of Court, rule 3.769(g). "If the court approves the settlement agreement after the final approval hearing, the court must make and enter

judgment. The judgment must include a provision for the retention of the court's jurisdiction over the parties to enforce the terms of the judgment. The court may not enter an order dismissing the action at the same time as, or after, entry of judgment." Cal. Rules of Court, rule 3.769(h).

As discussed more fully in the Order conditionally approving the settlement dated April 19, 2023, "[i]n a class action lawsuit, the court undertakes the responsibility to assess fairness in order to prevent fraud, collusion or unfairness to the class, the settlement or dismissal of a class action. The purpose of the requirement [of court review] is the protection of those class members, including the named plaintiffs, whose rights may not have been given due regard by the negotiating parties." See *Consumer Advocacy Group, Inc. v. Kintetsu Enterprises of America* (2006) 141 Cal. App.4th 46, 60 [internal quotation marks omitted]; see also *Wershba v. Apple Computer, Inc.* (2001) 91 Cal.App.4th 224, 245 ("*Wershba*"), disapproved on another ground in *Hernandez v. Restoration Hardware* (2018) 4 Cal.5th 260 [Court needs to "scrutinize the proposed settlement agreement to the extent necessary to reach a reasoned judgment that the agreement is not the product of fraud or overreaching by, or collusion between, the negotiating parties, and that the settlement, taken as a whole, is fair, reasonable and adequate to all concerned."] [internal quotation marks omitted].

"The burden is on the proponent of the settlement to show that it is fair and reasonable. However 'a presumption of fairness exists where: (1) the settlement is reached through arm's-length bargaining; (2) investigation and discovery are sufficient to allow counsel and the court to act intelligently; (3) counsel is experienced in similar litigation; and (4) the percentage of objectors is small." See *Wershba*, *supra*, 91 Cal.App.4th at pg. 245, citing *Dunk v. Ford Motor Co.* (1996) 48 Cal.App.4th 1794, 1802. Notwithstanding an initial presumption of fairness, "the court should not give

rubber-stamp approval." See *Kullar v. Foot Locker Retail, Inc.* (2008) 168 Cal.App.4th 116, 130. "Rather, to protect the interests of absent class members, the court must independently and objectively analyze the evidence and circumstances before it in order to determine whether the settlement is in the best interests of those whose claims will be extinguished." *Ibid.*, citing 4 Newberg on Class Actions (4th ed. 2002) § 11:41, p. 90. In that determination, the court should consider factors such as "the strength of plaintiffs' case, the risk, expense, complexity and likely duration of further litigation, the risk of maintaining class action status through trial, the amount offered in settlement, the extent of discovery completed and stage of the proceedings, the experience and views of counsel, the presence of a governmental participant, and the reaction of the class members to the proposed settlement." *Id.* at 128. This "list of factors is not exclusive and the court is free to engage in a balancing and weighing of factors depending on the circumstances of each case." *Wershba, supra,* 91 Cal.App.4th at pg. 245.)

A. A PRESUMPTION OF FAIRNESS EXISTS

The Court preliminarily found in its Order of April 19, 2023 that the presumption of fairness should be applied. No facts have come to the Court's attention that would alter that preliminary conclusion. Accordingly, the settlement is entitled to a presumption of fairness as set forth in the preliminary approval order.

B. THE SETTLEMENT IS FAIR, ADEQUATE, AND REASONABLE

The settlement was preliminarily found to be fair, adequate and reasonable.

Notice has now been given to the Class and the LWDA. The notice process resulted in the following:

Number of class members: 327

Number of notices mailed: 327

Number of undeliverable notices: 3

Number of opt-outs: 0

Number of objections: 0

Number of participating class members: 327

(Burns Decl. ¶¶3-11.)

The Court finds that the notice was given as directed and conforms to due process requirements. Given the reactions of the Class Members and the LWDA to the proposed settlement and for the reasons set for in the Preliminary Approval order, the settlement is found to be fair, adequate, and reasonable.

C. CLASS CERTIFICATION IS PROPER

For the reasons set forth in the preliminary approval order, certification of the Class for purposes of settlement is appropriate.

D. ATTORNEY FEES AND COSTS

Class Counsel requests \$271,250 (32.59% of escalated GSA) for attorney fees and \$18,655.10 for costs. (MFA at 1:4-7.)

Courts have an independent responsibility to review an attorney fee provision and award only what it determines is reasonable. *Garabedian v. Los Angeles Cellular Telephone Company* (2004) 118 Cal.App.4th 123, 128. A percentage calculation is permitted in common fund cases. *Laffitte v. Robert Half Int'l, Inc.* (2016) 1 Cal.5th 480, 503.

In the instant case, fees are sought pursuant to the percentage method, as cross-checked by lodestar. (MFA at pp. 16-30.) The Settlement Agreement originally provided for attorney fees of \$271,250 which was 35% of the original GSA (¶56). The same amount of \$271,250 is now requested and is approximately 32.59% of the escalated GSA of \$832,409.41.

A lodestar is calculated by multiplying the number of hours reasonably expended by the reasonably hourly rate. *PLCM Group, Inc. v. Drexler* (2000) 22 Cal.4th 1084, 1095-1096 (*PLCM*). "Generally, '[t]he lodestar is calculated using the reasonable rate for comparable legal services in *the local community* for noncontingent litigation of the same type, multiplied by the reasonable number of hours spent on the case." " *Environmental Protection Information Center v. Dept. of Forestry & Fire Protection* (2010) 190 Cal.App.4th 217, 248, quoting *Nichols v. City of Taft* (2007) 155

Cal.App.4th 1233, 1242-1243.

As to the reasonableness of the rate and hours charged, trial courts consider factors such as "the nature of the litigation, its difficulty, the amount involved, the skill required in its handling, the skill employed, the attention given, the success or failure, and other circumstances." *PLCM*, *supra*, 22 Cal.4th at p. 1096. "The evidence should allow the court to consider whether the case was overstaffed, how much time the attorneys spent on particular claims, and whether the hours were reasonably expended." *Christian Research Institute v. Alnor* (2008) 165 Cal.App.4th 1315, 1320.

Attorney Aiwazian represents that his firm, Lawyers for Justice, PC, spent 749.10 hours on the action. (Declaration of Edwin Aiwazian ISO Final ¶12.) At a blended hourly rate of \$650 (id. at ¶13), counsel incurred a lodestar of \$486,915 which implies a multiplier of 0.55 to reach the requested fees. In support, he attaches an Attorney Task and Time Chart detailing the hours and tasks performed on the case (id. at Exhibit A), though the chart does not specify which attorneys at his firm performed each task. He further represents that his firm has been awarded attorneys' fees compensating them at the blended hourly rate of at least \$650 by courts granting approval of settlements in other wage-and-hour cases, with examples. (Id. at ¶13.) These, however, appear to be implied rates deduced by taking the fees awarded and dividing by the hours worked

rather than the Court's approval of the specific rates (see e...g *Dugan v* . *TEC Equipment Inc.* 19STCV10591 (represented to have been approved at \$936.47 per hour) and *Greenwood v*. *Scan Health Plan* (BC715157)(represented to have been approved at \$919.57 per hour).(Aiwazian Dec. ISO Final ¶ 13). The Court expresses no view as to the propriety of the blended rate nor would it award a lodestar enhancement given the work performed, including the inability to present a timely and properly supported motion until fifteen months after a settlement was reached in principle. See Order of August 31, 2022. However, the \$271,250 fee request represents a reasonable percentage of the total funds paid by Defendant. Further, the notice expressly advised class members of the fee request, and no one objected. (Burns Decl. ¶9, Exhibit A thereto.) Accordingly, the Court awards fees in the amount of \$271,250.

Class Counsel requests \$18,655.10 in costs. This is less than the \$25,000 cap provided in the settlement agreement (¶56). The amount was disclosed to Class Members in the Notice, and no objections were received. (Burns Decl. ¶9, Exhibit A thereto.) Costs include: Mediation (\$7,450), Court Reporter and Videography Service (\$4,536.75) and Case Anywhere (\$2,232). (Aiwazian Decl. ISO Final ¶20, Exhibit B.)

The costs appear to be reasonable and necessary to the litigation, are reasonable in amount, and were not objected to by the class.

For all of the foregoing reasons, costs of \$18,655.10 are approved.

E. SERVICE AWARDS TO CLASS REPRESENTATIVES

Service awards are established in California and the Ninth Circuit in class actions. See *Cellphone Termination Fee Case* (2010), 186 Cal.App.4th 1380, 1393-1394 (noting the "scholarly debate about the propriety of individual awards to named plaintiffs" and the "surprising dearth of California authority directly addressing this question"); *In re Apple Device Litigation* (9th Cir. 2022) 50 F. 4th 769, 785; Roes, 1-2 v.

SFBSC Mgmt., LLC (9th Cir. 2019) 944 F.3d 1035, 1057 (reasonable incentive awards are permitted to compensate class representatives for work on behalf of the class and financial or reputational risk undertaken in bringing the action).

Their apparent purpose is to reimburse actual expenses or to compensate a plaintiff where the market would not otherwise produce a plaintiff. *In Re Continental Securities*Litigation (7th Cir. 1992) 962 F. 2d 566, 571-572.

Under existing California and Ninth Circuit authority they are permitted where there is a showing of the time and effort expended by the individual and a reasoned explanation of financial or other risks undertaken by the class representative. See Clark v. American Residential Services LLC (2009) 175 Cal.App.4th 785, 806-807; see also Cellphone Termination Cases (2010) 186 Cal.App.4th 1380, 1394-1395 ["Criteria courts may consider in determining whether to make an incentive award include: (1) the risk to the class representative in commencing suit, both financial and otherwise; (2) the notoriety and personal difficulties encountered by the class representative; (3) the amount of time and effort spent by the class representative; (4) the duration of the litigation and; (5) the personal benefit (or lack thereof) enjoyed by the class representative as a result of the litigation. (Citations.)"]. Although no amount is set, in the Ninth Circuit many courts have found \$5,000 presumptively reasonable. See Morrison v. Am. Nat'l Red Cross (N.D.Cal. Jan. 8, 2021, No. 19-cv-02855-HSG) 2021 U.S.Dist.LEXIS 4043, at *24 (citing cases).

In determining the reasonableness of a requested incentive award, some courts have considered, among other factors, the proportionality between the incentive award requested and the average class member's recovery. *Id.* See also *Munoz v. BCI Coca-Cola Bottling Co. of Los Angeles* (2010) 186 Cal.App.4th 399, 412-413. (Service award

that was approximately twice what was paid to class members was appropriate exercise of Court's discretion).

I/n addition, a service award is not additional consideration for a release of additional claims. See *Grady v. RCM Techs., Inc.* (C.D.Cal. May 2, 2023, No. 5:22-cv-00842 JLS-SHK) 2023 U.S.Dist.LEXIS 84145, at *24-32 and cases cited therein.

Class Representatives Jose Diaz, Matthew Vigil, and Diana Estrada each request an enhancement award of \$7,500. (MFA at 31:7-11.) In similar declarations, each Plaintiff represents that his or her contributions to this action include: gathering documents concerning his or her employment with Defendant, reviewing documents with his or her attorneys and answering their questions, providing guidance regarding the duties of non-exempt employees, helping develop a strategy as to what documents and information to obtain from Defendant, describing the policies, practices, and procedures of Defendant, reviewing Defendant's discovery requests, locating documents, and providing documents, responses, and supplemental responses to his or her attorneys, and reviewing the settlement. Plaintiff Diaz estimates spending 59 hours on the case, Plaintiff Vigil estimates 46 hours, and Plaintiff Estrada estimates 52 hours. (Declaration of Jose Diaz ISO Final ¶2-5; Declaration of Matthew Vigil ISO Final ¶2-5;

Declaration of Diana Estrada ISO Final ¶2-5.). None indicates having incurred the risk of being responsible for costs nor does any indicate that his or her employability was impacted by acting as a plaintiff in this action.

In light of the above-described contributions to this action, and in acknowledgment of the benefits obtained on behalf of the class, a \$5,000 service award to each Plaintiff is reasonable and approved.

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F. SETTLEMENT ADMINISTRATION COSTS

The Settlement Administrator, Phoenix Class Action Administration Solutions, requests \$10,000 in compensation for its work in administrating this case. (Burns Decl. ¶17.) At the time of preliminary approval, costs of settlement administration were estimated at \$10,000 (¶58). Class Members were provided with notice of this amount and did not object. (Burns Decl. ¶9, Exhibit A thereto.)

Accordingly, settlement administration costs are approved in the amount of

The Court finds boardon the diclaration of the Administrator that no class in mining how ofted out of the IV. CONCLUSION AND ORDER and Judgment: Settlement

The Court hereby:

- (1) Grants class certification for purposes of settlement;
- (2) Grants final approval of the settlement as fair, adequate, and reasonable;
- (3) Awards \$271,250 in attorney fees to Class Counsel, Lawyers for Justice, PC;
- (4) Awards \$18,655.10 in litigation costs to Class Counsel;
- (5) Approves payment of \$75,000 (75% of \$100,000 PAGA penalty) to the LWDA;
- (6) Awards \$5,000 each as a Class Representative Service Awards to Jose Diaz, Matthew Vigil, and Diana Estrada;
- (7) Awards \$10,000 in settlement administration costs to Phoenix Class Action Administration Solutions;
- (8) Orders class counsel to lodge a proposed Judgment, consistent with this ruling

and containing the class definition, full release language, and a statement that no class members opted out by

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- (9) Orders class counsel to provide notice to the class members pursuant to California Rules of Court, rule 3.771(b) and to the LWDA pursuant to Labor Code §2699 (1)(3); and
- (10) Sets a Non-Appearance Case Review re: Final Report re: Distribution of Settlement Funds for

	Wey May	31,204	, at	4:30pm
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Final Report is to be filed by

or unclaimed or abandoned class member funds and/or interest thereon to be distributed to Legal Aid at Work, Plaintiffs' counsel shall also submit an Amended Judgment pursuant to Cal. Code of Civ. Pro. § 384 and give notice of the Judicial Council of California upon entry of the Amended Judgment, when entered, pursuant to Cal. Code of Civ. Pro. §384.5.

Dated: 54st.27, 2023

CAROLYN B. KUHL

Judge of the Superior Court



SUPERIOR COURT OF CALIFORNIA, COUNTY OF LOS ANGELES

Civil Division

Central District, Spring Street Courthouse, Department 17

20STCV04183 JOSE DIAZ, et al. vs ACCUFLEET INTERNATIONAL, INC. October 24, 2023 11:00 AM

Judge: Honorable Maren Nelson CSR: None Judicial Assistant: Nancy Navarro ERM: None

Courtroom Assistant: Andre Williams Deputy Sheriff: None

APPEARANCES:

For Plaintiff(s): Joanna Ghosh (Telephonic); Yasmin Hosseini (Telephonic)

For Defendant(s): Katherine Den Bleyker (Telephonic)

NATURE OF PROCEEDINGS: Status Conference re: Administration of Approved Settlment

Status Conference is held.

Court and counsel discuss issues regarding funding of the Judgment.

Counsel are to further meet and confer.

Further Status Conference is scheduled for 11/30/2023 at 09:30 AM in Department 17 at Spring Street Courthouse.

Counsel for Plaintiff is to give notice.

LAWYERS for JUSTICE, PC Glendale, California 91203

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PROOF OF SERVICE

STATE OF CALIFORNIA, COUNTY OF LOS ANGELES

I am employed in the County of Los Angeles, State of California. I am over the age of 18 and not a party to the within action. My business address is 410 West Arden Avenue, Suite 203, Glendale, California 91203.

On November 30, 2023, I served the foregoing document(s) described as:

NOTICE REGARDING OCTOBER 24, 2023 STATUS CONFERENCE AND DELAY IN FUNDING AND DISBURSEMENT OF SETTLEMENT

on interested parties in this action by Electronic Service as follows:

Katherine Den Bleyker

(kdenbleyker@ohaganmeyer.com)

O'Hagan Meyer,LLP

550 S. Hope Street, Suite 2400

Los Angeles, CA 90071

Attorneys for Defendant Accufleet International, Inc.

[X]BY ELECTRONIC SERVICE

Pursuant to the Court's Order regarding Electronic Service, I caused the documents described above to be E-Served through Case Anywhere by electronically mailing a true and correct copy through Case Anywhere to the individual(s) listed above.

State of California, Labor & Workforce Development Agency Web URL:

http://www.dir.ca.gov/Private-Attorneys-General-Act/Private-Attorneys-General-Act.html

[X]BY ONLINE SUBMISSION

The foregoing document was transmitted to the California Labor and Workforce Development Agency through the online system established for the submission of notices and documents, in conformity with California Labor Code section 2699(1). I did not receive, within a reasonable time after the transmission, any electronic message or other indication that the transmission was unsuccessful.

[X]**STATE**

I declare under penalty of perjury under the laws of the State of California that the above is true and correct.

Executed on November 30, 2023, at Glendale, California.

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