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	SUPERIOR COURT OF CALIFORNIA			
	COUNTY OF SAN JOAQUIN			
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)8100	Case No. STK-CV-UOE-2022-000810	PRISCILLA L. MAGDALENO, individually and on behalf of all others	19	
	ASSIGNED FOR ALL PURPOSES JUDGE GEORGE J. ABDALLA	similarly situated,	20	
	DEPARTMENT 10A	Plaintiffs,	21	
	JOINT STIPULATION OF CLASS ACTION AND PAGA	v.	22	
£	SETTLEMENT AND RELEASE	DENNY'S, INC.; VISION F.S., INC.; and DOES 1 through 20, inclusive,	23	
		Defendants.	24	
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	1 on and PAGA Settlement and Release	Joint Stipulation of Class Actio		
€	CLASS ACTION AND PAGA	DENNY'S, INC.; VISION F.S., INC.; and DOES 1 through 20, inclusive, Defendants.	23 24 25 26 27	

This Joint Stipulation of Class Action and PAGA Settlement and Release (hereinafter "Stipulation of Settlement") is made and entered into by and between Plaintiff Priscilla Magdaleno as an individual and on behalf of all similarly situated and aggrieved employees ("Plaintiff") and Vision F.S., Inc. ("Defendant").

This Stipulation of Settlement shall be binding on Plaintiff and those persons Plaintiff seeks to represent, and on: (i) Defendant; (ii) Defendant's respective past, present and future direct and indirect subsidiaries and affiliates; (iii) the past, present and future shareholders, directors, officers, owners, agents, employees, clients, attorneys, insurers, predecessors, successors and assigns of any of the foregoing; and (iv) any individual or entity which could be jointly liable with any of the foregoing. The Settlement contemplated by this Stipulation of Settlement may hereinafter be referred to as the "Settlement" or "Stipulation of Settlement."

THE PARTIES STIPULATE AND AGREE as follows:

- 1. Plaintiff and Defendant are collectively referred to herein as the "Parties."
- 2. On September 13, 2022, Plaintiff filed a class action complaint, individually and on behalf of others similarly situated, against Defendant in the San Joaquin County Superior Court, Case No. STK-CV-UOE-2022-0008100, alleging claims of failure to pay minimum wages; failure to pay overtime wages; failure to provide meal periods; failure to permit rest periods; failure to reimburse business expenses; failure to provide accurate itemized wage statements; failure to pay wages timely during employment; failure to pay all wages due upon separation of employment; and violation of California Business and Professions Code section 17200 et seq.
- 3. On September 9, 2022, Plaintiff sent a letter to the Labor and Workplace Development Agency ("LWDA") alleging violations of the Private Attorneys General Act ("PAGA") for the Released PAGA Claims, as defined below.
- 4. On March 3, 2023, Plaintiff filed a first amended complaint in San Joaquin County Superior Court ("Complaint"), that included a cause of action for penalties under PAGA. The term "Action" means this putative class and representative action pending in San Joaquin County Superior Court. The "Class Period" is from March 16, 2018 through July 18, 2023, and the "PAGA Period" is from September 9, 2021 through July 18, 2023.

- 5. This Action has been actively litigated. There have been on-going investigations, and an exchange of extensive documentation and information. The Parties participated in a private mediation before mediator Gig Kyriacou on July 18, 2023. Plaintiff has not filed a motion for class certification in this Action, nor has a date been set by the Court for the filing of such a motion.
- 6. For purposes of this Settlement, the "Settlement Class" or "Class Members" shall consist of all persons employed by Defendant in California as a non-exempt employee from March 16, 2018 through July 18, 2023. The Settlement Class, however, shall not include any person who previously settled or released any of the claims covered by this Settlement, any person who previously was paid or received awards through civil or administrative actions for the claims covered by this Settlement, or any person who submits a timely and valid Request for Exclusion as provided in this Settlement. All Class Members who worked any hours for Defendant in California during any pay period from September 9, 2021 through July 18, 2023 are aggrieved employees with respect to PAGA ("PAGA Members"), and will be paid their PAGA Award and release the Released PAGA Claims (defined below), regardless of whether they submit a timely and valid Request for Exclusion from the Settlement. PAGA Members are not eligible to exclude themselves from, or to opt out of, the Released PAGA Claims (as hereafter defined).
- 7. Solely for purposes of settling this case, the Parties stipulate and agree that the requisites for establishing class certification with respect to the Settlement Class have been met and are met. More specifically, the Parties stipulate and agree that:
- a. The Settlement Class is ascertainable and so numerous as to make it impracticable to join all Class Members.
- b. There are common questions of law and fact, including but not limited to the following:
- i. Whether Defendant complied with applicable laws affecting Plaintiff
 and the Settlement Class under the California Labor Code and the Wage Orders of the California
 Industrial Welfare Commission; and
- ii. Whether Plaintiff and the Settlement Class are entitled to alleged unpaid wages, penalties, interest, and attorneys' fees and costs.

- c. Plaintiff believes that Plaintiff's claims are typical of the claims of the members of the Settlement Class.
- d. Plaintiff believes that she will fairly and adequately protect the interests of the Settlement Class, and that Samuel A. Wong, Jessica L. Campbell and Kristy R. Connolly of Aegis Law Firm, PC, should be "Class Counsel" and will fairly and adequately protect the interests of the Settlement Class.
- e. The prosecution of separate actions by individual members of the Settlement Class would create the risk of inconsistent or varying adjudications, which would establish incompatible standards of conduct.
- f. With respect to the Settlement Class, Plaintiff believes that questions of law and fact common to the members of the Settlement Class predominate over any questions affecting any individual member in such Settlement Class, and a class action is superior to other available means for the fair and efficient adjudication of the controversy.
- 8. Defendant denies any liability or wrongdoing of any kind whatsoever associated with the claims alleged in the Complaint, and further denies that, for any purpose other than settling this Action, this Action is appropriate for class or representative treatment. With respect to Plaintiff's claims, Defendant contends, among other things, that it has complied with all applicable state, federal and local laws affecting Plaintiff and the Settlement Class.
- 9. It is the desire of the Parties to fully, finally and forever settle, compromise and discharge all disputes and claims arising from the allegations and causes of action stated in the Complaint. To achieve a full and complete release of Defendant, each Class Member acknowledges that this Stipulation of Settlement is intended to include in its effect all claims of any nature reasonably arising out of the allegations made in the Complaint.
- 10. It is the intention of the Parties that this Stipulation of Settlement shall constitute a full and complete settlement and release of all claims arising from the allegations in the Complaint against: (i) Defendant; (ii) Defendant's respective past, present and future direct and indirect subsidiaries and affiliates; (iii) the past, present and future shareholders, directors, officers, owners, agents, employees, clients, attorneys, insurers, predecessors, successors and assigns of any of the

foregoing; and (iv) any individual or entity which could be jointly liable with any of the foregoing (collectively "Released Parties").

- 11. Class Counsel have conducted a thorough investigation into the facts of this Action, and have diligently pursued an investigation of Class Members' claims against Defendant. Based on their own independent investigation and evaluation, Class Counsel are of the opinion that the Settlement with Defendant for the consideration and on the terms set forth in this Stipulation of Settlement is fair, reasonable and adequate and is in the best interest of the Settlement Class in light of all known facts and circumstances, including the risk of significant delay, the risk the Settlement Class will not be certified by the Court, defenses asserted by Defendant, and numerous potential appellate issues. Defendant and its counsel, Erika M. Barbara and Keelia K. Lee of Jackson Lewis P.C. ("Defendant's Counsel") also agree that the Settlement is fair and in the best interest of the Parties.
- 12. The Parties agree to cooperate and take all steps necessary and appropriate to consummate this Settlement and for entry of judgment in accordance with this Stipulation of Settlement.
- Awards (defined below) according to a specified formula to each Class Member who does not request to be excluded from this Settlement. The total payment under the Settlement is \$337,500.00 (the "Maximum Settlement Amount"), which includes all payments to Class Members and PAGA Members, Class Counsel's attorneys' fees, Class Counsel's litigation expenses and costs, the enhancement award to the class representative, penalties of any nature, including PAGA penalties, and Settlement administration expenses. It is understood and agreed that Defendant shall have no obligation to pay any person, entity or organization more than the Maximum Settlement Amount, except that Defendant will pay the employer payroll taxes for the wage portion of the Settlement Awards.

TERMS OF SETTLEMENT

14. NOW THEREFORE, in consideration of the mutual covenants, promises and agreements set forth herein, the Parties agree, subject to the Court's approval, as follows:

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- a. It is agreed by and between Plaintiff and Defendant that this Action, and any claims, damages or causes of action arising out of the Complaint which are the subject of this Action, shall be settled and compromised as between the Settlement Class and Defendant, subject to the terms and conditions set forth in this Stipulation of Settlement and the approval of the Court.
- b. Effective Date: The Settlement embodied in this Stipulation of Settlement shall become effective when all of the following events have occurred: (i) this Stipulation of Settlement has been executed by all Parties and by counsel for Plaintiff and Defendant; (ii) the Court has given preliminary approval to the Settlement; (iii) the class Settlement notice has been given to the Settlement Class, providing them with an opportunity to opt out of or to object to the Settlement; (iv) the Court has held a formal final fairness hearing and entered a final order and judgment certifying the Settlement Class and finally approving this Stipulation of Settlement, without objection by the LWDA; and (v) in the event there are objections to the Settlement which are not later withdrawn, the later of the following events: when the period for filing any appeal, writ or other appellate proceeding opposing the Settlement has elapsed without any appeal, writ or other appellate proceeding having been filed; or any appeal, writ or other appellate proceeding opposing the Settlement has been dismissed finally and conclusively with no right to pursue further remedies or relief; or any appeal, writ or other appellate proceeding has upheld the Court's final order with no right to pursue further remedies or relief. In this regard, it is the intention of the Parties that the Settlement shall not become effective until the Court's order approving the Settlement is completely final, and there is no further recourse by an appellant or objector who seeks to contest the Settlement. It is further agreed by the Parties that this Settlement will not become effective if Defendant, contrary to Paragraph 13 above, is required by the Court to pay more than the Maximum Settlement Amount as set forth in Paragraph 13 under any circumstances. It is further agreed by and between the Parties that this Settlement shall not become effective, and Defendant shall not have any obligation (monetary or otherwise) under the terms of this Settlement, unless and until any objections, writs and/or appeals, and any rights of appeal with respect to any objections or the judgment, have been finally exhausted and resolved upholding the terms of this Settlement.

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c. Maximum Settlement Amount and Net Settlement Amount: To implement the terms of this Settlement, Defendant, on behalf of the Released Parties, agrees to pay the Maximum Settlement Amount, which includes all payments to Class Members and PAGA Members; Class Counsel's attorneys' fees; Class Counsel's litigation expenses and costs; the enhancement award to the class representative; \$20,000.00 allocated to penalties under the PAGA (with \$15,000.00 (three-quarters) paid to the LWDA and \$5,000.00 (one-fourth) paid to the Settlement Class as described below); and Settlement administration expenses. The Parties agree the Maximum Settlement Amount will be fully paid out, with no residue returning to Defendant. At no time shall Defendant have the obligation to segregate the funds comprising the Maximum Settlement Amount, and Defendant shall retain exclusive authority over, and the responsibility for, those funds. All payments to Class Members and PAGA Members, Class Counsel's attorneys' fees, Class Counsel's litigation expenses and costs, the enhancement award, the PAGA penalties paid to LWDA, and Settlement administration expenses will be paid out of the Maximum Settlement Amount. Under no condition will the Released Parties' aggregate liability exceed the Maximum Settlement Amount, except that Defendant will pay the employer payroll taxes for the wage portion of the Settlement Awards in addition to the Maximum Settlement Amount. The "Net Settlement Amount", the amount available for potential distribution to Class Members, shall be calculated by deducting from the Maximum Settlement Amount: (i) Class Counsel's attorneys' fees and litigation expenses and costs; (ii) the enhancement award to the class representative; (iii) the PAGA penalty payment to the LWDA as described further below; and (iv) Settlement administration expenses. Settlement Awards to the Class Members, and PAGA Awards to the PAGA Members, will be calculated by the settlement Administrator and paid out of the Net Settlement Amount as set forth below. The entire Net Settlement Amount will be paid out pro rata to Class Members who do not opt out and to PAGA Members.

i. <u>Settlement Awards to Class Members</u>: Payments to Class Members under the Settlement ("Settlement Awards") will be determined based on the number of weeks worked by all Class Members as a non-exempt employee of Defendant in California during the Class Period based on information provided by Defendant. The workweeks will be calculated by

the "Settlement Administrator," as defined below, for Class Members by dividing the total days employed as a non-exempt employee of Defendant in California during the Class Period by seven (7). Partial workweeks will not be counted, meaning incomplete workweeks and/or incomplete pay periods will be rounded down; however, if a Class Member or PAGA Member worked only one day as a non-exempt employee of Defendant in California will be credited with having worked one workweek for purposes of the Settlement. Defendant's workweek data will be presumed to be correct, unless a particular Class Member proves otherwise to the Settlement Administrator by credible written evidence. All workweek and pay period disputes will be resolved and decided by the Settlement Administrator, and the Settlement Administrator's decision on all workweek and pay period disputes will be final and non-appealable. The amount to be paid per workweek to eligible Class Members will be calculated by the Settlement Administrator by dividing the Net Settlement Amount by the number of weeks worked by Class Members who do not opt out of the Settlement. No claim form shall be required for Settlement Class Members to receive their Settlement Awards.

ii. Private Attorneys General Act Allocation: Subject to Court approval, the Parties have agreed to allocate \$20,000.00 of the Maximum Settlement Amount to Plaintiff's representative claims under PAGA. Seventy-five percent (75%) of this amount, or in other words \$15,000.00, will be paid out of the Maximum Settlement Amount to the LWDA of the State of California, and the remaining twenty-five percent (25%), or in other words \$5,000.00 ("Net PAGA Settlement Amount"), will remain included in the Net Settlement Amount and paid to the PAGA Member under the Settlement (the "PAGA Awards"). The Settlement Administrator will calculate the number of pay periods covered by the PAGA Members during the PAGA Period based on information to be provided by Defendant. Partial pay periods will not be counted; however, if a PAGA Member worked only one day as a non-exempt employee of Defendant in California, such PAGA Member will be credited with having worked one pay period for purposes of the Settlement. Defendant's pay period data will be presumed to be correct, unless a particular PAGA Member proves otherwise to the Settlement Administrator by credible written evidence. All pay period disputes will be resolved and decided by the Settlement Administrator, and the Settlement

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Administrator's decision on all pay period disputes will be final and non-appealable. The amount to be paid per pay period to PAGA Members will be calculated by the Settlement Administrator by dividing the Net PAGA Settlement Amount by the aggregate number of pay periods worked by PAGA Members. No claim form shall be required for PAGA Members to receive their PAGA Awards.

iii. Allocation of Settlement Awards: The Parties have agreed, based on the allegations in the Action, that individual Settlement Awards payable to eligible Class Members will be allocated from the Net Settlement Amount and paid as follows: one-third (1/3) will be allocated to alleged unpaid wages for which IRS Forms W-2 will issue; and two-thirds (2/3) will be allocated to alleged unpaid interest and penalties for which IRS Forms 1099-MISC will issue. Individual "PAGA Awards" for the PAGA Members will be paid from the Net PAGA Settlement Amount, after the required payment to the LWDA, as alleged penalties for which IRS Forms 1099-MISC will issue.

iv. Settlement Awards and PAGA Awards Do Not Trigger Additional Benefits: All Settlement Awards to Class Members, and all PAGA Awards to PAGA Members, shall be deemed to be income to such Class Members and PAGA Members solely in the year in which such awards actually are received by the Class Members and PAGA Members. It is expressly understood and agreed that the receipt of such Settlement Awards and PAGA Awards will not entitle any Class Member or PAGA Member to additional compensation or benefits under any company bonus, contest or other compensation or benefit plan or agreement in place during the period covered by the Settlement, nor will it entitle any Class Member or PAGA Member to any increased retirement, 401(k) benefits or matching benefits, or deferred compensation benefits. It is the intent of this Settlement that the Settlement Awards and PAGA Awards provided for in this Agreement are the sole payments to be made by Defendant to the Class Members and PAGA Members in connection with this Settlement, and that the Class Members and PAGA Members are not entitled to any new or additional compensation or benefits as a result of having received the Settlement Awards and PAGA Awards (notwithstanding any contrary language or agreement in

any benefit or compensation plan document that might have been in effect during the period covered

by this Settlement).

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v. <u>Attorneys' Fees and Litigation Costs</u>: Subject to Court approval or modification, Defendant agrees to a payment, from the Maximum Settlement Amount, for Class Counsel's attorneys' fees and litigation expenses and costs as set forth in Paragraph 16 below.

vi. Class Representative: The Parties agree to the designation of Plaintiff Priscilla Magdaleno as "Class Representative." Subject to Court approval, and subject to Plaintiff's execution of a general release of all claims under California Code of Civil Procedure section 1542, Defendant agrees to a payment to Plaintiff, from the Maximum Settlement Amount, of an award at no additional cost to the Released Parties ("Enhancement Award"). The Enhancement Award paid to the Class Representative cannot exceed \$7,500.00, is subject to Court approval, and is in addition to any claimed individual Settlement Award or PAGA Award to which the Class Representative is entitled under this Stipulation of Settlement. The Enhancement Award is to be part of, and to be deducted from, the Maximum Settlement Amount. The Settlement Administrator will issue an IRS Form 1099-MISC for the Enhancement Award to Plaintiff for Plaintiff's service as a Class Representative, and Plaintiff will be responsible for correctly characterizing this compensation for tax purposes and for paying any taxes on the amount received. Should the Court approve an Enhancement Award to the Class Representative in an amount less than that set forth above, the difference between the lesser amount approved by the Court and the Enhancement Award set forth above shall be added to the Net Settlement Amount.

vii. <u>Settlement Administrator</u>: The "Settlement Administrator" will be Apex, or such other administrator mutually agreed upon by the Parties, after review and approval by the Parties of a not-to-exceed quote for Settlement administration expenses which Plaintiff's Counsel agrees to request and circulate to Defendant's Counsel. All Settlement administration expenses shall be paid out of the Maximum Settlement Amount.

viii. <u>Mailing of Settlement and PAGA Awards</u>: The Settlement Administrator will cause the Settlement Awards to be mailed to the Class Members who have not opted out of the Settlement and have not previously released their claims as to Defendant, and the PAGA Awards to be mailed to PAGA Members, within thirty-five (35) calendar days after the

Settlement becomes effective as defined in Paragraph 14.b.

d. <u>Enhancement Award to Plaintiff for Service as Class Representative</u>: The Settlement Administrator will pay the Enhancement Award approved by the Court to Plaintiff within thirty-five (35) calendar days after the Settlement becomes effective as defined in Paragraph 14.b.

e. <u>Right to Rescission</u>: If more than ten percent (10%) of the Settlement Class opts out of the Settlement by submitting valid and timely Requests for Exclusion as set forth in the Notice of Proposed Class Action and PAGA Settlement and Hearing Date for Final Court Approval of Settlement ("Class Notice"), Defendant shall have the right (but not the obligation) in its sole discretion to rescind and void the Settlement, before final approval by the Court, by providing written notice to Class Counsel no later than fourteen (14) calendar days after the opt-out deadline. If Defendant exercises this option, Defendant shall pay any costs of Settlement administration incurred up to that date, but shall not be obligated to pay any of Class Counsel's fees or litigation expenses and costs.

SETTLEMENT ADMINISTRATION

15. The Settlement Administrator shall be mutually agreed upon by the Parties to perform the customary duties of Settlement Administrator, subject to Court approval. The Settlement Administrator will mail the Class Notice to all Class Members and PAGA Members. The Settlement Administrator will independently review Defendant's data, based on Defendant's records, as to the number of weeks worked during the Class Period, and the number of pay periods worked during the PAGA Period, and will calculate the amounts due to Class Members and PAGA Members in accordance with this Stipulation of Settlement. The Settlement Administrator shall report, in summary or narrative form, the substance of its findings. The Settlement Administrator shall be granted reasonable access to Defendant's records to perform its duties. At the request of Defendant, and upon receipt of funds from Defendant, the Settlement Administrator will issue and send out Settlement Awards to Class Members and PAGA Awards to PAGA Members. Defendant shall be able to review proposed distributions, class workweek data, and PAGA pay period data to ensure correct and accurate distributions and representations to the Class Members and PAGA

to perform its duties.

Members through the Class Notice. Tax treatment of the Settlement Awards and PAGA Awards will be as set forth herein and in accordance with state and federal tax laws. All disputes relating to the Settlement Administrator's performance of its duties shall be referred to the Court, if necessary, which will have continuing jurisdiction over the terms and conditions of this Stipulation of Settlement until all payments and obligations contemplated by this Stipulation of Settlement have been fully carried out. The Settlement Administrator shall create and maintain a webpage, which will include links to the Settlement Agreement, Class Notice, Motions for Preliminary and Final Approval as they become available, until 60 days after the Effective Date. The website shall also include links to any other documents or information the Settlement Administrator deems necessary

ATTORNEYS' FEES AND LITIGATION COSTS

16. In consideration for settling this Action, in exchange for the release of claims by the Settlement Class, and subject to final approval or modification by the Court, Defendant agrees to pay, from the Maximum Settlement Amount, Class Counsel attorneys' fees not to exceed one-third of the Maximum Settlement Amount, or in other words up to \$112,500.00, and attorneys' costs and expenses not to exceed \$25,000.00. Defendant will not object to Class Counsel's application for attorneys' fees and litigation costs up to these amounts. The amounts set forth above will cover all work performed and all fees and costs incurred to date, and all work to be performed and all fees and costs to be incurred in connection with the approval by the Court of this Stipulation of Settlement, the administration of the Settlement, and obtaining the final judgment. Should Class Counsel request lesser amounts, or should the Court approve lesser amounts for attorneys' fees and litigation costs, the difference between the lesser amounts and the fees and litigation expenses and costs set forth above shall be added to the Net Settlement Amount.

17. The attorneys' fees and litigation expenses and costs approved by the Court shall be paid to Class Counsel within thirty-five (35) calendar days after the Settlement becomes effective as defined in Paragraph 14.b.

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NOTICE TO THE PLAINTIFF CLASS

18. The Class Notice shall be jointly drafted by the Parties and, as approved by the Court, shall be sent by the Settlement Administrator to the Class Members by first-class mail. The Class Notice shall be substantially in the form identified as **Exhibit A** to this Settlement.

Within thirty (30) calendar days after preliminary approval of this Settlement by the Court, Defendant shall provide to the Settlement Administrator the Class Members' and PAGA Members' names, last-known addresses, last-known telephone numbers, Social Security Numbers, and workweek data during the Class Period and pay period data during the PAGA Period ("Class Data"). The Parties agree the contact information and Social Security Numbers will be used only by the Settlement Administrator for the sole purpose of effectuating the Settlement and will not be provided to Class Counsel at any time or in any form. The Settlement Administrator shall take reasonable steps to protect the confidential and private information. To the extent Class Counsel possesses or comes to possess the contact information and/or Social Security Numbers from the Settlement Administrator, Class Counsel shall return all such information (including copies and data or information derived therefrom) within five (5) calendar days from the date the Court finally approves the Settlement, shall destroy all copies in any form of such information, and shall not retain, maintain or use such information for any purpose. The information provided for above shall be based on Defendant's payroll and other business records and in a format acceptable to the Settlement Administrator. Defendant agrees to consult with the Settlement Administrator prior to the production date to ensure the format will be acceptable to the Settlement Administrator. The information will need to be provided to the Settlement Administrator using reasonable security measures and reasonably secure technology. The Settlement Administrator will run a check of the Class Members' addresses against those on file with the U.S. Postal Service's National Change of Address List. Within twenty-one (21) calendar days of receiving the Class Data, the Settlement Administrator will mail the Class Notice to Class Members and PAGA Members.

b. Class Notices returned to the Settlement Administrator as non-delivered shall be resent to the forwarding address, if any, on the returned envelope. If there is no forwarding address, the Settlement Administrator will do an NCOA check and will skip-trace return mail using

the Class Member's Social Security Number and re-mail within five (5) calendar days of receipt; this search will be performed only once per Class Member by the Settlement Administrator. Upon completion of these steps by the Settlement Administrator, Defendant and the Settlement Administrator shall be deemed to have satisfied their obligations to provide the Class Notice to the affected member of the Settlement Class. The affected member of the Settlement Class shall remain a member of the Settlement Class and shall be bound by all the terms of the Stipulation of Settlement and the Court's Order and Final Judgment.

- c. The Class Notice shall identify the procedures for opting out of or objecting to the Settlement.
- d. Class Counsel shall provide to the Court, at least sixteen (16) court days before the Final Fairness hearing, an initial declaration by the Settlement Administrator of due diligence and proof of mailing with regard to the mailing of the Class Notice.

ADMINISTRATION PROCESS

- 19. The Class Members will have sixty (60) calendar days from the date of mailing in which to submit requests for exclusion ("opt out"). PAGA Members are not entitled to opt out as a PAGA Member. Class Members whose Notices are remailed shall have ten (10) calendar days from the remailing of the Notice or until the end of the initial 60-day period, whichever comes later, in which to opt out.
- 20. Defendant, on behalf of the Released Parties, will pay to the Settlement Administrator the Maximum Settlement Amount within thirty (30) calendar days after the Settlement becomes effective as defined in Paragraph 14.b. The Settlement Administrator will be responsible for making appropriate deductions, calculating and reporting the employer payroll taxes on the Settlement Awards and PAGA Awards, paying to Class Counsel any Court-approved attorneys' fees and litigation expenses and costs, paying to the Class Representative any Court-approved Enhancement Award, paying the LWDA seventy-five percent (75%) of the amount allocated for PAGA penalties above, paying the Settlement administration expenses, meeting tax reporting obligations, and issuing the individual Settlement Awards to Class Members and PAGA Awards to PAGA Members. Proof of compliance with the Court's final approval order will be

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provided to counsel for the Parties by the Settlement Administrator within twenty-one (21) days after all payment obligations, the check cashing deadline for Class Members, and payment to the cy pres beneficiary have passed.

21. Settlement Awards to Class Members and PAGA Awards to PAGA Members will be mailed by the Settlement Administrator within thirty-five (35) calendar days after the Settlement becomes effective as defined in Paragraph 14.b. Upon completion of its calculation of payments, the Settlement Administrator shall provide Defendant with a report listing the amount of all payments to be made to each Class Member and PAGA Member. Settlement Award and PAGA Award checks shall remain valid and negotiable for one hundred eighty (180) calendar days from the date of their issuance; the Parties agree the Settlement Administrator will send one (1) reminder notice to all Class Members and PAGA Members who have not cashed the Settlement Award or PAGA Award check thirty (30) calendar days prior to the deadline; upon the deadline to cash the Settlement Award and PAGA Award checks, the checks will automatically be cancelled by the Settlement Administrator if not cashed by the Class Member or the PAGA Member within that time, at which point the Class Members' and PAGA Members' checks will be deemed void and of no further force or effect, and the Class Members' and PAGA Members' claims will remain released by the Settlement. The checks provided to Class Members and PAGA Members shall prominently state the expiration date or a statement that the checks will expire in one hundred eighty (180) days, or alternatively, such a statement may be made in a letter accompanying the check. Expired Settlement Award and PAGA Award checks will not be reissued, except for good cause and as mutually agreed by the Parties in writing. Any residue from uncashed Settlement Award and PAGA Award checks after the expiration date will be paid within fourteen (14) calendar days after the one hundred eighty (180)-day check cashing period expires pursuant to California Code of Civil Procedure section 384(b)(3) to Koinonia Family Services, a non-profit 501(c)(3) organization with child advocacy programs in the State of California, as the cy pres recipient, subject to Court approval. Any residue received by Koinonia Family Services shall be ordered by the Court to be used solely for child advocacy programs within the State of California pursuant to California Code of Civil Procedure section 384(b).

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OPTING OUT OF / OBJECTING TO THE SETTLEMENT

22. Opting Out of the Settlement. For those Class Members who do not wish to participate in the Settlement, such Class Members may exclude themselves by submitting a timely written request to the Settlement Administrator. PAGA Members release all Released PAGA Claims during the PAGA Period and cannot opt out as a PAGA Member. The written request ("Request for Exclusion") should state that the Class Member has received the "Notice of Proposed Class Action Settlement and Hearing Date for Final Court Approval of Settlement", the Class Member has decided not to participate in the Settlement, and words to the effect that the Class Member desires to be excluded from the Settlement. The Request for Exclusion must also state the individual's full name, address, date of birth, and dates the individual worked as a non-exempt employee for Defendant in California. The Request for Exclusion must be signed, dated and mailed by first-class U.S. mail, or the equivalent, to the Settlement Administrator. All Requests for Exclusion must be postmarked and mailed to the Settlement Administrator no later than sixty (60) calendar days after the Settlement Administrator mails the Class Notice to the Class Members. Any individual who submits a Request for Exclusion will not be allowed to object to the terms of the Settlement.

23. Objecting to the Settlement. Any individual who does not submit a Request for Exclusion can object to the terms of the Settlement in writing before the deadline to object to the Settlement. To object, the individual must file a written objection and a notice of intention to appear at the final approval hearing with the Clerk of the San Joaquin County Superior Court of the State of California and send copies to the Settlement Administrator, Class Counsel, and counsel for Defendant. Any written objection must state each specific reason in support of the objection and any legal support for each objection. The individual must state his/her full name, address, date of birth, and dates he/she worked as a non-exempt employee in California for Defendant. To be valid and effective, any written objections to approval of the Settlement must be filed with the Clerk of the Court and delivered to the Settlement Administrator, Class Counsel, and counsel for Defendant no later than sixty (60) calendar days after the Settlement Administrator mails the Class Notice. However, a Class Member and PAGA Member may appear at the final approval hearing, either in

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person or through his/her own counsel, and object to the Settlement Agreement and any of its terms without submitting a prior objection in the manner and by the deadline specified above. If the Court rejects the objection, the individual will be bound by the terms of the Settlement.

RELEASE BY THE CLASS

24. Effective upon the date when Defendant fully funds the Maximum Settlement Amount pursuant to Paragraph 20, and except as to such rights or claims as may be created by this Stipulation of Settlement, the Settlement Class and each member of the Class who has not submitted a valid Request for Exclusion fully release and discharge the Released Parties from all claims under state, federal and local law that were or could have been asserted based on the facts and allegations made in the Action, and any amendments thereto, as to the Class Members, including without limitation California Labor Code sections 201, 202, 203, 204, 210, 226, 226.3, 226.7, 510, 512, 558, 1174, 1174.5, 1182.12, 1194, 1194.2, 1197, 1197.1, 1198, 2698 et seg., 2699, 2699.3, 2699.5, 2800 and 2802, California Industrial Commission Wage Orders, California Code of Regulations, title 8, section 11040 et seg., California Code of Civil Procedure section 1021.5, and California Business and Professions Code section 17200 et seq., and including all claims for or related to alleged unpaid wages, unpaid overtime or double time wages, unpaid minimum wages, regular rate of pay, timely payment of wages during employment, timely payment of wages at separation, meal periods and meal period premiums, rest periods and rest period premiums, off-the-clock work, payroll deductions, wage statements, payroll records and recordkeeping, expense reimbursement, failure to pay additional 401(k) benefits and/or deferred compensation benefits and/or matching benefits for payments received under the Settlement, unfair competition, unfair business practices, unlawful business practices, fraudulent business practices, class actions, representative actions, aggrieved party claims, injunctive relief, declaratory relief, accounting, punitive damages, liquidated damages, penalties of any nature (including but not limited to civil penalties, waitingtime penalties, and PAGA penalties), interest, fees, costs, as well as all other claims and allegations alleged in the Action (collectively "Released Class Claims"), from March 16, 2018 through July 18, 2023 ("Class Release Period"). Expressly excluded from the release are claims for retaliation, discrimination, unemployment insurance, disability, workers' compensation, and claims outside

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the Released Class Claims.

25. Effective upon the date when Defendant fully funds the Maximum Settlement Amount pursuant to Paragraph 20, the claims to be released by the PAGA Members include all claims arising during the PAGA Period seeking civil penalties under PAGA, that Plaintiff, as proxy for the State of California and/or the LWDA, to the maximum extent permitted by law, and as a private attorney general acting on behalf of Plaintiff and the PAGA Members, asserted or could reasonably have asserted based on the facts alleged in the Action and/or the LWDA letter, including but not limited to all claims arising under the California Labor Code, including, but not limited to, sections 201, 202, 203, 204, 210, 226, 226.3, 226.7, 510, 512, 558, 1174, 1174.5, 1182.12, 1194, 1194.2, 1197, 1197.1, 1198, 2698 et seq., 2699, 2699.3, 2699.5, 2800 and 2802 and the wage orders of the California Industrial Welfare Commission and any other California Labor Code section or Wage Order based on the facts alleged in the Action (collectively "Released PAGA Claims"). The Settlement shall release and bar all Released PAGA Claims by or on behalf of Plaintiff and all PAGA Members from September 9, 2021 through July 18, 2023 ("PAGA Release Period") and for the entire PAGA Release Period, regardless of whether Plaintiff and/or a PAGA Member negotiates (cashes) their/his/her Settlement checks sent pursuant to this Settlement and regardless of whether any such PAGA Member opts out or attempts to exclude themselves/himself/herself from the Settlement.

26. In addition to the Released Class Claims and Released PAGA Claims identified in Paragraphs 24 and 25, effective upon the date when Defendant fully funds the Maximum Settlement Amount pursuant to Paragraph 20, Plaintiff Priscilla Magdaleno agrees to generally release the Released Parties from any and all claims, whether known or unknown, under all federal, state and local statutes, and federal and state common law (including but not limited to those for contract, tort and equity), except for workers' compensation claims, that occurred during the Class Period. Plaintiff acknowledges the language of Section 1542 of the California Civil Code, which provides:

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.

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Plaintiff expressly waives the protection of Section 1542. Plaintiff understands and agrees that claims or facts in addition to or different from those which are now known or believed by Plaintiff to exist may hereafter be discovered. It is Plaintiff's intention to settle fully and release all of the claims, except for workers' compensation claims, Plaintiff now has against the Released Parties, whether known or unknown, suspected or unsuspected.

DUTIES OF THE PARTIES PRIOR TO COURT APPROVAL

- 27. To effectuate the terms of the Settlement, the Parties agree all formal and informal discovery shall be stayed pending Court approval of the Settlement. Class Counsel agree to notify the Court of the Settlement through a Notice of Proposed Class and PAGA Action Settlement, and to request that all current Court deadlines be continued pending Court approval of the Settlement. Class Counsel agree to cease all affirmative communication (oral and written) with the putative class members, other than through Court-approved notices; this provision does not prevent Class Counsel from communicating with any Class Member or PAGA Member who may contact Class Counsel. Plaintiff shall promptly submit this Stipulation of Settlement to the San Joaquin County Superior Court in support of Plaintiff's Motion for Preliminary Approval and determination by the Court as to its fairness, adequacy and reasonableness. Plaintiff agrees to provide Defendant the opportunity to review, and to approve before filing, Plaintiff's Motion for Preliminary Approval. At the same time Plaintiff submits this Stipulation of Settlement to the San Joaquin County Superior Court, Plaintiff agrees to submit a copy of the Stipulation of Settlement to the LWDA. Promptly upon execution of this Stipulation of Settlement, Plaintiff shall apply to the Court for the entry of an order preliminarily approving the Settlement in a form that is mutually agreeable between the Parties and also provides for the following:
- a. Scheduling a Final Fairness hearing on the question of whether the proposed Settlement, including payment of attorneys' fees and litigation expenses and costs, costs of administration and the Class Representative's Enhancement Award, should be finally approved as fair, reasonable and adequate as to the members of the Settlement Class;
- b. Certifying a Settlement Class, Plaintiff Priscilla Magdaleno as Class Representative, and Samuel A. Wong, Jessica L. Campbell and Kristy R. Connolly of Aegis Law

1 Firm, PC, as Class Counsel; 2 Approving as to form and content the proposed Class Notice; 3 d. Approving the manner and method for Class Members to request exclusion 4 from the Settlement as contained herein and within the Class Notice; 5 Directing the mailing of the Class Notice by first-class U.S. mail to the Class e. Members and PAGA Members; 6 7 f. Preliminarily approving the Settlement subject only to the objections of 8 Class Members and PAGA Members, and final review by the Court; 9 Enjoining Plaintiff and all Class Members and PAGA Members from filing g. 10 or prosecuting any other cases, claims, suits or administrative proceedings (including filing claims 11 with the Division of Labor Standards Enforcement of the California Department of Industrial 12 Relations) regarding the Released Class Claims and Released PAGA Claims, unless and until such 13 Class Members have filed valid Requests for Exclusion with the Settlement Administrator and the 14 time for filing Requests for Exclusion with the Settlement Administrator has elapsed; and 15 h. The Preliminary Approval Order shall be substantially in the form identified 16 as **Exhibit B** to this Settlement. 17 DUTIES OF THE PARTIES FOR FINAL COURT APPROVAL 18 28. Class Counsel agree to return all confidential documents, lists and data in all forms 19 and formats (originals and copies) within seven (7) calendar days from final Court approval of the 20 Settlement. Plaintiff agrees to provide Defendant the opportunity to review and to approve before 21 filing, Plaintiff's Motion for Final Approval of Class Action and PAGA Settlement. Class Counsel 22 agrees to submit a proposed final order and judgment mutually agreeable between the Parties, and 23 substantially in the form identified as **Exhibit C** to this Settlement, and provides for the following: 24 Approving the Settlement, adjudging the terms thereof to be fair, reasonable a. 25 and adequate, and directing consummation of its terms and provisions; 26 b. Approving Class Counsel's application for an award of attorneys' fees and 27 litigation expenses and costs; 28 c. Approving the Enhancement Award to the Class Representative; and

d. Entering judgment in accordance with California Rules of Court, rule 3.769(h), and permanently barring and enjoining all Class Members and PAGA Members from prosecuting the Released Class Claims and Released PAGA Claims against: (i) Defendant; (ii) Defendant's respective past, present and future direct and indirect subsidiaries and affiliates; (iii) the past, present and future shareholders, directors, officers, owners, agents, employees, clients, attorneys, insurers, predecessors, successors and assigns of any of the foregoing; and (iv) any individual or entity which could be jointly liable with any of the foregoing.

PARTIES' AUTHORITY

29. The signatories hereto hereby represent that they are fully authorized to enter into this Stipulation of Settlement and bind the Parties hereto to the terms and conditions thereof.

MUTUAL FULL COOPERATION

- 30. The Parties agree to fully cooperate with each other to accomplish the terms of this Stipulation of Settlement, including but not limited to execution of such documents and taking such other action as reasonably may be necessary to implement the terms of this Stipulation of Settlement. The Parties shall use their best efforts, including all efforts contemplated by this Stipulation of Settlement and any other efforts that may become necessary by order of the Court, or otherwise, to effectuate this Stipulation of Settlement and the terms set forth herein. As soon as practicable after execution of this Stipulation of Settlement, Class Counsel shall, with the assistance and cooperation of Defendant and its counsel, take all necessary steps to secure the Court's final approval of this Stipulation of Settlement.
- 31. The Parties and their respective counsel agree that they will not attempt to encourage or discourage Class Members from filing Requests for Exclusion.

NO PRIOR ASSIGNMENTS

32. The Parties and their counsel represent, covenant and warrant that they have not, directly or indirectly, assigned, transferred or encumbered, or purported to assign, transfer or encumber, to any person or entity any portion of any liability, claim, demand, action, cause of action or right herein released and discharged except as set forth herein.

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1 NO ADMISSION 2 33. Nothing contained herein, nor the consummation of this Stipulation of Settlement, 3 is to be construed or deemed an admission of liability, culpability, negligence or wrongdoing on 4 the part of Defendant. Each of the Parties hereto has entered into this Stipulation of Settlement 5 solely with the intention to avoid further disputes and litigation with the attendant inconvenience 6 and expenses. 7 **ENFORCEMENT ACTIONS** 8 34. The Parties agree that the San Joaquin County Superior Court shall retain 9 jurisdiction to enforce the terms of this Settlement pursuant to California Code of Civil Procedure 10 section 664.6. In the event one or more of the Parties to this Stipulation of Settlement institutes any 11 legal action or other proceeding against any other Party or Parties to enforce the provisions of this 12 Stipulation of Settlement or to declare rights or obligations under this Stipulation of Settlement, the 13 successful Party or Parties shall be entitled to recover from the unsuccessful Party or Parties 14 reasonable attorneys' fees and litigation costs, including expert witness fees, incurred in connection 15 with any enforcement actions. 16 **NOTICES** 17 Unless otherwise specifically provided herein, all notices, demands or other 35. 18 communications given hereunder shall be in writing and shall be deemed to have been duly given 19 as of the third (3rd) business day after mailing by U.S. registered or certified mail, return receipt 20 requested, addressed as follows: 21 To Plaintiff and the Settlement Class Samuel Wong 22 Jessica L. Campbell Kristy R. Connolly 23 AEGIS LAW FIRM, PC 9811 Irvine Center Drive, Suite 100 24 Irvine, CA 92618 25 To Defendant Erika M. Barbara 26 Keelia K. Lee JACKSON LEWIS P.C. 27 400 Capitol Mall, Suite 1600 Sacramento, CA 95814 28

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NO PUBLIC COMMENT

36. The Class Representative and Class Counsel will not make any public disclosure of the Settlement, except through Court filings to preliminarily and finally approve the Settlement. Class Counsel will take all steps necessary to ensure the Class Representative is aware of, and will ensure the Class Representative adheres to, the restriction against any public disclosure of the Settlement. Following preliminary Court approval of the Settlement, the Class Representative and Class Counsel will not initiate any communications (directly or indirectly) with the media regarding the Action. Notwithstanding the foregoing, the Class Representative and Class Counsel may, in response to a communication initiated by the media, direct the inquiring media member to the public records of the Action on file with the Court. Class Counsel will take all steps reasonably necessary to ensure the Class Representative is aware of, and will ensure the Class Representative will adhere to, the restriction against any media comment on the Settlement and its terms.

CONSTRUCTION

37. The Parties hereto agree that the terms and conditions of this Stipulation of Settlement are the result of lengthy, intensive arms-length negotiations between the Parties and this Stipulation of Settlement shall not be construed in favor of or against any Party by reason of the extent to which any Party or his, her or its counsel participated in the drafting of this Stipulation of Settlement.

CAPTIONS AND INTERPRETATIONS

38. Paragraph titles or captions contained herein are inserted as a matter of convenience and for reference, and in no way define, limit, extend or describe the scope of this Stipulation of Settlement or any provision of it. Each term of this Stipulation of Settlement is contractual and not merely a recital.

MODIFICATION

39. This Stipulation of Settlement may not be changed, altered or modified, except in writing and signed by the Parties hereto and approved by the Court. This Stipulation of Settlement may not be discharged except by performance in accordance with its terms or by a writing signed by the Parties hereto.

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1 INTEGRATION CLAUSE 2 40. This Stipulation of Settlement and the Confidential Memorandum of Understanding 3 contain the entire agreement between the Parties relating to the Settlement and transaction 4 contemplated hereby, and all prior or contemporaneous agreements, understandings, 5 representations and statements, whether oral or written and whether by a Party or such Party's legal 6 counsel, are merged herein. No rights hereunder may be waived except in writing. 7 BINDING ON ASSIGNS 8 41. This Stipulation of Settlement shall be binding upon and inure to the benefit of the 9 Parties and the Released Parties hereto, and their respective heirs, trustees, executors, 10 administrators, successors and assigns. 11 **CLASS MEMBER SIGNATORIES** 12 42. It is agreed that, because the Class Members and PAGA Members are so numerous, 13 it is impossible or impractical to have each Class Member and PAGA Member execute this 14 Stipulation of Settlement. The Class Notice will advise all Class Members and PAGA Members of 15 the binding nature of the release, and the release shall have the same force and effect as if this 16 Stipulation of Settlement were executed by each member of the Class. 17 COUNTERPARTS 18 43. This Stipulation of Settlement may be executed in counterparts and by facsimile 19 signatures, and when each Party has signed and delivered at least one such counterpart, each 20 counterpart, including e-mail and PDF versions, shall be deemed an original and, when taken 21 together with other signed counterparts, shall constitute one Stipulation of Settlement binding upon 2.2. and effective as to all Parties. 23 /// 24 /// 25 /// 26 ///

1	IN WITNESS WHER	EOF, the Parties hereto knowingly and voluntarily executed this	
2	Joint Stipulation of Class Action and PAGA Settlement and Release between Plaintiff and		
3	Defendant as of the date(s) set forth below:		
4	Plaintiff and Class Represen	<u>tative</u>	
5	10 (00 (000)	DocuSigned by:	
6	Dated:	PRISCILLA MAGDALENO	
7		I RISCILLA MAGDALENO	
8	<u>Defendant</u>	VISION F.S., INC.	
9	10/30/2023 Dated:	By: Towney much for Af ad Apphorized Officer or Agent	
11			
12	APPROVED AS TO FORM:	AEGIS I AW EIDM DC	
13	APPROVED AS TO FORM:	AEGIS LAW FIRM, PC	
14	Dated: 10/26/2023	By: Samuel A. Wong	
15 16		Samuel A. Wong Jessica L. Campbell Kristy R. Connolly	
17 18		Attorneys for Plaintiff and Class and PAGA Members	
19	11/1/2023 Dated:	JACKSON LEWIS P.C.	
20		Martara	
21		By:Erika M. Barbara	
22		Keelia K. Lee	
23		Attorneys for Defendant VISION F.S., INC.	
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Joint Stipulation of Class Action and PAGA Settlement and Release