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	Attorneys for Plaintiff PRISCILLA ESTRADA		
13	SUPERIOR COURT OF TH	E STATE OF CALIFORNIA	
14	IN AND FOR THE COUNTY OF SAN DIEGO		
15			
16	PRISCILLA ESTRADA an individual, on behalf of herself, and on behalf of all persons	Case No.: 37-2022-00030943-CU-OE-CTL	
17	similarly situated,	[Action Filed August 4, 2022]	
18	Plaintiffs,	STIPULATION OF SETTLEMENT OF CLASS AND PAGA ACTION CLAIMS AND RELEASE OF CLAIMS	
19	VS.	AND RELEASE OF CEARINS	
20	MANPOWER TEMPORARY SERVICES		
21	f.k.a. CPM, LTD. which will be doing business in California as MANPOWER TEMPORARY		
22	SERVICES, a Nevada corporation; CPM,		
23	LTD., a Nevada corporation; C.L.M.P., LTD., a California corporation; EQUUS		
	WORKFORCE SOLUTIONS, a Kentucky		
24 I			
24	limited liability company; and DOES 1-50,		
25			
	limited liability company; and DOES 1-50, Inclusive,		

This Stipulation of Settlement of Class and PAGA Action Claims and Release of Claims is entered into by and between Plaintiff PRISCILLA ESTRADA (hereinafter "Plaintiff"), an individual, on behalf of the Settlement Class, and in her representative capacity on behalf of the State of California and the Aggrieved Employees, Defendant CPM Ltd., Inc., dba Manpower of San Diego, and Defendant Res-Care, Inc., dba Equus Workforce Solutions (collectively, "Defendants"):

# I. <u>DEFINITIONS</u>

- A. "Action" means the putative class and representative action lawsuit designated *Estrada v. Manpower Temporary Services f.k.a. CPM, Ltd., et al.*, San Diego Superior Court Case No. 37-2022-00030943-CU-OE-CTL, filed August 4, 2022.
- B. "Aggrieved Employees" means all persons who are previously were employed by Defendant CPM Ltd. Inc., dba Manpower of San Diego and assigned to work at the COVID hotels operated by Defendant Res-Care Inc. dba Equus Workforce Solutions in California and classified as non-exempt employees during the PAGA Period.
- C. "Agreement" or "Settlement Agreement" means this Stipulation of Settlement of Class and PAGA Action and Release of Claims.
- D. "Attorneys' Fees and Attorneys' Expenses" means the amounts allocated to Class Counsel for reimbursement of all reasonable attorneys' fees and litigation expenses, respectively, incurred to prosecute the Action, including their pre-filing investigation, their filing of the Action, all related litigation activities, all Settlement work including costs related to experts, all post-Settlement compliance procedures in an amount of up to one-third (1/3) of the Gross Settlement Amount for attorneys' fees and in an amount not to exceed \$15,000 for litigation expenses. The Attorneys' Fees Payment shall be divided between Class Counsel as follows: 50% to JCL Law Firm, APC, and 50% to Zakay Law Group, APLC.
- E. "Claims Administration Expenses" means the amount paid to the Settlement Administrator from the Gross Settlement Amount for administering the Settlement pursuant to this Agreement currently estimated not to exceed \$7,000.00.

- F. "Class" or the "Class Members" means all persons who are or previously were employed by Defendant CPM Ltd. Inc., dba Manpower of San Diego and assigned to work at the COVID hotels operated by Defendant Res-Care Inc. dba Equus Workforce Solutions in California and classified as non-exempt employees during the Class Period.
- G. "Class Counsel" means Jean-Claude Lapuyade, Esq. of JCL Law Firm, APC, and Shani O. Zakay, Esq. of Zakay Law Group, APLC.
- H. "Class Data" means information regarding Class Members that Defendants will in good faith compile from their records and provide to the Settlement Administrator. It shall be formatted as a Microsoft Excel spreadsheet and shall include: each Class Member's full name; last known address; Social Security Number; start dates and end dates of employment.
- I. "Class Period" means the period of August 4, 2018, to November 27, 2023.
- J. "Class Representative" means plaintiff Priscilla Estrada.
- K. "Court" means the Superior Court for the State of California, County of San Diego currently presiding over the Action.
- L. "Defendants" means CPM Ltd., Inc., dba Manpower of San Diego and Res-Care, Inc., dba Equus Workforce Solutions.
- M. "Effective Date" means the later of: (i) if no timely objections are filed, or are withdrawn prior to Final Approval, then the date of Final Approval; or (ii) if a Class Member files an objection to the Settlement, the Effective Date shall be the sixty-first (61st) calendar day after the date of Defendants are provided with copies of the Final Judgment, provided no appeal is initiated by an objector; or (iii) if a timely appeal is initiated by an objector, then the Effective Date will be the date of final resolution of that appeal (including any requests for rehearing and/or petitions for certiorari), resulting in final judicial approval of the Settlement.

- N. "Funding Date" shall mean sixty (60) calendar days of the Effective Date and is the date by which Defendants have paid the entire Gross Settlement Amount and the employer's share of payroll tax as mandated by law to the Settlement Administrator in accord with the terms of this Agreement.
- O. "Gross Settlement Amount" means Two Hundred and Twenty-Five Thousand Dollars and Zero Cents (\$225,000.00) that Defendants must pay into the QSF in connection with this Settlement, inclusive of the sum of Claims Administration Expenses, Attorney's Fees and Attorney's Expenses, Individual Settlement Payments, Service Award and PAGA Payment and *exclusive* of the employer's share of payroll tax, if any, triggered by any payment under this Settlement.
- P. "Individual Settlement Payments" means the amount payable from the Net Settlement Amount to each Settlement Class Member and excludes any amounts distributed to Aggrieved Employees pursuant to PAGA.
- Q. "Net Settlement Amount" or "NSA" means the Gross Settlement Amount, less Attorneys' Fees and Attorneys' Expenses, Service Award, PAGA Payment, and Claims Administration Expenses.
- R. "Notice Packet" means the Class Notice to be provided to the Class Members by the Settlement Administrator in the form set forth as **Exhibit A** to this Agreement (other than formatting changes to facilitate printing by the Settlement Administrator).
- S. "Operative Complaint" means the Complaint on file in the Action filed on August 4, 2022.
- T. "PAGA" means the California Labor Code Private Attorneys General Act of 2004,Labor Code § 2698 et seq.
- U. "PAGA Payment Ratio" means the respective Pay Periods during the PAGA Period for each Aggrieved Employee divided by the sum total of the Pay Periods for all Aggrieved Employees during the PAGA Period.

- V. "PAGA Pay Periods," for purposes of calculating the distribution of the Aggrieved Employee Payment, as defined herein, means the number of pay periods of employment during the PAGA Period that each Aggrieved Employee worked in California.
- W. "PAGA Period" means the period of May 31, 2021, to November 27, 2023.
- X. "PAGA Payment" shall mean Twelve Thousand Dollars and Zero Cents (\$12,000.00) to be allocated from the Gross Settlement Amount, with 25% of the payment going to the Aggrieved Employees ("Aggrieved Employee Payment") and 75% of the payment going to the Labor and Workforce Development Agency ("LWDA Payment"). The amount of the PAGA Penalties is subject to Court approval pursuant to California Labor Code section 2699(1). Any reallocation of the Gross Settlement Amount to increase the PAGA Penalties will not constitute grounds by either party to void this Agreement, so long as the Gross Settlement Amount remains the same.
- Y. "Parties" means Plaintiff and Defendants, collectively, and "Party" shall mean either Plaintiff or Defendants, individually.
- Z. "Payment Ratio" means the respective Workweeks for each Class Member divided by the sum total Workweeks for all Class Members.
- AA. "Plaintiff" means Priscilla Estrada.
- BB. "QSF" means the Qualified Settlement Fund established, designated, and maintained by the Settlement Administrator to fund the Gross Settlement Amount.
- CC. "Released Class Claims" means the release from the Class Members of all class claims alleged in the operative complaint and/or Plaintiff's PAGA notice to the LWDA which occurred during the Class Period, and expressly excluding all other claims, including claims for vested benefits, wrongful termination, unemployment insurance, disability, social security, workers' compensation, and class claims outside of the Class Period; provided however that Defendants shall also be entitled to a full and complete general release of all claims from Plaintiff pursuant to Section 1542 for

her individual claims.

DD. "Released PAGA Claims" means the release from the Aggrieved Employees of all PAGA claims alleged in the operative complaint and Plaintiff's PAGA notice to the LWDA which occurred during the PAGA Period, and expressly excluding all other claims, including claims for vested benefits, wrongful termination, unemployment insurance, disability, social security, workers' compensation, and PAGA claims outside of the PAGA Period.

EE. "Released Parties" means Defendants and all of their respective current and former partners, parents, subsidiaries, predecessors and successors, joint employers, and their affiliated entities, and each of their respective owners, officers, directors, managing agents, exempt employees with the potential for individual liability, partners, shareholders, principals, agents, representatives, accountants, auditors, consultants, and any respective predecessors in interest, successors, subsidiaries, affiliates, parents, heirs, assigns, or legal representatives, attorneys, insurers, re-insurers, and claims representatives.

FF. "Response Deadline" means the deadline by which the Class Members must postmark or fax to the Settlement Administrator requests for exclusion, or postmark objections to the Settlement. The Response Deadline will be forty-five (45) calendar days after the Settlement Administrator mails Notice Packets to Class Members.

- GG. "Settlement" means the disposition of the Action pursuant to this Agreement.
- HH. "Settlement Administrator" means Apex Class Action LLC, located at 20371 Irvine Avenue, Newport Beach, CA 92660; Tel: (800) 355-0700. The Settlement Administrator establishes, designates and maintains, as a QSF under Internal Revenue Code section 468B and Treasury Regulation section 1.468B-1, into which the amount of the Gross Settlement Amount is deposited for the purpose of resolving the claims of Settlement Class Members. The Settlement Administrator shall maintain the funds until distribution in an account(s) segregated from the assets of Defendants and any

person related to Defendants. All accrued interest shall be paid and distributed to the Settlement Class Members as part of their respective Individual Settlement Payment. The Parties each represent that they do not have any financial interest in the Settlement Administrator or otherwise have a relationship with the Settlement Administrator that could create a conflict of interest.

- II. "Service Award" means an award in the amount of \$10,000 or in an amount that the Court authorizes to be paid to Plaintiff, in addition to her Individual Settlement Payment and her individual Aggrieved Employee Payment, for settlement of her individual retaliation and wrongful termination claims in exchange for a full and complete release of all claims pursuant to Civil Code Section 1542 and in recognition of her efforts and risks in assisting with the prosecution of wage and hour claims in the Action.
- JJ. "Settlement Class Members" or "Settlement Class" means all Class Members who have not submitted a timely and valid request for exclusion as provided in this Agreement.
- KK. "Workweeks," for purposes of calculating the distribution of the Net Settlement Amount, means the estimated number of weeks of employment during the Class Period that each Class Member was employed by Defendants in California, subtracting days on leave (if any) and rounding up to the nearest whole number. Any ambiguities will be resolved on a good faith basis based upon Defendants' reasonably accessible electronic records.

#### II. RECITALS

- A. On May 31, 2022, Plaintiff filed a Notice of Violations with the Labor and Workforce Development Agency (LWDA) and served the same on Defendants.
- B. On September 20, 2022, Plaintiff filed an Amended Notice of Violations with the Labor and Workforce Development Agency (LWDA) and served the same on

Defendants to add CPM Ltd. Inc., dba Manpower of San Diego as a DOE Defendant and additional employer to the Action.

- C. On August 4, 2022, Plaintiff filed the Action, alleging claims for:
  - 1. Unfair competition (Bus. & Prof. Code §§ 17200 et seq.);
  - 2. Failure to pay minimum wages (Labor Code §§ 1194, 1197, and 1197.1)
  - 3. Failure to pay overtime wages (Labor Code §§ 510 et seq.);
  - 4. Meal period violations (Labor Code §§ 226.7, 512 and the applicable Wage Order);
  - 5. Rest period violations (Labor Code §§ 226.7, 516 and the applicable wage order);
  - 6. Wage statement violations (Labor Code § 226 and 226.2 et seq.);
  - 7. Failure to provide wages when due (Labor Code §§ 201, 202, 203; 204);
  - 8. Failure to reimburse employees for required expenses (Labor Code § 2802);
  - 9. Wrongful termination in violation of public policy;
  - 10. Retaliation (Labor Code §§ 6310 and 1102.5); and
  - 11. Violation of the Private Attorneys General Act (Labor Code §§ 2698, et seq.)
- D. The Class Representative believes she has claims based on alleged violations of the California Labor Code, and the Industrial Welfare Commission Wage Orders, and that class certification is appropriate because the prerequisites for class certification can be satisfied in the Action, and this action is manageable as a PAGA representative action.
- E. Defendants deny any liability or wrongdoing of any kind associated with the claims alleged in the Action, disputes any wages, damages and penalties claimed by the Class Representative, alleged in the Operative Complaint, and/or alleged in the Class Representative's PAGA notices to the LWDA are owed, and further contend that, for any purpose other than settlement, the Action is not appropriate for class or representative action treatment. Defendants contend, among other things, that at all

times they complied with the California Labor Code and the Industrial Welfare Commission Wage Orders.

- F. The Class Representative is represented by Class Counsel. Class Counsel investigated the facts relevant to the Action, including conducting an independent investigation as to the allegations, reviewing documents and information exchanged through informal discovery, and reviewing documents and information provided by Defendants pursuant to informal requests for information to prepare for mediation. Defendants produced for the purpose of settlement negotiations certain employment data concerning the Class, which Class Counsel reviewed and analyzed with the assistance of an expert. Based on their own independent investigation and evaluation, Class Counsel are of the opinion that the Settlement with Defendants is fair, reasonable, and adequate, and is in the best interest of the Class considering all known facts and circumstances, including the risks of significant delay, defenses asserted by Defendants, uncertainties regarding class certification, and numerous potential appellate issues. Although it denies any liability, Defendants are agreeing to this Settlement solely to avoid the inconveniences and cost of further litigation. The Parties and their counsel have agreed to settle the claims on the terms set forth in this Agreement.
- G. On July 18, 2023, the Parties participated in mediation presided over by Hon. Judge Steven Denton (Ret.), an experienced mediator of class and PAGA actions. The mediation concluded with a settlement, which was subsequently memorialized in the form of a Memorandum of Understanding.
- H. This Agreement replaces and supersedes the Memorandum of Understanding and any other agreements, understandings, or representations between the Parties. This Agreement represents a compromise and settlement of highly disputed claims. Nothing in this Agreement is intended or will be construed as an admission by Defendants that the claims in the Action of Plaintiff or the Class Members have merit

or that Defendants bear any liability to Plaintiff or the Class on those claims or any other claims, or as an admission by Plaintiff that Defendants' defenses in the Action have merit.

- I. The Parties believe that the Settlement is fair, reasonable, and adequate. The Settlement was arrived at through arm's-length negotiations, taking into account all relevant factors. The Parties recognize the uncertainty, risk, expense, and delay attendant to continuing the Action through trial and any appeal. Accordingly, the Parties desire to settle, compromise and discharge all disputes and claims arising from or relating to the Action fully, finally, and forever.
- J. The Parties agree to certification of the Class for purposes of this Settlement only. If for any reason the settlement does not become effective, Defendants reserve the right to contest certification of any class for any reason and reserve all available defenses to the claims in the Action.

14 | Based on these Recitals that are a part of this Agreement, the Parties agree as follows:

# III. TERMS OF AGREEMENT

- A. <u>Settlement Consideration and Settlement Payments by Defendants.</u>
  - 1. Settlement Consideration. In full and complete settlement of the Action, and in exchange for the releases set forth below, Defendants will pay the sum of the Claims Administration Expenses, Attorney's Fees and Attorney's Expenses, Service Award, and PAGA Payment, as specified in this Agreement, equal to the Gross Settlement Amount of Two Hundred and Twenty-Five Thousand Dollars and Zero Cents (\$225,000.00). The Parties agree that this is a non-reversionary Settlement and that no portion of the Gross Settlement Amount shall revert to Defendants. Other than the Defendants' share of employer payroll taxes and as provided in Section III.A.4 below, Defendants shall not be required to pay more than the Gross Settlement Amount.

- 2. <u>Class Size</u>. Defendants represent that the Class was comprised of approximately 127 individuals who collectively worked approximately 2,089 workweeks during the Class Period. If the workweek number increases by more than 10% of the estimate stated herein, the Settlement Amount will increase proportionally for the number of workweeks over 110% of 2,089 (2,298).
- 3. <u>Settlement Payment</u>. Defendants shall deposit their respective share of the Gross Settlement Amount into the QSF, through the Settlement Administrator on or before the Funding Date. Any interest accrued will be added to the NSA and distributed to the Settlement Class Members except that if final approval is reversed on appeal, then Defendants are entitled to prompt return of the principal and all interest accrued.
- 4. <u>Defendants' Share of Payroll Taxes</u>. Defendants' respective share of employer side payroll taxes is in addition to the Gross Settlement Amount and shall be paid together with the Gross Settlement Amount on the Funding Date.
- B. Release by Settlement Class Members. As of the date each respective Defendant pays its portion of the Gross Settlement Amount, in exchange for the consideration set forth in this Agreement, Plaintiff and the Settlement Class Members release the Released Parties as to that Defendant from the Released Class Claims for the Class Period, provided that Defendants shall also be entitled to a full and complete release of all claims from Plaintiff pursuant to Section 1542 for her individual retaliation, wrongful termination, and wage and hour claims.
- C. Release by the Aggrieved Employees. As of the date each respective Defendant pays its portion of the Gross Settlement Amount, in exchange for the consideration set forth in this Agreement, the Plaintiff, the LWDA and the State of California release the Released Parties as to that Defendant from the Released PAGA Claims for the PAGA

Period. As a result of this release, the Aggrieved Employees shall be precluded from bringing claims against Defendants for the Released PAGA Claims.

D. Release by Plaintiff. As of the date each respective Defendant pays its portion of the Gross Settlement Amount, in exchange for Plaintiff's Service Award, Plaintiff waives, releases, acquits and forever discharges the Released Parties as to that Defendant from any and all claims, whether known or unknown, which exist or may exist on Plaintiff's behalf as of the date of this Agreement, including but not limited to any and all tort claims, contract claims, wage claims, wrongful termination claims, disability claims, benefit claims, public policy claims, retaliation claims, statutory claims, personal injury claims, emotional distress claims, invasion of privacy claims, defamation claims, fraud claims, quantum meruit claims, and any and all claims arising under any federal, state or other governmental statute, law, regulation or ordinance, including, but not limited to claims for violation of the Fair Labor Standards Act, the California Labor Code, the Wage Orders of California's Industrial Welfare Commission, other state wage and hour laws, the Americans with Disabilities Act, the Age Discrimination in Employment Act (ADEA), the Employee Retirement Income Security Act, Title VII of the Civil Rights Act of 1964, the California Fair Employment and Housing Act, the California Family Rights Act, the Family Medical Leave Act, California's Whistleblower Protection Act, California Business & Professions Code Section 17200 et seq., and any and all claims arising under any federal, state or other governmental statute, law, regulation or ordinance including but not limited to any and all claims sounding in tort or contract. Plaintiff also waives and relinquishes any and all claims, rights or benefits that she may have under California Civil Code § 1542, which provides as follows:

A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS THAT THE CREDITOR OR RELEASING PARTY DOES NOT KNOW OR SUSPECT TO

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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.

Thus, notwithstanding the provisions of section 1542, and to implement a full and complete release and discharge of the Released Parties, Plaintiff expressly acknowledges this Settlement Agreement is intended to include in its effect, without limitation, all claims Plaintiff does not know or suspect to exist in Plaintiff's favor at the time of signing this Settlement Agreement, and that this Settlement Agreement contemplates the extinguishment of any such claims. Plaintiff warrants that Plaintiff has read this Settlement Agreement, including this waiver of California Civil Code section 1542, and that Plaintiff has consulted with or had the opportunity to consult with counsel of Plaintiff's choosing about this Settlement Agreement and specifically about the waiver of section 1542, and that Plaintiff understands this Settlement Agreement and the section 1542 waiver, and so Plaintiff freely and knowingly enters into this Settlement Agreement. Plaintiff further acknowledges that Plaintiff later may discover facts different from or in addition to those Plaintiff now knows or believes to be true regarding the matters released or described in this Settlement Agreement, and even so Plaintiff agrees that the releases and agreements contained in this Settlement Agreement shall remain effective in all respects notwithstanding any later discovery of any different or additional facts. Plaintiff expressly assumes any and all risk of any mistake in connection with the true facts involved in the matters, disputes, or controversies released or described in this Settlement Agreement or with regard to any facts now unknown to Plaintiff relating thereto. Nothing in this release prevents or restricts the disclosure of factual information related to a claim filed in a civil action or a complaint filed in an administrative action with respect to an act of sexual assault,

sexual harassment, or *any* prohibited workplace harassment or discrimination, failure to prevent an act of workplace harassment or discrimination, or retaliation against a person for reporting or opposing harassment or discrimination under FEHA. Plaintiff acknowledges that she has had more than 5 business days to consult an attorney of Plaintiff's choice, at Plaintiff's expense, and that Plaintiff has done so. Plaintiff may sign this Agreement prior to the end of this period and if she does so she specifically acknowledges and agrees that her decision to accept this shortening of time is knowing and voluntary and is not induced by Defendants through fraud, misrepresentation, or a threat to withdraw or alter the offer prior to the expiration of the reasonable time period, or by providing different terms to employees who sign such an agreement prior to the expiration of such time period.

- E. <u>Conditions Precedent</u>: This Settlement will become final and effective only upon the occurrence of all of the following events:
  - 1. The Court enters an order granting preliminary approval of the Settlement;
  - The Court enters an order granting final approval of the Settlement and a Final Judgment;
  - 3. If an objector appears at the final approval hearing, the time for appeal of the Final Judgment and Order Granting Final Approval of Class Action Settlement expires; or, if an appeal is timely filed, there is a final resolution of any appeal from the Judgment and Order Granting Final Approval of Class Action Settlement; and
  - 4. Defendants fully fund the Gross Settlement Amount.
- F. <u>Nullification of Settlement Agreement</u>. If this Settlement Agreement is not preliminarily or finally approved by the Court, fails to become effective, or is reversed, withdrawn, or modified by the Court, or in any way prevents or prohibits Defendants from obtaining a complete resolution of the Released Class Claims and Released PAGA Claims, or if Defendants fail to fully fund the Gross Settlement Amount:

- 1. This Settlement Agreement shall be void *ab initio* and of no force or effect, and shall not be admissible in any judicial, administrative or arbitral proceeding for any purpose or with respect to any issue, substantive or procedural;
- 2. The conditional class certification (obtained for any purpose) shall be void *ab initio* and of no force or effect, and shall not be admissible in any judicial, administrative or arbitral proceeding for any purpose or with respect to any issue, substantive or procedural; and
- 3. None of the Parties to this Settlement will be deemed to have waived any claims, objections, defenses or arguments in the Action, including with respect to the issue of class certification.
- G. In the event that all other conditions of the settlement are met, and all Court approvals are obtained, and Defendants fail to fund the Gross Settlement Amount, Defendants shall bear the sole responsibility for any cost to issue or reissue any curative notice to the Settlement Class Members and all Claims Administration Expenses incurred to the date of nullification.
- H. Certification of the Class. The Parties stipulate to conditional class certification of the Class for the Class Period for purposes of settlement only. In the event that this Settlement is not approved by the Court, fails to become effective, or is reversed, withdrawn or modified by the Court, or in any way prevents or prohibits Defendants from obtaining a complete resolution of the Released Class Claims and Released PAGA Claims, the conditional class certification (obtained for any purpose) shall be void *ab initio* and of no force or effect, and shall not be admissible in any judicial, administrative or arbitral proceeding for any purpose or with respect to any issue, substantive or procedural.
- I. <u>Tax Liability</u>. The Parties make no representations as to the tax treatment or legal effect of the payments called for, and Class Members and/or Aggrieved Employees are

not relying on any statement or representation by the Parties in this regard. Class Members and/or Aggrieved Employees understand and agree that they will be responsible for the payment of any taxes and penalties assessed on the Individual Settlement Payments and/or Aggrieved Employees' individual shares of the Aggrieved Employee Payment described and will be solely responsible for any penalties or other obligations resulting from their personal tax reporting of Individual Settlement Payments and/or Aggrieved Employees' individual shares of the Aggrieved Employee Payment.

J. Circular 230 Disclaimer. Each Party to this Agreement (for purposes of this section, the "acknowledging party" and each Party to this Agreement other than the acknowledging party, an "other party") acknowledges and agrees that: (1) no provision of this Agreement, and no written communication or disclosure between or among the Parties or their attorneys and other advisers, is or was intended to be, nor shall any such communication or disclosure constitute or be construed or be relied upon as, tax advice within the meaning of United States Treasury Department circular 230 (31 CFR part 10, as amended); (2) the acknowledging party (a) has relied exclusively upon his, her or its own, independent legal and tax counsel for advice (including tax advice) in connection with this Agreement, (b) has not entered into this Agreement based upon the recommendation of any other Party or any attorney or advisor to any other Party, and (c) is not entitled to rely upon any communication or disclosure by any attorney or adviser to any other party to avoid any tax penalty that may be imposed on the acknowledging party, and (3) no attorney or adviser to any other Party has imposed any limitation that protects the confidentiality of any such attorney's or adviser's tax strategies (regardless of whether such limitation is legally binding) upon disclosure by the acknowledging party of the tax treatment or tax structure of any transaction, including any transaction contemplated by this Agreement.

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- K. Preliminary Approval Motion. Class Counsel shall draft and file the motion for preliminary approval within sixty (60) calendar days of execution of this Agreement, or within the statutory timeframe as determined by the Court's setting of the preliminary approval hearing, which shall include this Settlement Agreement. Class counsel shall provide any documents to be submitted to the Court pursuant to this paragraph to Defendants' counsel for review no less than four (4) business days prior to filing.
- L. Settlement Administrator. The Settlement Administrator shall be responsible for: establishing and administering the QSF; calculating, processing and mailing payments to the Class Representative, Class Counsel, LWDA and Class Members; printing and mailing the Notice Packets to the Class Members as directed by the Court; receiving and reporting the objections and requests for exclusion; calculating, deducting and remitting all legally required taxes from Individual Settlement Payments and distributing tax forms for the Wage Portion, the Penalties Portion and the Interest Portion of the Individual Settlement Payments and/or Aggrieved Employees' individual shares of the Aggrieved Employee Payment; processing and mailing tax payments to the appropriate state and federal taxing authorities; providing declaration(s) as necessary in support of preliminary and/or final approval of this Settlement; and other tasks as the Parties mutually agree or the Court orders the Settlement Administrator to perform. The Settlement Administrator shall keep the Parties timely apprised of the performance of all Settlement Administrator responsibilities by among other things, sending a weekly status report to the Parties' counsel stating the date of the mailing, the of number of Elections Not to Participate in Settlement it receives (including the numbers of valid and deficient), and number of objections received.
- M. Notice Procedure.

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1. <u>Class Data.</u> No later than thirty (30) calendar days after the Preliminary Approval Date, Defendant CPM Ltd., Inc., dba Manpower of San Diego shall provide the Settlement Administrator with the Class Data for purposes of preparing and mailing Notice Packets to the Class Members.

#### 2. <u>Notice Packets</u>.

The Notice Packet shall contain the Notice of Class Action Settlement a) in a form substantially similar to the form attached as Exhibit A. The Notice of Class Action Settlement shall inform Class Members and Aggrieved Employees that they need not do anything in order to receive an Individual Settlement Payment and/or Aggrieved Employees' individual shares of the Aggrieved Employee Payment and to keep the Settlement Administrator apprised of their current mailing address, to which the Individual Settlement Payments and/or Aggrieved Employees' individual shares of the Aggrieved Employment Payment will be mailed following the Funding Date. The Notice of Class Action Settlement shall set forth the release to be given by all members of the Class who do not request to be excluded from the Settlement Class and/or Aggrieved Employees in exchange for an Individual Settlement Payment and/or Aggrieved Employees' individual shares of the Aggrieved Employment Payment, the number of Workweeks worked by each Class Member during the Class Period and PAGA Period, if any, and the estimated amount of their Individual Settlement Payment if they do not request to be excluded from the Settlement and each Aggrieved Employees' share of the Aggrieved Employment Payment, if any. The Settlement Administrator shall use the Class Data to determine Class Members' Workweeks and PAGA Workweeks. The Notice will also advise the Aggrieved Employees

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that they will release the Released PAGA Claims and will receive their share of the Aggrieved Employee Payment regardless of whether they request to be excluded from the Settlement.

- b) The Notice Packet's mailing envelope shall include the following language: "IMPORTANT LEGAL DOCUMENT- YOU MAY BE ENTITLED TO PARTICIPATE IN A CLASS ACTION SETTLEMENT; A PROMPT REPLY TO CORRECT YOUR ADDRESS IS REQUIRED AS EXPLAINED IN THE ENCLOSED NOTICE."
- 3. Notice by First Class U.S. Mail. Upon receipt of the Class Data, the Settlement Administrator will perform a search based on the National Change of Address Database to update and correct any known or identifiable address changes. No later than twenty-one (21) calendar days after preliminary approval of the Settlement, the Settlement Administrator shall mail copies of the Notice Packet to all Class Members via regular First-Class U.S. Mail and electronic mail. The Settlement Administrator shall exercise its best judgment to determine the current mailing address for each Class Member. The address identified by the Settlement Administrator as the current mailing address shall be presumed to be the best mailing address for each Class Member.
- 4. <u>Undeliverable Notices</u>. Any Notice Packets returned to the Settlement Administrator as non-delivered on or before the Response Deadline shall be re-mailed to any forwarding address provided. If no forwarding address is provided, the Settlement Administrator shall promptly attempt to determine a correct address by lawful use of skip-tracing, or other search using the name, address and/or Social Security number of the Class Member involved, and shall then perform a re-mailing, if another mailing address is identified by the Settlement Administrator. Class Members who received a re-mailed Notice

Packet shall have their Response Deadline extended fifteen (15) days from the original Response Deadline.

- 5. Disputes Regarding Individual Settlement Payments. Class Members will have the opportunity, should they disagree with Defendants' records regarding the start and end dates of employment to provide documentation and/or an explanation to show contrary dates. If there is a dispute, the Settlement Administrator will consult with the Parties to determine whether an adjustment is warranted. The Settlement Administrator shall determine the eligibility for, and the amounts of, any Individual Settlement Payments under the terms of this Agreement. The Settlement Administrator's determination of the eligibility for and amount of any Individual Settlement Payment shall be binding upon the Class Member and the Parties.
- 6. <u>Disputes Regarding Administration of Settlement</u>. Any disputes not resolved by the Settlement Administrator concerning the administration of the Settlement will be resolved by the Court under the laws of the State of California. Before any such involvement of the Court, counsel for the Parties will confer in good faith to resolve the disputes without the necessity of involving the Court.
- Packet shall state that Class Members who wish to exclude themselves from the Settlement must submit a signed copy of the Request for Exclusion form to the Settlement Administrator by the Response Deadline. A Request for Exclusion form will be mailed together with the Notice Packet to all Class Members. The Request for Exclusion will not be valid if it is not timely submitted, if it is not signed by the Class Member, or if it does not contain the name and address and last four digits of the Social Security number of the Class Member. The date of the postmark on the mailing envelope or fax stamp

on the Request for Exclusion shall be the exclusive means used to determine whether the request for exclusion was timely submitted. Any Class Member who submits a timely Request for Exclusion shall be excluded from the Settlement Class will not be entitled to an Individual Settlement Payment and will not be otherwise bound by the terms of the Settlement or have any right to object, appeal or comment thereon. However, any Class Member that submits a timely Request for Exclusion that is also an Aggrieved Employee will still receive his/her pro rata share of the Aggrieved Employee Payment, as specified below, and in consideration, will be bound by the Release by the PAGA Class as set forth herein. Class Members who fail to submit a valid and timely Request for Exclusion on or before the Response Deadline shall be bound by all terms of the Settlement and any final judgment entered in this Action if the Settlement is approved by the Court. No later than fourteen (14) calendar days after the Response Deadline, the Settlement Administrator shall provide counsel for the Parties with a final list of the Class Members who have timely submitted timely Requests for Exclusion.

8. Objections. The Notice of Class Action Settlement contained in the Notice Packet shall state that Class Members who wish to object to the Settlement may submit to the Settlement Administrator a written statement of objection ("Notice of Objection") by the Response Deadline, provided they have not filed a Request for Exclusion. The postmark date of mailing shall be deemed the exclusive means for determining that a Notice of Objection was served timely. The Notice of Objection, if in writing, must be signed by the Settlement Class Member and state: (1) the case name and number; (2) the name of the Settlement Class Member; (3) the address of the Settlement Class Member; (4) the last four digits of the Settlement Class Member's Social Security number; (5) the basis for the objection; and (6) if the Settlement Class

Member intends to appear at the Final Approval/Settlement Fairness Hearing. Settlement Class Members who fail to make objections in writing in the manner specified above may still make their objections orally at the Final Approval/Settlement Fairness Hearing with the Court's permission. Settlement Class Members will have a right to appear at the Final Approval/Settlement Fairness Hearing to have their objections heard by the Court regardless of whether they submitted a written objection. At no time shall any of the Parties or their counsel seek to solicit or otherwise encourage Class Members to file or serve written objections to the Settlement or appeal from the Order and Final Judgment. Class Members who submit a written request for exclusion may not object to the Settlement. Class Members may not object to the PAGA Penalties.

- N. <u>Allocation of the Gross Settlement Amount</u>. The Gross Settlement Amount shall be allocated as follows:
  - 1. Calculation of Individual Settlement Payments. Individual Settlement Payments shall be paid from the Net Settlement Amount and shall be paid pursuant to the formula set forth herein. Using the Class Data, the Settlement Administrator shall add up the total number of Workweeks for all Class Members. The respective Workweeks for each Class Member will be divided by the total Workweeks for all Class Members, resulting in the Payment Ratio for each Class Member. Each Class Member's Payment Ratio will then be multiplied by the Net Settlement Amount to calculate each Class Member's estimated Individual Settlement Payments. Each Individual Settlement Payment will be reduced by any legally mandated employee tax withholdings (e.g., employee payroll taxes, etc.). Individual Settlement Payments for Class Members who submit valid and timely requests for exclusion will be redistributed to Settlement Class Members who do not submit valid and timely

requests for exclusion on a pro rata basis based on their respective Payment Ratios.

- Calculation of Individual Payments to the Aggrieved Employees. Using the Class Data, the Settlement Administrator shall add up the total number of PAGA Pay Periods for all Aggrieved Employees during the PAGA Period. The respective PAGA Pay Periods for each Aggrieved Employees will be divided by the total PAGA Pay Periods for all Aggrieved Employees, resulting in the "PAGA Payment Ratio" for each Aggrieved Employee. Each Aggrieved Employee's PAGA Payment Ratio will then be multiplied by the Aggrieved Employee Payment to calculate each Aggrieved Employee's estimated share of the Aggrieved Employee Payment.
- 3. <u>Allocation of Individual Settlement Payments</u>. For tax purposes, Individual Settlement Payments shall be allocated and treated as 20% wages ("Wage Portion") and 80% penalties and pre-judgment interest ("Penalties and Interest Portion"). The Wage Portion of the Individual Settlement Payments shall be reported on IRS Form W-2 and the Penalties and Interest Portion and Interest Portion of the Individual Settlement Payments shall be reported on IRS Form 1099 issued by the Settlement Agreement.
- 4. <u>Allocation of Aggrieved Employee Payments</u>. For tax purposes, Aggrieved Employee Settlement Payments shall be allocated and treated as 100% penalties and shall be reported on IRS Form 1099.
- No Credit Toward Benefit Plans. The Individual Settlement Payments and individual shares of the PAGA Payment made to Settlement Class Members and/or Aggrieved Employees under this Settlement Agreement, as well as any other payments made pursuant to this Settlement Agreement, will not be utilized to calculate any additional benefits under any benefit plans to which any Class Members may be eligible, including, but not limited to profit-

sharing plans, bonus plans, 401(k) plans, stock purchase plans, vacation plans, sick leave plans, PTO plans, and any other benefit plan. Rather, it is the Parties' intention that this Settlement Agreement will not affect any rights, contributions, or amounts to which any Class Members may be entitled under any benefit plans.

- 6. All monies received by Settlement Class Members under the Settlement which are attributable to wages shall constitute income to such Settlement Class Members solely in the year in which such monies actually are received by the Settlement Class Members. It is the intent of the Parties that Individual Settlement Payments and individual shares of the PAGA Payment provided for in this Settlement agreement are the sole payments to be made by Defendants to Settlement Class Members and/or Aggrieved Employees in connection with this Settlement Agreement, with the exception of Plaintiff's Service Award, and that the Settlement Class Members and/or Aggrieved Employees are not entitled to any new or additional compensation or benefits as a result of having received the Individual Settlement Payments and/or their shares of the Aggrieved Employee Payment.
- 7. <u>Mailing</u>. Individual Settlement Payments and Aggrieved Employee Payments shall be mailed by regular First-Class U.S. Mail to Settlement Class Members' and/or Aggrieved Employees' last known mailing address no later than thirty (30) business days after the Funding Date.
- Expiration. Any checks issued to Settlement Class Members and Aggrieved Employees shall remain valid and negotiable for one hundred and eighty (180) days from the date of their issuance. If a Settlement Class Member and/or Aggrieved Employee does not cash his or her settlement check within 90 days, the Settlement Administrator will send a letter to such persons, advising that the check will expire after the 180<sup>th</sup> day, and invite that Settlement Class

Member and/or Aggrieved Employees to request reissuance in the event the check was destroyed, lost or misplaced. In the event an Individual Settlement Payment and/or Aggrieved Employees' individual share of the PAGA Penalties check has not been cashed within one hundred and eighty (180) days, all funds represented by such uncashed checks, plus any interest accrued thereon, shall be paid to the Community Law Project, a Cy Pres, pursuant to California Code of Civil Procedure section 384.

9. Service Award. In addition to the Individual Settlement Payment as a Settlement Class Member and her individual share of the Aggrieved Employee Payment, Plaintiff will apply to the Court for an award of not more than \$10,000.00, as the Service Award. Defendants will not oppose a Service Award of not more than \$10,000.00 to Plaintiff for settlement of her individual retaliation and wrongful termination claims in exchange for a full and complete release of all claims pursuant to Civil Code Section 1542 and for her service on the wage and hour claims. The Settlement Administrator shall pay the Service Award, either in the amount stated herein if approved by the Court or some other amount as approved by the Court, to Plaintiff from the Gross Settlement Amount no later than thirty (30) business days after the Funding Date. Any portion of the requested Service Award that is not awarded to the Class Representative shall be part of the Net Settlement Amount and shall be distributed to Settlement Class Members as provided in this Agreement. The Settlement Administrator shall issue an IRS Form 1099 — MISC to Plaintiff for her Service Award. Plaintiff shall be solely and legally responsible to pay any and all applicable taxes on her Service Award and shall hold harmless the Released Parties from any claim or liability for taxes, penalties, or interest arising as a result of the Service Award. Approval of this Settlement shall not be conditioned on Court approval of the requested amount of the Service

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Award. If the Court reduces or does not approve the requested Service Award, Plaintiff shall not have the right to revoke the Settlement, and it will remain binding.

10. Attorneys' Fees and Attorneys' Expenses. Defendants understand Class Counsel will file a motion for or Attorneys' Fees not to exceed one-third of the Gross Settlement Amount currently estimated to be \$75,000.00 and Attorneys' Expenses supported by declaration not to exceed Fifteen Thousand Dollars (\$15,000.00). Any awarded Attorneys' Fees and Attorneys' Expenses shall be paid from the Gross Settlement Amount. Any portion of the requested Attorneys' Fees and/or Attorneys' Expenses that are not awarded to Class Counsel shall be part of the Net Settlement Amount and shall be distributed to Settlement Class Members as provided in this Agreement. The Settlement Administrator shall allocate and pay the Attorneys' Fees to Class Counsel from the Gross Settlement Amount no later than thirty (30) calendar days after the Funding Date. Class Counsel shall be solely and legally responsible to pay all applicable taxes on the payment made pursuant to this paragraph. The Settlement Administrator shall issue an IRS Form 1099 — MISC to Class Counsel for the payments made pursuant to this paragraph. In the event that the Court reduces or does not approve the requested Attorneys' Fees, Plaintiff and Class Counsel shall not have the right to revoke the Settlement, or to appeal such order, and the Settlement will remain binding.

11. PAGA Payment. Twelve Thousand Dollars (\$12,000) shall be allocated from the Gross Settlement Amount for settlement of claims for civil penalties under the Private Attorneys General Act of 2004 ("PAGA Penalties"). The Settlement Administrator shall pay seventy-five percent (75%) of the PAGA Payment (\$9,000) to the California Labor and Workforce Development Agency no later than thirty (30) business days after the Effective Date

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(hereinafter "LWDA Payment"). Twenty-five percent (25%) of the PAGA Payment (\$3,000) will be distributed to the Aggrieved Employees as described in this Agreement (hereinafter "Aggrieved Employee Payment"). For purposes of distributing the PAGA Payment to the Aggrieved Employees, each Aggrieved Employee shall receive their pro-rata share of the Aggrieved Employee Payment using the PAGA Payment Ratio as defined above.

- 12. <u>Claims Administration Expenses</u>. The Settlement Administrator shall be paid for the costs of administration of the Settlement from the Gross Settlement Amount. The estimate of the Administration Costs is \$7,000.00. The Settlement Administrator shall be paid the Claims Administration Expenses no later than thirty (30) business days after the Effective Date.
- O. <u>Final Approval Motion</u>. Class Counsel and Plaintiff shall use best efforts to file with the Court a Motion for Order Granting Final Approval and Entering Judgment, within twenty-eight (28) days following the expiration of the Response Deadline, which motion shall request final approval of the Settlement and a determination of the amounts payable for the Service Award, the Attorneys' Fees and Attorneys' Expenses, the PAGA Payment, and the Claims Administration Expenses. Plaintiff will provide Defendants with a draft of the Motion and accompanying Proposed Order at least five (5) business days prior to the filing of the Motion to give Defendants an opportunity to propose changes or additions to the Motion.
  - 1. <u>Declaration by Settlement Administrator</u>. No later than seven (7) days after the Response Deadline, the Settlement Administrator shall submit a declaration in support of Plaintiff's motion for final approval of this Settlement detailing the number of Notice Packets mailed and re-mailed to Class Members, the number of undeliverable Notice Packets, the number of timely requests for exclusion, the number of objections received, the amount of the average Individual Settlement Payment and highest Individual

Settlement Payment, the Administration Costs, and any other information as the Parties mutually agree or the Court orders the Settlement Administrator to provide.

- 2. <u>Final Approval Order and Judgment</u>. Class Counsel shall present an Order Granting Final Approval of Class Action Settlement to the Court for its approval, and Judgment thereon, at the time Class Counsel files the Motion for Final Approval.
- N. Review of Motions for Preliminary and Final Approval. Class Counsel will provide an opportunity for Counsel for Defendants to review the Motions for Preliminary and Final Approval, including the Order Granting Final Approval of Class Action Settlement, and Judgment before filing with the Court. The Parties and their counsel will cooperate with each other and use their best efforts to effect the Court's approval of the Motions for Preliminary and Final Approval of the Settlement, and entry of Judgment.
- O. <u>Cooperation</u>. The Parties and their counsel will cooperate with each other and use their best efforts to implement the Settlement.
- P. <u>Interim Stay of Proceedings</u>. The Parties agree to stay all proceedings in the Action, except such proceedings necessary to implement and complete the Settlement, pending the Final Approval/Settlement Fairness Hearing to be conducted by the Court.
- Q. <u>Amendment or Modification</u>. This Agreement may be amended or modified only by a written instrument signed by counsel for all Parties or their successors-in-interest.
- R. <u>Authorization to Enter into Settlement Agreement</u>. Counsel for all Parties warrant and represent they are expressly authorized by the Parties whom they represent to negotiate this Agreement and to take all appropriate Action required or permitted to be taken by such Parties pursuant to this Agreement to effectuate its terms, and to execute any other documents required to effectuate the terms of this Agreement. The persons signing this Agreement on behalf of Defendants represents and warrants that he/she is

authorized to sign this Agreement on behalf of Defendants. Plaintiff represents and warrants that she is authorized to sign this Agreement and that she has not assigned any claim, or part of a claim, covered by this Settlement to a third-party.

- S. No Public Comment: The Parties and their counsel agree that they will not issue any press releases, initiate any contact with the press, respond to any press inquiry, or have any communication with the press about the fact, amount, or terms of the Settlement Agreement. Class Counsel further agrees not to use the Settlement Agreement or any of its terms for any marketing or promotional purposes. Nothing herein will restrict Class Counsel from including publicly available information regarding this settlement in future judicial submissions regarding Class Counsel's qualifications and experience. Further, Class Counsel will not include, reference or use the Settlement Agreement for any marketing or promotional purposes, either before or after the Motion for Preliminary Approval is filed.
- T. <u>Binding on Successors and Assigns</u>. This Agreement shall be binding upon, and inure to the benefit of, the successors or assigns of the Parties, as previously defined.
- U. <u>California Law Governs</u>. All terms of this Agreement and the Exhibit and any disputes shall be governed by and interpreted according to the laws of the State of California.
- V. <u>Counterparts</u>. This Agreement may be executed in one or more counterparts. All executed counterparts and each of them shall be deemed to be one and the same instrument provided that counsel for the Parties to this Agreement shall exchange among themselves copies or originals of the signed counterparts.
- W. <u>This Settlement Is Fair, Adequate and Reasonable</u>. The Parties believe this Settlement is a fair, adequate, and reasonable settlement of this Action and have arrived at this Settlement after extensive arms-length negotiations, taking into account all relevant factors, present and potential.
- X. <u>Jurisdiction of the Court</u>. The Parties agree that the Court shall retain jurisdiction with respect to the interpretation, implementation and enforcement of the terms of this

Agreement and all orders and judgments entered in connection therewith, and the Parties and their counsel submit to the jurisdiction of the Court for purposes of interpreting, implementing and enforcing the settlement and all orders and judgments entered in connection with this Agreement.

- Y. <u>Invalidity of Any Provision</u>. Before declaring any provision of this Agreement invalid, the Court shall first attempt to construe the provisions valid to the fullest extent possible consistent with applicable precedents so as to define all provisions of this Agreement valid and enforceable.
- Z. <u>Waiver of Certain Appeals</u>. The Parties agree to waive appeals and to stipulate to class certification for purposes of this settlement only.
- AA. No Admissions by the Parties. Plaintiff has claimed and continues to claim that the Released Class Claims and Released PAGA Claims have merit and give rise to liability on the part of Defendants. Defendants claim that the Released Class Claims and Released PAGA Claims have no merit and do not give rise to liability. This Agreement is a compromise of disputed claims. Nothing contained in this Agreement and no documents referred to and no action taken to carry out this Agreement may be construed or used as an admission by or against the Defendants or Plaintiff or Class Counsel as to the merits or lack thereof of the claims asserted. Other than as may be specifically set forth herein, each Party shall be responsible for and shall bear its/his own attorney's fees and costs.

IT IS SO AGREED, FORM AND CONTENT, BY PLAINTIFF:

DATED: Dec 18, 2023

Priscilla Estrada (Dec 18, 2023 08:38 PST)

PRISCILLA ESTRADA

1	IT IS SO AGREED, FORM AND CONTENT, BY DEFENDANTS:	
2		
3	DATED:	CPM Ltd. Inc., dba Manpower of San Diego
4		CI W Liu. IIIc., doa Wanpowei of San Diego
5		Printed Name
6		Timed I tame
7		Title
8		
9	DATED:	Jeffrey J. Chapuran
10		Res-Care, Inc., dba Equus Workforce Solutions
11		Jeffrey J. Chapuran
12		Printed Name
13		Associate General Counsel, Brightspring Health
14		Title
15		
16	IT IS SO AGREED AS TO FORM	BY COUNSEL:
17		
18	DATED: Dec. 18, 2023	JCL LAW FIRM, A.P.C.
19		By:
20		
21		Attorneys for Plaintiff and the Settlement Class Members
22		
23	DATED: Dec. 18, 2023	ZAKAY LAW GROUP, APLC
24		By:
25		
26		Attorneys for Plaintiff and the Settlement Class Members
27		
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	STIPLIL ATION OF SETTI	EMENT OF CLASS ACTION AND RELEASE OF CLAIMS

STIPULATION OF SETTLEMENT OF CLASS ACTION AND RELEASE OF CLAIMS

1	IT IS SO AGREED, FORM AND CO	ONTENT, BY DEFENDANTS:
2	4	Collas (Om
3	DATED: 12-18-2023	
4		CPM Ltd. Inc., dba Manpower of San Diego
5		Heather Whotley - Quent
6		Printed Name
7		Title Sources & Workforce
8		Seneral meny
9	DATED:	
10		Res-Care, Inc., dba Equus Workforce Solutions
11		Delice IN.
12		Printed Name
13		Title
14		
15		
16	IT IS SO AGREED AS TO FORM	BY COUNSEL:
17		
18	DATED: Dec. 18, 2023	JCL LAW FIRM, A.P.C.
19		Ву:
20		Attorneys for Plaintiff and the Settlement Class
21		Members
22	20.02	
23	DATED: Dec. 18, 2023	ZAKAY LAW GROUP, APLC
24		By:
25		Attorneys for Plaintiff and the Settlement Class
26		Members
27		20
28	OTIDI II ATION OF SETTI I	30 EMENT OF CLASS ACTION AND RELEASE OF CLAIMS

1	DATED: 12/15/2023	LAGASSE BRANCH BELL & KINKEAD LLP
2	DATED. 12/10/2020	ch element
3		
4		Michael W. Healy, Esq.  Ryan G. Blackstone-Gardner, Esq.
5		Attorneys for Defendant CPM Ltd., Inc., dba Manpower of San Diego
6		
7	DATED: December 15, 2023	HAWKINS PARNELL & YOUNG LLP
8		By: Oller M. Berfull
9		Phil J. Montoya, Jr., Esq.
10 11		Alex M. Barfield, Esq. Attorneys for Defendant Res-Care, Inc., dba Equus Workforce Solutions
12		Workforce Solutions
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28	STIPULATION OF SETTLEMENT	31 OF CLASS ACTION AND RELEASE OF CLAIMS

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NOTICE OF PENDENCY OF CLASS AND REPRESENTATIVE ACTION SETTLEMENT AND FINAL HEARING DATE

Estrada v. Manpower Temporary Services f.k.a. CPM, Ltd., et al. San Diego Superior Court Case No. 37-2022-00030943-CU-OE-CTL

YOUR LEGAL RIGHTS MAY BE AFFECTED WHETHER YOU ACT OR DO NOT ACT.
PLEASE READ THIS NOTICE CAREFULLY.

SUMMARY OF YOUR LEGAL RIGHTS AND OPTIONS IN THIS SETTLEMENT:		
Do Nothing and Receive a Payment	To receive a cash payment from the Settlement, you do <b>not</b> have to do anything.	
	Your estimated Individual Settlement Payment is: \$<<>>>. See the explanation below.	
	After final approval by the Court, the payment will be mailed to you at the same address as this notice. If your address has changed, please notify the Settlement Administrator as explained below. In exchange for the settlement payment, you will release claims against the Defendants as detailed below.	
Exclude Yourself	If you wish to exclude yourself from the Settlement, you must se a written request for exclusion to the Settlement Administrator as provided below. If you request exclusion, you will receive <b>no money from the Settlement</b> .  Instructions are set forth below.	
Object	You may write to the Court about why you believe the settlement should not be approved.	
	Directions are provided below.	

# 1. Why did I get this Notice?

A proposed class action settlement (the "Settlement") of this lawsuit pending in the Superior Court for the State of California, County of San Diego (the "Court") has been reached between Plaintiff Priscilla Estrada ("Plaintiff"), Defendant CPM Ltd., Inc., dba Manpower of San Diego, and Defendant Res-Care, Inc., dba Equus Workforce Solutions (collectively, "Defendants"). The Court has granted preliminary approval of the Settlement. You may be entitled to receive money from this Settlement.

You have received this Class Notice because you have been identified as a member of the Class, which is defined as:

All persons who are or previously were employed by Defendant CPM Ltd. Inc., dba Manpower of San Diego and assigned to work at the COVID hotels operated by Defendant Res-Care Inc. dba Equus Workforce Solutions in California and classified

as non-exempt employees during the Class Period.

The "Class Period" is the period of time beginning August 4, 2018, through November 27, 2023.

This Class Notice explains the lawsuit, the Settlement, and your legal rights. It is important that you read this Notice carefully as your rights may be affected by the Settlement.

#### 2. What is this class action lawsuit about?

On August 4, 2022, Plaintiff filed a Complaint against Defendants in the Superior Court of the State of California, County of San Diego. Plaintiff asserted claims that Defendants: (1) Violated California Business and Professions Code § 17200 *et seq.*; (2) Failed to pay minimum wages in violation of California Labor Code §§ 1194, 1197, and 1197.1; (3) Failed to pay overtime wages in violation of California Labor Code §§ 510, et seq.; (4) Failed to provide required meal periods in violation of California Labor Code §§ 226.7 & 512, and the applicable IWC Wage Order; (5) Failed to provide required rest periods in violation of California Labor Code §§ 226.7 & 512, and the applicable IWC Wage Order; (6) Failed to provide accurate and complete itemized wage statements in violation of California Labor Code § 226; (7) Failed to pay wages when due in violation of Cal. Lab. Code §§ 201, 202, and 203; (8) Failed to reimburse for required business expenses in violation of California Labor Code § 2802; (9) Wrongfully terminated Plaintiff's employment in violation of public policy; (10) Retaliated against Plaintiff in violation of California Labor Code §§ 6310 and 1102.5; and (11) Violated the Private Attorneys General Act (Labor Code §§ 2698 *et seq.*).

Defendants expressly deny any liability or wrongdoing of any kind associated with the claims alleged in the Action, dispute any wages, damages and penalties claimed by the Class Representative are owed, and further contend that, for any purpose other than settlement, the Action is not appropriate for class or representative action treatment. Defendants contend, among other things, that at all times they complied with the California Labor Code and the Industrial Welfare Commission Wage Orders.

On July 18, 2023, the Parties participated in mediation presided over by Hon. Judge Steven Denton (Ret.), an experienced mediator of class and PAGA actions. The mediation concluded with a settlement. The Court granted preliminary approval of the Settlement on <<<u>INSERT PRELIMINARY APPROVAL DATE</u>>>. At that time, the Court also preliminarily approved the Plaintiff to serve as the Class Representative, and the law firms of JCL Law Firm, APC and Zakay Law Group, APLC to serve as Class Counsel.

### 3. What are the terms of the Settlement?

Gross Settlement Amount. Defendants have agreed to pay an "all in" amount of Two Hundred and Twenty-Five Thousand Dollars and Zero Cents (\$225,000.00) (the "Gross Settlement Amount") to fund the settlement. The Gross Settlement Amount includes the payment of all Individual Settlement Payments, Claims Administration Expenses, Attorneys' Fees and Attorneys' Expenses, Service Award, and the PAGA Payment.

After the Judgment becomes Final, Defendants will pay the Gross Settlement Amount by depositing the money with the Settlement Administrator. "Final" means the date the Judgment is no longer subject to appeal, or if an appeal is filed, the date the appeal process is completed and the Judgment is affirmed.

Amounts to be Paid from the Gross Settlement Amount. The Settlement provides for certain payments to be made from the Gross Settlement Amount, which will be subject to final Court approval, and which will be deducted from the Gross Settlement Amount before settlement payments are made to Class Members, as follows:

- <u>Claims Administration Expenses</u>. Payment to the Settlement Administrator, estimated not to exceed \$7,000.00 for expenses, including expenses of sending this Notice, processing opt outs, and distributing settlement payments.
- Attorneys' Fees and Attorneys' Expenses. Payment to Class Counsel of an award of Attorneys' Fees of no more than 1/3 of the Gross Settlement Amount (currently \$75,000.00) and Attorneys' Expenses of not more than \$15,000 for all expenses incurred as documented in Class Counsel's billing records, both subject to Court approval. Class Counsel have been prosecuting the Action on behalf of Plaintiff and the Class on a contingency fee basis (that is, without being paid any money to date) and have been paying all litigation costs and expenses.
- <u>Service Award</u>. Service Award of up to Ten Thousand Dollars (\$10,000) to Plaintiff, or such lesser amount as may be approved by the Court, to compensate her for services on behalf of the Class in initiating and prosecuting the Action, for the risks she undertook, and the release of her wrongful termination and retaliation claims.
- PAGA Payment. A payment of \$12,000.00 relating to Plaintiff's claim under the Private Attorneys General Act ("PAGA"), \$9,000.00 of which will be paid to the State of California's Labor and Workforce Development Agency ("LWDA") and the remaining \$3,000.00 will be distributed to Aggrieved Employees as part of the PAGA Payment.
- Calculation of Payments to Settlement Class Members. After all the above payments of the court-approved Attorneys' Fees, Attorneys' Expenses, the Service Award, the PAGA Payment, and the Claims Administration Expenses are deducted from the Gross Settlement Amount, the remaining portion, called the "Net Settlement Amount," shall be distributed to class members who do **not** request exclusion ("Settlement Class Members"). The Individual Settlement Payment for each Settlement Class Member will be calculated by dividing the Net Settlement Amount by the total number of workweeks for all Settlement Class Members that occurred during the Class Period and multiplying the result by each individual Settlement Class Member's workweeks that occurred during the Class Period. A "workweek" is defined as a normal seven-day week of work during the Class Period in which, according to Defendants' records, a member of the class worked at least one-day during any such workweek.

• Calculation of Aggrieved Employees Payments to Aggrieved Employees. The PAGA Payment shall be distributed to Aggrieved Employees irrespective of whether they exclude themselves or opt-out. The PAGA Payment will be divided by the total number of pay periods worked by all Aggrieved Employees during the PAGA Period, and then taking that number and multiplying it by the number of pay periods worked by each respective Aggrieved Employee during the PAGA Period. "Aggrieved Employee" means all persons who are previously were employed by Defendant CPM Ltd. Inc., dba Manpower of San Diego and assigned to work at the COVID hotels operated by Defendant Res-Care Inc. dba Equus Workforce Solutions in California and classified as non-exempt employees during the PAGA Period. The PAGA Period means the period of May 31, 2021, through November 27, 2023.

If the Settlement is approved by the Court, you will automatically be mailed a check for your Individual Settlement Payment to the same address as this Class Notice. You do not have to do anything to receive a payment. If your address has changed, you must contact the Settlement Administrator to inform them of your correct address to insure you receive your payment.

Tax Matters. Twenty percent (20%) of each Individual Settlement Payment is allocated to wages. Taxes are withheld from this amount, and each Settlement Class Member will be issued an Internal Revenue Service Form W-2 for such payment. Eighty percent (80%) of each Individual Settlement Payment is allocated to penalties and pre-judgment interest ("Penalty and Interest Portion"). Each Settlement Class Member will be issued an Internal Revenue Service Form 1099 for Penalty Portion and Interest Portion of the Individual Settlement Payments. In addition, no taxes will be withheld from the PAGA Penalties paid to Aggrieved Employees, and each Aggrieved Employee will be issued an Internal Revenue Service Form 1099 for such payment. Neither Class Counsel nor Defendants' counsel intend anything contained in this Settlement to constitute advice regarding taxes or taxability. You may wish to consult a tax advisor concerning the tax consequences of the payments received under the Settlement.

No Credit Toward Benefit Plans. The Individual Settlement Payments and Aggrieved Employee Payments made to Settlement Class Members and/or Aggrieved Employees under this Settlement Agreement, as well as any other payments made pursuant to this Settlement Agreement, will not be utilized to calculate any additional benefits under any benefit plans to which any Class Members may be eligible, including, but not limited to profit-sharing plans, bonus plans, 401(k) plans, stock purchase plans, vacation plans, sick leave plans, PTO plans, and any other benefit plan. Rather, it is the Parties' intention that this Settlement Agreement will not affect any rights, contributions, or amounts to which any Class Members may be entitled under any benefit plans.

<u>Conditions of Settlement</u>. This Settlement is conditioned upon the Court entering an order granting final approval of the Settlement and entering judgment.

# 4. What Do I Release Under the Settlement?

<u>Released Claims</u>. Upon entry of final judgment and funding in full of the Gross Settlement Amount by Defendants, Plaintiff and the Settlement Class Members shall release all Released Class Claims that occurred during the Class Period as to the Released Parties. Released Class Claims means the

- 1			
1	release from the Class Members of all class claims alleged in the operative complaint and/or Plaintiff's PAGA notice to the LWDA which occurred during the Class Period, and expressly		
2 3	excluding all other claims, including claims for vested benefits, wrongful termination, unemployment insurance, disability, social security, workers' compensation, and class claims		
	outside of the Class Period.		
4 5	The Released PAGA Claims shall be released as follows. As of the Effective Date and upon funding		
6	in full of the Gross Settlement Amount by Defendants, all Aggrieved Employees shall release all Released PAGA Claims, irrespective of whether they opted-out of the class settlement, and will be		
7	bound by this PAGA Release (the "PAGA Release"). "Released PAGA Claims" means all PAGA claims alleged in the operative complaint and Plaintiff's PAGA notice to the LWDA which occurred		
8	during the PAGA Period, and expressly excluding all other claims, including claims for vested benefits, wrongful termination, unemployment insurance, disability, social security, workers'		
9	compensation, and PAGA claims outside of the PAGA Period.		
10	This means that, if you do not timely and formally exclude yourself from the settlement, you cannot		
11	sue, continue to sue, or be part of any other lawsuit against Defendants about the legal issues resolved by this Settlement. It also means that all of the Court's orders in this Action will apply to you and		
12	legally bind you.		
13	5. How much will my payment be?		
14	Defendants' records reflect that you have <<>> Workweeks worked during the Class		
15	Period (August 4, 2018, through November 27, 2023).		
16	Based on this information, your estimated Individual Settlement Payment is <<>>.		
17	Defendants' records reflect that you have <<>> pay periods worked during the PAGA Period (May 31, 2021, through November 27, 2023).		
18	Based on this information, your estimated Aggrieved Employee Payment is <<>>.		
19	If you wish to challenge the information set forth above, then you must submit a written, signed		
20	dispute challenging the information along with supporting documents, to the Settlement Administrator at the address provided in this Notice no later than [forty-five (45)]		
21	days after the Notice or fifteen (15) days after the re-mailed Notice].		
22	6. How can I get a payment?		
23	To get money from the settlement, you do not have to do anything. A check for your settlement		
24	payment will be mailed automatically to the same address as this Notice. If your address is incorrect or has changed, you must notify the Settlement Administrator. The Settlement Administrator is:		
25	Apex Class Action LLC.		
26	The Court will hold a hearing on, 2024 at a.m./p.m. to decide whether to finally		
27	approve the Settlement. If the Court approves the Settlement and there are no objections or appeals, 36		
28	STIPULATION OF SETTLEMENT OF CLASS ACTION AND RELEASE OF CLAIMS		

1	payments will be mailed within a few months after this hearing. If there are objections or appeals,		
2	resolving them can take time, perhaps more than a year. Please be patient. After entry of the Judgment, the Settlement Administrator will provide notice of the final judgment to the Class		
3	Members by posting a copy of the Judgment on the administrator's website at		
4	<u>www.</u> com		
5	7. What if I don't want to be a part of the Settlement?		
6	If you do not wish to participate in the Settlement, you may exclude yourself from the Settlement or "opt out." If you opt out, you will receive NO money from the Settlement, and you will not be		
7	bound by its terms, except as provided as follows. Irrespective of whether you exclude yourself from the Settlement or "opt out," you will be bound by the PAGA Release, you will be deemed to		
8	have released the Released PAGA Claims, and you will receive a share of the PAGA Payment.		
9	To opt out, you must submit to the Settlement Administrator, by First Class Mail, a written, signed and dated request for exclusion postmarked no later than The address for the		
10	Settlement Administrator is 20371 Irvine Avenue, Newport Beach, CA 92660; Tel: (800) 355-0700. The request for exclusion must state in substance that the Class Member has read the Class Notice		
11	and that he or she wishes to be excluded from the settlement of the class action lawsuit entitled		
12 13	Estrada v. Manpower Temporary Services f.k.a. CPM, Ltd., et al., currently pending in Superior Court of San Diego, Case No. 37-2022-00030943-CU-OE-CTL. The request for exclusion must		
14	contain your name, address, signature and the last four digits of your Social Security Number for verification purposes. The request for exclusion must be signed by you. No other person may opt out		
	for a member of the Class.		
15	Written requests for exclusion that are postmarked after, or are incomplete or		
16 17	unsigned will be rejected, and those Class Members will remain bound by the Settlement and the release described above.		
18	8. How do I tell the Court that I would like to challenge the Settlement?		
19	Any Class Member who has not opted out and believes that the Settlement should not be finally		
20	approved by the Court for any reason, may object to the proposed Settlement. Objections may be in		
21	writing and state the Class Member's name, current address, telephone number, and describe why you believe the Settlement is unfair and whether you intend to appear at the final approval hearing.		
22	All written objections or other correspondence must also state the name and number of the case, which is <i>Estrada v. Manpower Temporary Services f.k.a. CPM, Ltd., et al., San Diego County</i>		
23	Superior Court, Case No. 37-2022-00030943-CU-OE-CTL. You may also object without submitting a written objection by appearing at the final approval hearing scheduled as described in		
24	Section 9 below.		
25	To object to the Settlement, you cannot opt out. If the Court approves the Settlement, you will be		
26	bound by the terms of the Settlement in the same way as Class Members who do not object. Any Class Member who does not object in the manner provided in this Class Notice shall have waived		
27	any objection to the Settlement, whether by appeal or otherwise.		
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-0	STIPULATION OF SETTLEMENT OF CLASS ACTION AND RELEASE OF CLAIMS		

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1		or mailed to the Settlement Administrator no later than Settlement Administrator is 20371 Irvine Avenue, Newport	
2	Beach, CA 92660; Tel: (800) 355-0700.	· · · · · · · · · · · · · · · · · · ·	
3	The addresses for the Parties' counsel a	re as follows:	
4	Class Counsel:	Class Counsel:	
5	Jean-Claude Lapuyade, Esq.	Shani O. Zakay, Esq.	
	JCL Law Firm, APC	Zakay Law Group, APLC	
6	· · · · · · · · · · · · · · · · · · ·	5440 Morehouse Drive, Suite 3600	
7	San Diego, CA 92121 Tel.: (619) 599-8292	San Diego, CA 92121 Tel: (619) 599-8292	
	Fax: (619) 599-2891	Fax: (619) 599-8291	
8	E-Mail: jlapuyade@jcl-lawfirm.com		
9	Counsel for Defendant CPM	Counsel for Defendant Res-Care,	
10	Ltd., Inc., dba Manpower of San	Inc., dba Equus Workforce	
	Diego:	Solutions:	
11	Ryan Blackstone-Gardner, Esq.	Phil J. Montoya, Jr., Esq.	
12	Michael W. Healy, Esq.	Hawkins Parnell & Young LLP	
12	Lagasse Branch Bell & Kinkead	445 South Figueroa Street, Suite	
13	4365 Executive Drive, Suite 950	3200	
	San Diego, CA 92121	Los Angeles, CA 90071-1651	
14	T: 858-345-5077	T: 213-486-8000	
15	F: 858-345-5025	F: 213-486-8080	
	<u>rbg@lbbklaw.com</u> mhealy@lbbklaw.com	pmontoya@hpylaw.com	
16	micury(anomum.com		
17	9. When and where will the Court of	decide whether to approve the Settlement?	
18	The Court will hold a Final Approval	Hearing on, 2024 at a.m/p.mat the San Diego	
		75, located at 330 W. Broadway San Diego, CA 92101 before	
19		ring, the Court will consider whether the Settlement is fair,	
20		of this hearing is for the Court to determine whether to grant re are objections, the Court will consider them. The Court	
21		imely written request to speak at the hearing or who appear	
		ay be rescheduled by the Court without further notice to you.	
22	=	Final Approval Hearing, although any Class Member is	
23	welcome to attend the hearing.		
24	10. How do I get more information a	bout the Settlement?	
24	You may call the Settlement Administr	ator at 20371 Irvine Avenue, Newport Beach, CA 92660 or	
25	write to Estrada v. Manpower Temporary Services f.k.a. CPM, Ltd., et al., San Diego County		
26	Superior Court, Case No. 37-2022	2-00030943-CU-OE-CTL, Settlement Administrator, c/o	
27	·		
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28	STIPULATION OF SETTLEME	ENT OF CLASS ACTION AND RELEASE OF CLAIMS	

1	This notice summarizes the proposed settlement. More details are in the Settlement Agreement. You
2	may receive a copy of the Settlement Agreement, the Final Judgment or other Settlement documents by writing to JCL Law firm, APC, 5440 Morehouse Drive, Suite 3600, San Diego, CA 92121 or by
3	visiting the website listed in this notice. Please do not contact Defendants.
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28	STIPULATION OF SETTLEMENT OF CLASS ACTION AND RELEASE OF CLAIMS

# PLEASE DO NOT CALL THE COURT ABOUT THIS NOTICE.

# **IMPORTANT:**

- You must inform the Settlement Administrator of any change of address to ensure receipt of your settlement payment.
- Settlement checks will be null and void 180 days after issuance if not deposited or cashed. In such event, the Settlement Administrator shall transmit any uncashed checks to the Community Law Project, a Cy Pres, pursuant to California Code of Civil Procedure section 384. If your check is lost or misplaced, you should contact the Settlement Administrator immediately to request a replacement.