

**SUPERIOR COURT OF CALIFORNIA
COUNTY OF SANTA CLARA**

JESSIE GARCIA and MIGUEL ANGEL
GONZALEZ OCHOA, as individuals on behalf
of themselves and all others similarly situated
employees and/or Aggrieved Employees of
Defendants,

Plaintiffs,

v.

NORCAL POOL CONSTRUCITON INC., a
California corporation; GUSTAVO NEGRETE
RODRIGUEZ, an individual; and DOES 1
through 50, inclusive,

Defendants.

Case No. 22CV394263

**ORDER GRANTING PLAINTIFFS'
MOTION FOR APPROVAL OF
CLASS ACTION AND PAGA
SETTLEMENT**

This is a putative class and Private Attorneys General Act ("PAGA") action. Plaintiffs Jessie Garcia and Miguel Angel Gonzalez Ochoa allege defendants Norcal Pool Construction, Inc. ("Norcal Pool") and Gustavo Negrete Rodriguez ("Negrete")(collectively, "Defendants") committed various wage and hour violations.

Before the Court is Plaintiffs' motion for preliminary approval of class action and PAGA settlement, which is unopposed. As discussed below, the Court GRANTS the motion.

I. BACKGROUND

1 According to the allegations of the operative third amended complaint ("TAC"), Plaintiff
2 Garcia was employed by Norcal Pool April 5, 2021 to October 27, 2021 as a non-exempt, hourly
3 employee. (TAC, ¶¶ 10, 28.) Plaintiff Ochoa was employed from December 7, 2020 to May 9,
4 2022 as a non-exempt, hourly employee. (TAC, ¶¶ 11, 29.) Defendants failed to: provide meal
5 periods or compensation in lieu thereof; provide rest periods or compensation in lieu thereof;
6 timely pay wages; pay minimum or overtime wages; maintain accurate records; and provide
7 itemized wage statements.

8 Based on the foregoing, Plaintiff Garcia initiated this action on February 10, 2022, with
9 the filing of the Complaint, which asserted the following causes of action: (1) failure to provide
10 meal periods and/or timely pay premium wages; (2) failure to provide rest periods and/or timely
11 pay premium wages; (3) failure to pay all minimum and/or regular wages; (4) failure to pay all
12 overtime wages; (5) failure to reimburse for necessary business expenses; (6) failure to maintain
13 accurate records; (7) failure to furnish accurate itemized wages statements; (8) failure to timely
14 pay all wages due and owing upon separation of employment and/or the required waiting time
15 penalties; and (9) violation of the Unfair Competition Law. On April 11, 2022, Plaintiff Garcia
16 filed the first amended complaint, which asserted the same causes of action and added a claim
17 for civil penalties under PAGA. On September 14, 2022, he filed the second amended complaint,
18 which asserted the following causes of action: (1) failure to provide meal periods and/or timely
19 pay premium wages; (2) failure to provide rest periods and/or timely pay premium wages; (3)
20 failure to provide recovery periods and/or timely pay minimum wages; (4) failure to pay all
21 minimum and/or regular wages; (5) failure to pay all overtime wages; (6) failure to reimburse for
22 necessary business expenses; (7) failure to maintain accurate records; (8) failure to furnish
23 accurate itemized wages statements; (9) failure to timely pay all wages due and owing upon
24 separation of employment and/or the required waiting time penalties; (10) violation of the Unfair
25 Competition Law; and (11) PAGA penalties. On January 1, 2025, Plaintiffs filed the operative
26 TAC, which added Plaintiff Ochoa to this action.

27 Plaintiffs now move for an order preliminarily approving the settlement; conditionally
28 certifying the class for settlement purposes; approving and directing the distribution of the class

1 notice; appointing Plaintiffs as class representatives; appointing Vilmarie Cordero and Omarr
2 Chavez of ARCH Legal, P.C. as Class Counsel; appointing Apex Class Action LLC (“Apex”) as
3 the settlement administrator; and scheduling a Final Approval Hearing.

4 **II. LEGAL STANDARDS FOR SETTLEMENT APPROVAL**

5 **A. Class Action**

6 Generally, “questions whether a [class action] settlement was fair and reasonable,
7 whether notice to the class was adequate, whether certification of the class was proper, and
8 whether the attorney fee award was proper are matters addressed to the trial court’s broad
9 discretion.” (*Wershba v. Apple Computer, Inc.* (2001) 91 Cal.App.4th 224, 234–235 (*Wershba*),
10 disapproved of on other grounds by *Hernandez v. Restoration Hardware, Inc.* (2018) 4 Cal.5th
11 260.)

12 In determining whether a class settlement is fair, adequate and reasonable, the
13 trial court should consider relevant factors, such as the strength of plaintiffs’ case,
14 the risk, expense, complexity and likely duration of further litigation, the risk of
15 maintaining class action status through trial, the amount offered in settlement, the
16 extent of discovery completed and the stage of the proceedings, the experience
17 and views of counsel, the presence of a governmental participant, and the reaction
18 of the class members to the proposed settlement.

19 (*Wershba, supra*, 91 Cal.App.4th at pp. 244–245, internal citations and quotations omitted.)

20 In general, the most important factor is the strength of the plaintiffs’ case on the merits,
21 balanced against the amount offered in settlement. (See *Kullar v. Foot Locker Retail, Inc.* (2008)
22 168 Cal.App.4th 116, 130 (*Kullar*).) But the trial court is free to engage in a balancing and
23 weighing of relevant factors, depending on the circumstances of each case. (*Wershba, supra*, 91
24 Cal.App.4th at p. 245.) The trial court must examine the “proposed settlement agreement to the
25 extent necessary to reach a reasoned judgment that the agreement is not the product of fraud or
26 overreaching by, or collusion between, the negotiating parties, and that the settlement, taken as a
27 whole, is fair, reasonable and adequate to all concerned.” (*Ibid.*, citation and internal quotation
28 marks omitted.) The trial court also must independently confirm that “the consideration being

1 received for the release of the class members' claims is reasonable in light of the strengths and
2 weaknesses of the claims and the risks of the particular litigation.” (*Kullar, supra*, 168
3 Cal.App.4th at p. 129.) Of course, before performing its analysis the trial court must be
4 “provided with basic information about the nature and magnitude of the claims in question and
5 the basis for concluding that the consideration being paid for the release of those claims
6 represents a reasonable compromise.” (*Id.* at pp. 130, 133.)

7 **B. PAGA**

8 Labor Code section 2699, subdivision (1)(2) provides that “[t]he superior court shall
9 review and approve any settlement of any civil action filed pursuant to” PAGA. The court’s
10 review “ensur[es] that any negotiated resolution is fair to those affected.” (*Williams v. Superior*
11 *Court* (2017) 3 Cal.5th 531, 549.) Seventy-five percent of any penalties recovered under PAGA
12 go to the Labor and Workforce Development Agency (LWDA), leaving the remaining twenty-
13 five percent for the aggrieved employees. (*Iskanian v. CLS Transportation Los Angeles, LLC*
14 (2014) 59 Cal.4th 348, 380, overruled on other grounds by *Viking River Cruises, Inc. v.*
15 *Moriana* (2022) 596 U.S. 639 , 2022 U.S. LEXIS 2940.)

16 Similar to its review of class action settlements, the Court must “determine independently
17 whether a PAGA settlement is fair and reasonable,” to protect “the interests of the public and the
18 LWDA in the enforcement of state labor laws.” (*Moniz v. Adecco USA, Inc.* (2021) 72
19 Cal.App.5th 56, 76–77.) It must make this assessment “in view of PAGA’s purposes to
20 remediate present labor law violations, deter future ones, and to maximize enforcement of state
21 labor laws.” (*Id.* at p. 77; see also *Haralson v. U.S. Aviation Servs. Corp.* (N.D. Cal. 2019) 383
22 F. Supp. 3d 959, 971 [“when a PAGA claim is settled, the relief provided for under the PAGA
23 [should] be genuine and meaningful, consistent with the underlying purpose of the statute to
24 benefit the public”], quoting LWDA guidance discussed in *O’Connor v. Uber Technologies,*
25 *Inc.* (N.D. Cal. 2016) 201 F.Supp.3d 1110 (*O’Connor*).)

26 The settlement must be reasonable in light of the potential verdict value. (See *O’Connor,*
27 *supra*, 201 F.Supp.3d at p. 1135 [rejecting settlement of less than one percent of the potential
28 verdict].) But a permissible settlement may be substantially discounted, given that courts often

1 exercise their discretion to award PAGA penalties below the statutory maximum even where a
2 claim succeeds at trial. (See *Viceral v. Mistras Group, Inc.* (N.D. Cal., Oct. 11, 2016, No. 15-
3 CV-02198-EMC) 2016 WL 5907869, at *8–9.)

4 **III. SETTLEMENT PROCESS**

5 On December 23, 2021, Plaintiff Garcia served his written notice to Defendants and the
6 Labor and Workforce Development Agency (“LWDA”). He filed his complaint on February 10,
7 2022 and his first amended complaint on April 11, 2022. On June 10, 2022, he served his second
8 LWDA notice and on September 14, 2022, he filed his second amended complaint. The Court
9 granted Plaintiff Garcia’s request for leave to amend and he filed the operative TAC on January
10 22, 2025, which added Plaintiff Ochoa to this action.

11 Plaintiffs engaged in extensive formal discovery—they propounded three sets of special
12 interrogatories and four sets of requests for production of documents. The parties also engaged in
13 significant motion practice before they agreed to participate in mediation. On April 16, 2024,
14 they participated in mediation with Scott Markus, an experienced and well-known wage and hour
15 class action mediator, which did not result in a settlement, but the parties agreed to continue
16 settlement discussions. On January 6, 2025, Defendants substituted Michael Manoukian as
17 counsel and the parties continued their settlement negotiations. On July 11, 2025, the parties
18 agreed to settle and they executed the long form settlement agreement (the “Settlement”) on June
19 30, 2026.

20 **IV. SETTLEMENT PROVISIONS**

21 The non-reversionary gross settlement amount is \$420,000.00. Attorneys fees of up to
22 one-third (\$140,000), litigation costs of up to \$25,000, and administration costs of up to \$10,490.
23 \$20,000 will be allocated to PAGA penalties, 75% of which (\$15,000) will be paid to the LWDA
24 and 25% of which (\$5,000) will be distributed to “Aggrieved Employees”, who are defined as “a
25 person employed by Norcal in California and classified as a nonexempt employee who worked
26 for Norcal during the PAGA Period [December 7, 2020 to December 31, 2025].”¹ Plaintiffs will
27

28 ¹ Plaintiffs’ memorandum of points and authorities uses the phrases “PAGA Group Members,” however,
the Settlement uses and defines “Aggrieved Employees,” thus, the Court will use the latter.

1 seek class representative awards as follows: \$7,500 to Plaintiff Garcia and \$5,000 to Plaintiff
2 Ochoa.

3 The net settlement amount—estimated to be \$215,010—will be allocated to Class
4 Members who are defined as “[a]ll current and former nonexempt employees of Defendants who
5 performed work in California during the period commencing February 10, 2018, to December
6 31, 2025, or the date upon which the Class Members’ workweeks equal to but don’t exceed
7 59,544, whichever occurs first.” For tax purposes, 25% of each Class Member’s settlement
8 payment will be allocated to wages and 75% will be allocated to interests and penalties.
9 Defendant will pay the employer side payroll taxes separate and apart from the Settlement.
10 Funds associated with checks uncashed after 180 days will be transmitted to Legal Aid at Work.

11 In exchange for settlement, Class Members who do not opt out will release:

12 [A]ll claims that were alleged, or reasonably could have been alleged, based on the Class
13 Period facts stated in the Operative Complaint and ascertained or which could have been
14 ascertained in the course of the Action.

15 PAGA Members, who consistent with the statute will not be able to opt out of the PAGA
16 portion of the settlement, will release:

17 [A]ll claims for PAGA penalties that were alleged, or reasonably could have been
18 alleged, based on the PAGA Period facts stated in the Operative Complaint and the
19 PAGA Notice and ascertained in the course of the Action.

20 The foregoing releases are appropriately tailored to the allegations at issue.

21 (See *Amaro v. Anaheim Arena Management, LLC* (2021) 69 Cal.App.5th 521, 537.)

22 **V. FAIRNESS OF SETTLEMENT**

23 Based on available data provided by Defendants, Class Counsel calculated Defendant’s
24 maximum exposure as follows: \$4,859,606.40 (meal period claims); \$5,163,331.80 (rest period
25 claims); \$297,650.89 (recovery period claims); \$2,457,897.80 (failure to pay overtime);
26 \$595,440 (failure to reimburse business expenses; \$2,800,000 (wage statement statutory
27 penalties)—totaling \$16,173,926.89. Class Counsel also calculated the maximum exposure for
28 the PAGA penalties to be \$17,670,000.

1 Class Counsel then considered the risks associated with class certification, continued
2 litigation, any dispositive motions by Defendants, the possibility that damages could be
3 decreased or the difficulties in providing individualized proof, and Defendants' defenses.

4 Accordingly, Class Counsel calculated Defendants' realistic exposure as follows:
5 \$8,086,963.45. Class Counsel then further discounted the value based on the chance of
6 Defendants' defenses having merit and the possibility of the Court granting partial summary
7 judgment to \$4,043,481.72. Class Counsel discounted the PAGA penalties to \$4,417,500 and
8 further considered the costs of continued litigation which would exceed \$500,000 to \$1,000,000.
9 Based on the foregoing, Class Counsel estimates the realistic exposure to be around \$1,500,000
10 to \$2,000,000.

11 The gross settlement amount is approximately 1.24% of the maximum exposure, which is
12 well below the range of recoveries typically approved by California courts. (See *Cavazos v.*
13 *Salas Concrete, Inc.* (E.D. Cal., Feb 18, 2022, No. 1:19-cv-00062-DAD-EPG) 2022 U.S. Dist.
14 LEXIS 30201, at *41-42 [citing cases approving settlements in the range of 5 to 35 percent of the
15 maximum potential exposure].) However, it is 5.19% of the first realistic exposure figure,
16 10.38% of the discounted realistic exposure figure, and it is 21%-28% of the final realistic
17 exposure figure. All of these are within the range of exposures typically approved by California
18 courts.

19 Considering the portion of the case's value attributable to uncertain penalties, claims that
20 could be difficult to certify for class treatment, and the multiple, dependent contingencies that
21 Plaintiffs would have had to overcome to prevail on the claims, the settlement achieves a good
22 result for the Class. For purposes of preliminary approval, the Court finds that the settlement is
23 fair and reasonable to the Class, and the PAGA allocation is genuine, meaningful, and reasonable
24 in light of the statute's purposes.

25 26 **VI. PROPOSED SETTLEMENT CLASS**

27 Plaintiffs request certification of the following class for settlement purposes:
28

1 All current and former nonexempt employees of Defendants who performed work
2 in California during the [Class Period].

3 **A. Legal Standard for Certifying a Class for Settlement Purposes**

4 Rule 3.769(d) of the California Rules of Court states that “[t]he court may make an order
5 approving or denying certification of a provisional settlement class after [a] preliminary
6 settlement hearing.” California Code of Civil Procedure Section 382 authorizes certification of a
7 class “when the question is one of a common or general interest, of many persons, or when the
8 parties are numerous, and it is impracticable to bring them all before the court”

9 Section 382 requires the plaintiff to demonstrate by a preponderance of the evidence:
10 (1) an ascertainable class and (2) a well-defined community of interest among the class
11 members. (*Sav-On Drug Stores, Inc. v. Superior Court* (2004) 34 Cal.4th 319, 326, 332 (*Sav-On*
12 *Drug Stores*)). “Other relevant considerations include the probability that each class member
13 will come forward ultimately to prove his or her separate claim to a portion of the total recovery
14 and whether the class approach would actually serve to deter and redress alleged wrongdoing.”
15 (*Linder v. Thrifty Oil Co.* (2000) 23 Cal.4th 429, 435.) The plaintiff has the burden of
16 establishing that class treatment will yield “substantial benefits” to both “the litigants and to the
17 court.” (*Blue Chip Stamps v. Superior Court* (1976) 18 Cal.3d 381, 385.)

18 In the settlement context, “the court’s evaluation of the certification issues is somewhat
19 different from its consideration of certification issues when the class action has not yet settled.”
20 (*Luckey v. Superior Court* (2014) 228 Cal.App.4th 81, 93.) As no trial is anticipated in the
21 settlement-only context, the case management issues inherent in the ascertainable class
22 determination need not be confronted, and the court’s review is more lenient in this respect. (*Id.*
23 at pp. 93–94.) But considerations designed to protect absentees by blocking unwarranted or
24 overbroad class definitions require heightened scrutiny in the settlement-only class context, since
25 the court will lack the usual opportunity to adjust the class as proceedings unfold. (*Id.* at p. 94.)

26
27 **B. Ascertainable Class**
28

1 A class is ascertainable “when it is defined in terms of objective characteristics and
2 common transactional facts that make the ultimate identification of class members possible when
3 that identification becomes necessary.” (*Noel v. Thrifty Payless, Inc.* (2019) 7 Cal.5th 955, 980
4 (*Noel*.) A class definition satisfying these requirements

5 puts members of the class on notice that their rights may be adjudicated in the
6 proceeding, so they must decide whether to intervene, opt out, or do nothing and
7 live with the consequences. This kind of class definition also advances due
8 process by supplying a concrete basis for determining who will and will not be
9 bound by (or benefit from) any judgment.

10 (*Noel, supra*, 7 Cal.5th at p. 980, citation omitted.)

11 “As a rule, a representative plaintiff in a class action need not introduce evidence
12 establishing how notice of the action will be communicated to individual class members in order
13 to show an ascertainable class.” (*Noel, supra*, 7 Cal.5th at p. 984.) Still, it has long been held
14 that “[c]lass members are ‘ascertainable’ where they may be readily identified ... by reference to
15 official records.” (*Rose v. City of Hayward* (1981) 126 Cal. App. 3d 926, 932, disapproved of on
16 another ground by *Noel, supra*, 7 Cal.5th 955; see also *Cohen v. DIRECTV, Inc.* (2009) 178
17 Cal.App.4th 966, 975-976 [“The defined class of all HD Package subscribers is precise, with
18 objective characteristics and transactional parameters, and can be determined by DIRECTV’s
19 own account records. No more is needed.”].)

20 Here, the estimated 700 Class members are readily identifiable based on Defendants’
21 records, and the settlement Class is appropriately defined based on objective characteristics. The
22 Court finds that the settlement Class is numerous, ascertainable, and appropriately defined.

23 C. Community of Interest

24 The “community-of-interest” requirement encompasses three factors: (1) predominant
25 questions of law or fact, (2) class representatives with claims or defenses typical of the class, and
26 (3) class representatives who can adequately represent the class. (*Sav-On Drug Stores, supra*, 34
27 Cal.4th at pp. 326, 332.)
28

1 For the first community of interest factor, “[i]n order to determine whether common
2 questions of fact predominate the trial court must examine the issues framed by the pleadings
3 and the law applicable to the causes of action alleged.” (*Hicks v. Kaufman & Broad Home Corp.*
4 (2001) 89 Cal.App.4th 908, 916 (*Hicks*).) The court must also examine evidence of any conflict
5 of interest among the proposed class members. (See *J.P. Morgan & Co., Inc. v. Superior Court*
6 (2003) 113 Cal.App.4th 195, 215.) The ultimate question is whether the issues which may be
7 jointly tried, when compared with those requiring separate adjudication, are so numerous or
8 substantial that the maintenance of a class action would be good for the judicial process and to
9 the litigants. (*Lockheed Martin Corp. v. Superior Court* (2003) 29 Cal.4th 1096, 1104–1105
10 (*Lockheed Martin*).) “As a general rule if the defendant’s liability can be determined by facts
11 common to all members of the class, a class will be certified even if the members must
12 individually prove their damages.” (*Hicks, supra*, 89 Cal.App.4th at p. 916.)

13 Here, common legal and factual issues predominate. Plaintiffs’ claims all arise from
14 Defendants’ wage and hour practices.

15 As for the second factor,

16 The typicality requirement is meant to ensure that the class representative is able
17 to adequately represent the class and focus on common issues. It is only when a
18 defense unique to the class representative will be a major focus of the litigation,
19 or when the class representative’s interests are antagonistic to or in conflict with
20 the objectives of those she purports to represent that denial of class certification is
21 appropriate. But even then, the court should determine if it would be feasible to
22 divide the class into subclasses to eliminate the conflict and allow the class action
23 to be maintained.

24 (*Medraza v. Honda of North Hollywood* (2008) 166 Cal. App. 4th 89, 99, internal citations,
25 brackets, and quotation marks omitted.)

26 Like the other members of the proposed Class, Plaintiffs were employed by Defendants
27 and allege that they experienced the conduct at issue. The anticipated defenses are not unique to
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1 Plaintiffs, and there is no indication that Plaintiffs' interests are otherwise in conflict with those
2 of the proposed Class.

3 Finally, adequacy of representation "depends on whether the plaintiff's attorney is
4 qualified to conduct the proposed litigation and the plaintiff's interests are not antagonistic to the
5 interests of the class." (*McGhee v. Bank of America* (1976) 60 Cal.App.3d 442, 450.) The class
6 representative does not necessarily have to incur all of the damages suffered by each different
7 class member in order to provide adequate representation to the class. (*Wershba, supra*, 91
8 Cal.App.4th at p. 238.) "Differences in individual class members' proof of damages [are] not
9 fatal to class certification. Only a conflict that goes to the very subject matter of the litigation
10 will defeat a party's claim of representative status." (*Ibid.*, internal citations and quotation marks
11 omitted.)

12 Plaintiffs have the same interest in maintaining this action as any Class Member would
13 have. Further, they have hired experienced counsel. Plaintiffs have sufficiently demonstrated
14 adequacy of representation.

15 **D. Substantial Benefits of Class Certification**

16 "[A] class action should not be certified unless substantial benefits accrue both to
17 litigants and the courts. . . ." (*Basurco v. 21st Century Ins.* (2003) 108 Cal.App.4th 110, 120,
18 internal quotation marks omitted.) The question is whether a class action would be superior to
19 individual lawsuits. (*Ibid.*) "Thus, even if questions of law or fact predominate, the lack of
20 superiority provides an alternative ground to deny class certification." (*Ibid.*) Generally, "a
21 class action is proper where it provides small claimants with a method of obtaining redress and
22 when numerous parties suffer injury of insufficient size to warrant individual action." (*Id.* at pp.
23 120-121, internal quotation marks omitted.)

24 Here, there are an estimated 700 Class Members. It would be inefficient for the Court to
25 hear and decide the same issues separately and repeatedly for each class member. Further, it
26 would be cost prohibitive for each Class member to file suit individually, as each member would
27 have the potential for little to no monetary recovery. It is clear that a class action provides
28 substantial benefits to both the litigants and the Court in this case.

1 **VII. NOTICE**

2 The content of a class notice is subject to court approval. (Cal. Rules of Court, rule
3 3.769(f).) “The notice must contain an explanation of the proposed settlement and procedures
4 for class members to follow in filing written objections to it and in arranging to appear at the
5 settlement hearing and state any objections to the proposed settlement.” (*Ibid.*) In determining
6 the manner of the notice, the court must consider: “(1) The interests of the class; (2) The type of
7 relief requested; (3) The stake of the individual class members; (4) The cost of notifying class
8 members; (5) The resources of the parties; (6) The possible prejudice to class members who do
9 not receive notice; and (7) The res judicata effect on class members.” (Cal. Rules of Court, rule
10 3.766(e).)

11 Here, the notice, which will be provided in English, informs the Class Members of the
12 nature of the lawsuit and their rights under the terms of the Settlement and applicable law. It
13 includes: a detailed explanation of the case, including the basic contentions or denials of the
14 Parties and the basic terms of the Settlement; a statement that the court will exclude the member
15 from the Class if they request so by a specified date; a procedure for the member to follow in
16 requesting exclusions from the Class; an explanation that members of the Class can participate in
17 the Settlement by doing nothing; a statement that the judgment, whether favorable or not, will
18 bind all members who do not request exclusion; and a statement that any member who does not
19 request exclusion may, if the member so desires, enter an appearance through counsel. Class
20 Members are given 45 days to exclude themselves or object.

21 The form of notice is generally adequate but must be modified to instruct Class Members
22 that they may opt out of or object to the settlement simply by providing their name, without
23 needing to provide personal information.

24 Regarding appearances at the final fairness hearing, the notice shall be modified to
25 instruct class members as follows:

26 Although class members may appear in person, the judge overseeing this case
27 encourages remote appearances. Class members who wish to appear remotely
28 should contact class counsel at least three days before the hearing if possible.

1 Remote appearances must be made through UDC, unless otherwise arranged with
2 the Court. Please go to <https://santaclara.courts.ca.gov/online-services/remote->
3 hearings to find the appropriate link. Also, please note that that you must register
4 in advance to appear remotely..

5 Turning to the notice procedure, as articulated above, the parties have selected Apex. No
6 later than 15 days after preliminary approval is entered, Norcal will deliver the Class Data to
7 Apex. Apex, in turn, will mail the notice within 14 days of receiving the Class List. Any
8 returned notices will be promptly re-mailed to any forwarding address provided within 3 days. If
9 no forwarding address is found, Apex shall conduct an investigation for one and if one is found,
10 Apex shall re-mail the notice. The response deadline will be extended by 14 days for Class
11 Members' whose notice is re-mailed. These notice procedures are appropriate and are approved.

12 **VIII. SERVICE AWARDS, FEES, AND COSTS**

13 Plaintiffs request a service award of \$7,500 (Plaintiff Garcia) and \$5,000 (Plaintiff
14 Ochoa).

15 The rationale for making enhancement or incentive awards to named plaintiffs is
16 that they should be compensated for the expense or risk they have incurred in
17 conferring a benefit on other members of the class. An incentive award is
18 appropriate if it is necessary to induce an individual to participate in the suit.

19 Criteria courts may consider in determining whether to make an incentive award
20 include: 1) the risk to the class representative in commencing suit, both financial
21 and otherwise; 2) the notoriety and personal difficulties encountered by the class
22 representative; 3) the amount of time and effort spent by the class representative;
23 4) the duration of the litigation and; 5) the personal benefit (or lack thereof)
24 enjoyed by the class representative as a result of the litigation. These "incentive
25 awards" to class representatives must not be disproportionate to the amount of
26 time and energy expended in pursuit of the lawsuit.

27 (*Cellphone Termination Fee Cases* (2010) 186 Cal.App.4th 1380, 1394-1395, internal
28 punctuation and citations omitted; see also *Covillo v. Specialty's Café* (N.D. Cal. 2014) 2014

1 U.S.Dist.LEXIS 29837, at *29 [incentive awards are particularly appropriate where a plaintiff
2 undertakes a significant “reputational risk” in bringing an action against an employer].)

3 Plaintiffs submitted their declarations in support of their request. Plaintiff Garcia states he
4 spent approximately 70 hours on this action, which includes communicating with Class Counsel,
5 locating documents, and reviewing documents. (Declaration of Plaintiff Garcia (“Garcia Decl.”),
6 ¶¶ 30-40, 44.) He further states that he considered the personal, professional, and financial risks
7 of participating in this action. (Garcia Decl., ¶ 46.) Plaintiff Ochoa states he spent approximately
8 30 hours on this action, which includes communicating with Class Counsel, locating documents,
9 and reviewing documents. (Declaration of Plaintiff Ochoa (“Ochoa Decl.”, ¶¶ 25-36, 42.) He
10 further states that he considered the personal, professional, and financial risks of participating in
11 this action. (Ochoa Decl., ¶¶ 28, 41, 43-44.) The Court finds Plaintiffs are entitled to a service
12 award and the respective amounts requested are reasonable. Thus, Plaintiffs’ requests are
13 preliminarily approved.

14 The request for administrative costs in the amount of \$10,490 is supported by the
15 declaration of Sean Hartranft, CEO of Apex. Thus, it is approved.

16 The court also has an independent right and responsibility to review the requested
17 attorney fees and only award so much as it determines reasonable. (See *Garabedian v. Los*
18 *Angeles Cellular Telephone Co.* (2004) 118 Cal.App.4th 123, 127-128.) Class Counsel will seek
19 attorneys’ fees of up to one-third of the gross settlement amount (currently estimated to be
20 \$140,000), and litigation costs for up to \$25,000. Prior to any final approval hearing, Class
21 Counsel shall submit lodestar information (including hourly rate and hours worked) as well as
22 evidence of actual litigation costs incurred.

23 **IX. CONCLUSION**

24 Plaintiffs’ motion for preliminary approval is GRANTED.

25 The final approval hearing shall take place on **January 21, 2027** at 1:30 in Department
26 22. The following Class is preliminarily certified for settlement purposes:

1 All current and former nonexempt employees of Defendants who performed work
2 in California during the [Class Period].
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4 **IT IS SO ORDERED.**

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6 Date: 7/23/20

BMcG
7 BETH MCGOWEN
8 Judge of the Superior Court
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